STATE OF MICHIGAN
97TH LEGISLATURE
REGULAR SESSION OF 2013

Introduced by Rep. Haveman

ENROLLED HOUSE BILL No. 4328

AN ACT to make, supplement, adjust, and consolidate appropriations for various state departments and agencies, the judicial branch, and the legislative branch for the fiscal year ending September 30, 2014 and other fiscal years; to provide for certain conditions on appropriations; to provide for the expenditure of the appropriations; and to repeal acts and parts of acts.

The People of the State of Michigan enact:

ARTICLE I

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of agriculture and rural development for the fiscal year ending September 30, 2014, from the following funds:

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

APPROPRIATION SUMMARY		
Full-time equated unclassified positions	6.0	
Full-time equated classified positions	434.0	
GROSS APPROPRIATION		$ 80,183,300
Interdepartmental grant revenues:		
IDG from LARA (LCC), liquor quality testing fees		214,100
IDG from MDNR, forest development fund		200,000
IDG from MDEQ, biosolids		110,200
Total interdepartmental grants and intradepartmental transfers		524,300
ADJUSTED GROSS APPROPRIATION		$ 79,659,000
Federal revenues:		
USDA, multiple grants		5,814,900
Department of interior		240,000
EPA, multiple grants		1,601,800
HHS-FDA		2,304,200
Total federal revenues		9,960,900

		For Fiscal Year Ending Sept. 30, 2014
Special revenue funds:		
Total local revenues	$	0
Private - slow-the-spread foundation		20,400
Private - commodity group revenue		76,500
Total private revenues		96,900
Agricultural preservation fund		1,624,500
Agriculture equine industry development fund		3,855,500
Agriculture licensing and inspection fees		4,075,000
Animal welfare fund		214,900
Commodity inspection fees		432,000
Consumer and industry food safety education fund		314,800
Dairy and food safety fund		3,329,600
Freshwater protection fund		5,173,000
Gasoline inspection and testing fund		2,723,700
Grain dealer fee fund		696,900
Horticulture fund		37,900
Industry support funds		443,600
Migratory labor housing fund		162,600
Nonretail liquor fees		797,700
Refined petroleum fund		4,012,000
Renewable fuels fund		51,200
Testing fees		285,000
Weights and measures regulation fees		791,000
Total other state restricted revenues		29,020,900
State general fund/general purpose	$	40,580,300
State general fund/general purpose schedule:		
Ongoing state general fund/general purpose 37,180,300		
One-time state general fund/general purpose 3,400,000		
Sec. 102. DEPARTMENTWIDE		
Full-time equated unclassified positions 6.0		
Full-time equated classified positions 27.0		
Commissions and boards	$	23,800
Unclassified positions		707,000
Executive direction—9.0 FTE positions		1,360,200
Operational services—15.0 FTE positions		1,041,700
Statistical reporting service—1.0 FTE position		148,700
Emergency management—2.0 FTE positions		800,700
Accounting service center		948,400
Rent and building occupancy		1,061,600
GROSS APPROPRIATION	$	6,092,100
Appropriated from:		
Federal revenues:		
USDA, multiple grants		240,400
EPA, multiple grants		186,300
HHS-FDA		574,500
Special revenue funds:		
Private - commodity group revenue		76,500
Agricultural preservation fund		24,300
Agriculture licensing and inspection fees		181,600
Freshwater protection fund		35,900
Industry support funds		52,200
Nonretail liquor fees		39,600
Refined petroleum fund		320,300
State general fund/general purpose	$	4,360,500
Sec. 103. INFORMATION AND TECHNOLOGY		
Information technology services and projects	$	1,444,700
GROSS APPROPRIATION	$	1,444,700

		For Fiscal Year Ending Sept. 30, 2014
Appropriated from:		
Interdepartmental grant revenues:		
IDG from LARA (LCC), liquor quality testing fees	$	3,100
Special revenue funds:		
Agricultural preservation fund		200
Agriculture equine industry development fund		83,700
Agriculture licensing and inspection fees		31,900
Freshwater protection fund		100
Gasoline inspection testing fund		30,900
Nonretail liquor fees		500
State general fund/general purpose	$	1,294,300

Sec. 104. FOOD AND DAIRY

Full-time equated classified positions 101.0		
Food safety and quality assurance—75.0 FTE positions	$	10,881,200
Milk safety and quality assurance—26.0 FTE positions		3,821,300
GROSS APPROPRIATION	$	14,702,500
Appropriated from:		
Federal revenues:		
USDA, multiple grants		318,800
HHS-FDA		961,400
Special revenue funds:		
Consumer and industry food safety education fund		314,800
Dairy and food safety fund		3,329,600
State general fund/general purpose	$	9,777,900

Sec. 105. ANIMAL INDUSTRY

Full-time equated classified positions 60.0		
Animal disease prevention and response—60.0 FTE positions	$	8,706,100
Indemnification - livestock depredation		50,000
GROSS APPROPRIATION	$	8,756,100
Appropriated from:		
Federal revenues:		
USDA, multiple grants		513,400
HHS-FDA		45,400
Special revenue funds:		
Agriculture licensing and inspection fees		11,700
Animal welfare fund		214,900
State general fund/general purpose	$	7,970,700

Sec. 106. PESTICIDE AND PLANT PEST MANAGEMENT

Full-time equated classified positions 86.0		
Pesticide and plant pest management—81.0 FTE positions	$	10,996,300
Producer security/grain dealers—5.0 FTE positions		736,700
GROSS APPROPRIATION	$	11,733,000
Appropriated from:		
Federal revenues:		
USDA, multiple grants		822,200
Department of interior		120,000
EPA, multiple grants		719,400
HHS-FDA		116,900
Special revenue funds:		
Private - slow-the-spread foundation		20,400
Agriculture licensing and inspection fees		3,773,300
Commodity inspection fees		432,000
Grain dealers fee fund		696,900
Horticulture fund		37,900
Industry support funds		240,300
State general fund/general purpose	$	4,753,700

		For Fiscal Year Ending Sept. 30, 2014
Sec. 107. ENVIRONMENTAL STEWARDSHIP		
Full-time equated classified positions 55.0		
Environmental stewardship—18.0 FTE positions	$	6,140,400
Michigan agriculture environmental assurance program—7.0 FTE positions		1,668,800
Farmland and open space preservation—9.0 FTE positions		1,300,000
Private forest development program—5.0 FTE positions		200,000
Local conservation districts		100
Migrant labor housing—9.0 FTE positions		1,198,500
Right-to-farm—3.0 FTE positions		571,400
Intercounty drain—4.0 FTE positions		468,300
GROSS APPROPRIATION	$	11,547,500
Appropriated from:		
Interdepartmental grant revenues:		
IDG from MDNR, forest development fund		200,000
IDG from MDEQ, biosolids		110,200
Federal revenues:		
USDA, multiple grants		912,500
Department of interior		120,000
EPA, multiple grants		304,100
Special revenue funds:		
Agricultural preservation fund		1,300,000
Freshwater protection fund		5,137,000
Migratory labor housing fund		162,600
State general fund/general purpose	$	3,301,100
Sec. 108. LABORATORY PROGRAM		
Full-time equated classified positions 90.0		
Laboratory services—36.0 FTE positions	$	5,571,300
USDA monitoring—13.0 FTE positions		1,586,000
Consumer protection program—41.0 FTE positions		6,016,100
GROSS APPROPRIATION	$	13,173,400
Appropriated from:		
Interdepartmental grant revenues:		
IDG from LARA (LCC), liquor quality testing fees		211,000
Federal revenues:		
USDA, multiple grants		1,586,900
EPA, multiple grants		392,000
HHS-FDA		606,000
Special revenue funds:		
Agriculture equine industry development fund		604,600
Agriculture licensing and inspection fees		76,500
Gasoline inspection and testing fund		2,692,800
Refined petroleum fund		3,691,700
Renewable fuels fund		51,200
Testing fees		285,000
Weights and measures regulation fees		791,000
State general fund/general purpose	$	2,184,700
Sec. 109. AGRICULTURE DEVELOPMENT		
Full-time equated classified positions 14.0		
Agriculture development—11.0 FTE positions	$	2,712,600
Food and agriculture industry growth initiative		1,000,000
Grape and wine program—3.0 FTE positions		802,600
Rural development value-added grants		1,050,000
GROSS APPROPRIATION	$	5,565,200
Appropriated from:		
Federal revenues:		
USDA, multiple grants		1,420,700

		For Fiscal Year Ending Sept. 30, 2014
Special revenue funds:		
Industry support funds	$	151,100
Nonretail liquor fees		757,600
State general fund/general purpose	$	3,235,800

Sec. 110. FAIRS AND EXPOSITIONS

Full-time equated classified positions 1.0		
Fairs and racing—1.0 FTE position	$	356,600
County fairs capital improvement grants		301,600
Purses and supplements - fairs/licensed tracks		708,300
Licensed tracks - light horse racing		40,300
Light horse racing - breeders' awards		20,000
Standardbred breeders' awards		285,900
Standardbred purses and supplements - licensed tracks		527,800
Standardbred sire stakes		239,000
Thoroughbred supplements - licensed tracks		385,900
Thoroughbred breeders' awards		358,600
Thoroughbred sire stakes		244,800
GROSS APPROPRIATION	$	3,468,800
Appropriated from:		
Special revenue funds:		
Agriculture equine industry development fund		3,167,200
State general fund/general purpose	$	301,600

Sec. 111. CAPITAL OUTLAY

Farmland and open space development acquisition	$	300,000
GROSS APPROPRIATION	$	300,000
Appropriated from:		
Special revenue funds:		
Agriculture preservation fund		300,000
State general fund/general purpose	$	0

Sec. 112. ONE-TIME BASIS ONLY

Ottawa County water resources study	$	300,000
Qualified forest affidavit program		2,300,000
Pesticide and plant pest management		800,000
GROSS APPROPRIATION	$	3,400,000
Appropriated from:		
State general fund/general purpose	$	3,400,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2013-2014

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2013-2014 is $69,601,200.00 and state spending from state resources to be paid to local units of government for fiscal year 2013-2014 is $3,500,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

Environmental stewardship	$	3,500,000

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

Sec. 203. As used in this article:

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

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

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

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

(e) "HHS-FDA" means the United States department of health and human services - food and drug administration.

(f) "IDG" means interdepartmental grant.

(g) "LARA" means the Michigan department of licensing and regulatory affairs.

(h) "LCC" means the Michigan liquor control commission.

(i) "MDEQ" means the Michigan department of environmental quality.

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

(k) "MOU" means memorandum of understanding.

(*l*) "TB" means tuberculosis.

(m) "USDA" means the United States department of agriculture.

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

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

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

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

Sec. 207. The department shall cooperate with the department of technology, management, and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following:

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

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

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

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

(e) Job specifications and wage rates.

Sec. 208. Unless otherwise specified, the department shall use the Internet to fulfill the reporting requirements of this part. This requirement may include transmission of reports via electronic mail to the recipients identified for each reporting requirement, or it may include placement of reports on an Internet or Intranet site.

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

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

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

Sec. 215. The department shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.

Sec. 218. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the house and senate appropriations committees, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

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

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

Sec. 229. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees on agriculture and rural development, respectively, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2013 and September 30, 2014.

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

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

DEPARTMENTWIDE

Sec. 301. (1) Pursuant to the appropriations in part 1, the department may receive and expend revenue and use that revenue to cover necessary expenses related to publications, audit and licensing functions, livestock sales, certification of nursery stock, and laboratory analyses as specified in the following:

(a) Management services publications.

(b) Management services audit and licensing functions.

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

(d) Pesticide and plant pest management grading services.

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

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

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

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

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

(2) The department shall notify the senate and house appropriations subcommittees on agriculture and rural development and the senate and house fiscal agencies 30 days prior to proposing changes in fees authorized under this section or under section 5 of 1915 PA 91, MCL 285.35.

(3) Annually, before February 1, the department shall provide a report to the senate and house appropriations subcommittees on agriculture and rural development and the senate and house fiscal agencies detailing all the fees charged by the department under the authorization provided in this section, including, but not limited to, rates, number of individuals paying each fee, and the revenue generated by each fee in the previous fiscal year.

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

FOOD AND DAIRY

Sec. 402. Not later than April 1, the department shall provide a report to the senate and house appropriations subcommittees on agriculture and rural development and the senate and house fiscal agencies describing significant food-borne outbreaks and emergencies, including any enforcement actions taken related to food safety during the 2012-2013 fiscal year.

ANIMAL INDUSTRY

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

Sec. 453. (1) Of the funds appropriated in part 1, the department may provide for indemnity as provided for pursuant to the animal industry act, 1988 PA 466, MCL 287.701 to 287.746, not to exceed $100,000.00 per order from any line item for the fiscal year ending September 30, 2013. Before the department provides for an indemnification under this section, the department shall report the reason for the indemnification, the amount of the indemnification, and to whom the indemnification is to be paid. The report shall be given to each member of the senate and house appropriations subcommittees on agriculture and rural development and to the senate and house fiscal agencies and to the state budget director.

(2) The department of agriculture and rural development shall make an indemnification payment for the fair market value of livestock killed by a wolf, coyote, or cougar, if the kill is verified by the department of natural resources. The fair market value of the livestock shall be determined pursuant to the indemnification procedures prescribed in the animal industry act, 1988 PA 466, MCL 287.701 to 287.745.

(3) The funds appropriated in part 1 for indemnification - livestock depredation are appropriated for indemnification payments and related department costs under subsection (2). On or before March 1 of the current fiscal year, the department shall report to the house and senate appropriations subcommittees on agriculture and rural development, and the house and senate fiscal agencies, on costs incurred in the 2011-2012 and 2012-2013 fiscal years for indemnification payments to producers made under subsection (2) and related department costs.

Sec. 454. The department shall use its resources to collaborate with the USDA to obtain TB-free status for the area of the Lower Peninsula that is zoned as modified accredited advanced. The department shall also aggressively work toward eradicating bovine TB in the modified accredited zone. The department shall also convene a workgroup to work toward eradicating bovine TB in the modified accredited zone.

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

Sec. 457. On or before October 15 of the current fiscal year and on a quarterly basis thereafter, the department shall report to the senate and house agriculture committees, the senate and house appropriations subcommittees on agriculture and rural development, and the senate and house fiscal agencies on the department's progress toward meeting the USDA requirements as outlined in the March 2007 bovine TB program review. The report shall include, but is not limited to, information and data on: wildlife risk mitigation plan implementation in the modified accredited zone; implementation of a movement certificate process; progress toward annual surveillance test requirements set out in the June 2007 MOU; efforts to work with slaughter facilities in Michigan, as well as those that slaughter a significant number of animals from Michigan; educational programs and information for Michigan's livestock community; any other item the legislature should be aware of that will promote or hinder efforts to achieve bovine TB-free status for Michigan.

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

ENVIRONMENTAL STEWARDSHIP

Sec. 601. The part 1 appropriation line item environmental stewardship shall be used to support department agriculture pollution prevention programs, including groundwater and freshwater protection programs under part 87 of the Michigan natural resources and environmental protection act, 1994 PA 451, MCL 324.8701 to 324.8717, and technical assistance in implementing conservation grants available under the federal farm bill of 2008.

Sec. 607. (1) It is the intent of the legislature that the department continue its activities in support of intercounty drainage districts as provided in chapter 5 of the drain code of 1956, 1956 PA 40, MCL 280.101 to 280.106.

(2) The department shall work with representatives of intercounty drainage districts to develop a mutually agreeable method of funding department costs associated with the intercounty drainage program.

AGRICULTURE DEVELOPMENT

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

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

(3) A joint evaluation committee shall be selected by the director with representatives with agriculture, business, and economic development expertise. The joint evaluation committee shall identify criteria, evaluate applications, and provide recommendations to the director for final approval of grant awards.

(4) The department may expend money from the funds appropriated in part 1 for the rural development value-added grants for administering the program.

(5) The unexpended portion of the rural development value-added grant program is considered a work project appropriation in accordance with the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

(6) The department shall provide an interim report no later than March 15 of the current fiscal year and year-end report no later than September 30 of the current fiscal year to the senate and house appropriations subcommittees on agriculture and rural development and the senate and house fiscal agencies, including the grantees, award amount, match funding, and project outcomes.

Sec. 706. Not later than April 1 of the current fiscal year, the department shall provide a report to the senate and house appropriations subcommittees on agriculture and rural development and the senate and house fiscal agencies describing the department's agriculture development and export market development activities. The report shall identify grants awarded during the prior fiscal year, including a description of federal or private funds made available as a result of department activities.

Sec. 709. (1) Not later than April 1 of the current fiscal year, the department shall provide a report to the senate and house appropriations subcommittees on agriculture and rural development and the senate and house fiscal agencies describing the activities of the grape and wine industry council established under section 303 of the Michigan liquor control act of 1998, 1998 PA 58, MCL 436.1303.

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

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

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

(c) Grants awarded during the prior fiscal year and the results of research grant projects completed during the prior fiscal year.

Sec. 711. (1) The department shall establish and administer the food and agriculture industry growth initiative. The program shall use a grant process to support research, education, and technical assistance efforts focused on removing barriers and leveraging opportunities identified by those in the food and agriculture industry as critical to business development and growth within the state.

(2) In addition to the funds appropriated in part 1, the department of agriculture and rural development may receive and expend funds received from the Michigan strategic fund or the Michigan economic development corporation for the food and agriculture industry growth initiative.

(3) The director shall establish a consortium of interested parties including those involved in the food and agriculture industry sector to develop the program priorities described in subsection (1).

(4) The department shall award grants from the funds appropriated in part 1 or received from the Michigan strategic fund or the Michigan economic development corporation under subsection (2) for food and agriculture industry growth initiative grants. Grantees will be required to identify measurable project outcomes.

(5) A joint evaluation committee selected by the director shall evaluate applications and provide recommendations to the director for final approval of grant awards.

(6) The department may expend money from the funds appropriated in part 1 for the food and agriculture industry growth initiative for administering the program.

FAIRS AND EXPOSITIONS

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

Sec. 802. All appropriations from the agriculture equine industry development fund, except for the racing commission and laboratory analysis program appropriations, shall be reduced proportionately if revenues to the agriculture equine industry development fund decline during the fiscal year ending September 30, 2013 to a level lower than the amounts appropriated in section 110.

Sec. 803. In the event there is no live thoroughbred race meet in 2013 or 2014, all purse money and program money appropriated for the thoroughbred industry in fiscal year 2012-2013 and fiscal year 2013-2014 shall be held in escrow for a period not to exceed 18 months, or until a thoroughbred race meet license is applied for and granted by the Michigan gaming control board. In the event there is no thoroughbred meet in 2013 or 2014, the purse pool distribution order to be issued by the Michigan gaming control board in 2014 that delineates distribution between the thoroughbred meet that has been held at pinnacle race course and the joint thoroughbred/quarterhorse meet held in Mt. Pleasant shall be the same distribution formula as issued in 2013, with the thoroughbred portion being held in escrow.

Sec. 804. The Michigan gaming control board shall use actual expenditure data in determining the actual regulatory costs of conducting racing dates and shall provide that data to the senate and house of representatives appropriations subcommittees on agriculture and rural development and general government and the senate and house fiscal agencies by November 1 of the current fiscal year. The Michigan gaming control board shall not be reimbursed for more than the actual regulatory cost of conducting race dates. If a certified horsemen's organization funds more than the actual regulatory cost, the balance shall remain in the agriculture equine industry development fund to be used to fund subsequent race dates conducted by race meeting licensees with which the certified horsemen's organization has contracts. If a certified horsemen's organization funds less than the actual regulatory costs of the additional horse racing dates, the Michigan gaming control board shall reduce the number of future race dates conducted by race meeting licensees with which the certified horsemen's organization has contracts. Prior to the reduction in the number of authorized race dates due to budget deficits, the executive director of the Michigan gaming control board shall provide notice to the certified horsemen's organizations with an opportunity to respond with alternatives. In determining actual costs, the Michigan gaming control board shall take into account that each specific breed may require different regulatory mechanisms.

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

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

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

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

(5) The unexpended portion of the county fairs capital improvement grant program is considered a work project appropriation in accordance with the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

(6) The department shall provide a year-end report no later than September 30 of the current fiscal year to the senate and house appropriations subcommittees on agriculture and rural development and the senate and house fiscal agencies, including the grantees, award amount, match funding, and project outcomes.

CAPITAL OUTLAY

Sec. 1002. (1) The director shall allocate lump-sum appropriations made in this article consistent with statutory provisions and the purposes for which funds were appropriated. Lump-sum allocations shall address priority program or facility needs and may include, but are not limited to, design, construction, remodeling and addition, special maintenance, major special maintenance, energy conservation, and demolition.

(2) The state budget director may authorize that funds appropriated for lump-sum appropriations shall be available for no more than 3 fiscal years following the fiscal year in which the original appropriation was made. Any remaining balance from allocations made in this section shall lapse to the fund from which it was appropriated pursuant to the lapsing of funds as provided in the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 1003. The appropriations in part 1 for capital outlay shall be carried forward at the end of the fiscal year consistent with the provisions of section 248 of the management and budget act, 1984 PA 431, MCL 18.1248.

ONE-TIME BASIS ONLY APPROPRIATIONS

Sec. 1103. (1) The appropriations in part 1 for qualified forest affidavit program are for the purpose of increasing the knowledge of nonindustrial private forestland owners of sound forest management practices and increasing the amount of commercial timber production from those lands.

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

Sec. 1104. The appropriations in part 1 for an Ottawa County water resources study shall utilize local participation and partnership with private and public stakeholder resources representing groundwater and public water supply resources within Ottawa County where possible. The scope of the work of the study will include test well monitoring of glacial and bedrock aquifers for quantity and quality, and precise, calibrated flow models of glacial and bedrock aquifers, modeling of different impact scenarios based on usage, climate, and policies and solutions to address declining groundwater levels with the findings to be made available to both the department and the MDEQ.

PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 1201. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2015 for the line items listed in part 1. The fiscal year 2014-2015 appropriations are anticipated to be the same as those for fiscal year 2013-2014, except that the line items will be adjusted for changes in caseload and related costs, federal fund match rates, economic factors, and available revenue. These adjustments will be determined after the January 2014 consensus revenue estimating conference.

Sec. 1202. It is the intent of the legislature that the department identify the amounts for normal retirement costs and legacy retirement costs for the fiscal year ending on September 30, 2015 for the line items listed in part 1.

ARTICLE IV

DEPARTMENT OF COMMUNITY HEALTH

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of community health for the fiscal year ending September 30, 2014, from the following funds:

DEPARTMENT OF COMMUNITY HEALTH

APPROPRIATION SUMMARY		
Full-time equated unclassified positions 6.0		
Full-time equated classified positions 3,585.6		
Average population 893.0		
GROSS APPROPRIATION	$	15,385,348,600
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		10,056,100
ADJUSTED GROSS APPROPRIATION	$	15,375,292,500
Federal revenues:		
Total federal revenues		9,896,101,600
Social security act, temporary assistance for needy families		19,545,400
Special revenue funds:		
Total local revenues		251,820,200
Total private revenues		126,342,400
Merit award trust fund		85,834,700
Total other state restricted revenues		2,079,601,100
State general fund/general purpose	$	2,916,047,100

Sec. 102. DEPARTMENTWIDE ADMINISTRATION

Full-time equated unclassified positions 6.0		
Full-time equated classified positions 186.7		
Director and other unclassified—6.0 FTE positions	$	707,000
Departmental administration and management—176.7 FTE positions		26,250,700
Worker's compensation program		6,963,000
Rent and building occupancy		9,791,300
Developmental disabilities council and projects—10.0 FTE positions		3,024,700
GROSS APPROPRIATION	$	46,736,700
Appropriated from:		
Federal revenues:		
Total federal revenues		15,196,600
Special revenue funds:		
Total private revenues		35,200
Total other state restricted revenues		792,700
State general fund/general purpose	$	30,712,200

Sec. 103. BEHAVIORAL HEALTH PROGRAM ADMINISTRATION AND SPECIAL PROJECTS

Full-time equated classified positions 104.0		
Behavioral health program administration—103.0 FTE positions	$	19,689,400
Gambling addiction—1.0 FTE position		3,002,800
Protection and advocacy services support		194,400
Community residential and support services		992,100
Federal and other special projects		3,111,200
Family support subsidy		19,364,900
Housing and support services		11,322,500
GROSS APPROPRIATION	$	57,677,300

		For Fiscal Year Ending Sept. 30, 2014
Appropriated from:		
Federal revenues:		
Total federal revenues	$	19,926,000
Social security act, temporary assistance for needy families		19,545,400
Special revenue funds:		
Total private revenues		200,000
Total other state restricted revenues		3,002,800
State general fund/general purpose	$	15,003,100

Sec. 104. BEHAVIORAL HEALTH SERVICES

Full-time equated classified positions 9.5		
Medicaid mental health services	$	2,152,917,100
Community mental health non-Medicaid services		283,688,700
Medicaid adult benefits waiver		31,989,600
Mental health services for special populations		8,842,800
Medicaid substance abuse services		46,184,400
CMHSP, purchase of state services contracts		137,761,600
Civil service charges		1,499,300
Federal mental health block grant—2.5 FTE positions		15,440,000
State disability assistance program substance abuse services		2,018,800
Community substance abuse prevention, education, and treatment programs		80,093,000
Children's waiver home care program		21,544,900
Nursing home PAS/ARR-OBRA—7.0 FTE positions		12,252,100
Children with serious emotional disturbance waiver		12,651,000
GROSS APPROPRIATION	$	2,806,883,300
Appropriated from:		
Interdepartmental grant revenues:		
Interdepartmental grant from the department of human services		6,194,900
Federal revenues:		
Total federal revenues		1,595,325,300
Special revenue funds:		
Total local revenues		25,228,900
Total other state restricted revenues		22,276,700
State general fund/general purpose	$	1,157,857,500

Sec. 105. STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL HEALTH SERVICES

Total average population 893.0		
Full-time equated classified positions 2,130.9		
Caro Regional Mental Health Center - psychiatric hospital - adult—461.3 FTE positions	$	55,019,700
Average population 185.0		
Kalamazoo Psychiatric Hospital - adult—466.1 FTE positions		63,649,300
Average population 189.0		
Walter P. Reuther Psychiatric Hospital - adult—420.8 FTE positions		54,087,000
Average population 234.0		
Hawthorn Center - psychiatric hospital - children and adolescents—226.4 FTE positions		28,433,800
Average population 75.0		
Center for forensic psychiatry—556.3 FTE positions		71,187,800
Average population 210.0		
Revenue recapture		750,000
IDEA, federal special education		120,000
Special maintenance		332,500
Purchase of medical services for residents of hospitals and centers		445,600
Gifts and bequests for patient living and treatment environment		1,000,000
GROSS APPROPRIATION	$	275,025,700
Appropriated from:		
Federal revenues:		
Total federal revenues		34,529,300

		For Fiscal Year Ending Sept. 30, 2014
Special revenue funds:		
CMHSP, purchase of state services contracts	$	137,761,600
Other local revenues		19,163,800
Total private revenues		1,000,000
Total other state restricted revenues		16,733,800
State general fund/general purpose	$	65,837,200

Sec. 106. PUBLIC HEALTH ADMINISTRATION

Full-time equated classified positions 102.9		
Public health administration—7.3 FTE positions	$	1,549,500
Health and wellness initiatives—11.7 FTE positions		8,189,800
Minority health grants and contracts—2.5 FTE positions		612,700
Vital records and health statistics—81.4 FTE positions		11,370,600
GROSS APPROPRIATION	$	21,722,600
Appropriated from:		
Interdepartmental grant revenues:		
Interdepartmental grant from the department of human services		1,199,200
Federal revenues:		
Total federal revenues		4,224,400
Special revenue funds:		
Total other state restricted revenues		11,970,700
State general fund/general purpose	$	4,328,300

Sec. 107. HEALTH POLICY

Full-time equated classified positions 64.8		
Emergency medical services program—23.0 FTE positions	$	6,187,400
Health policy administration—24.1 FTE positions		4,377,600
Health innovation grants		1,500,000
Nurse education and research program—3.0 FTE positions		769,900
Certificate of need program administration—12.3 FTE positions		2,763,700
Rural health services—1.0 FTE position		1,531,500
Michigan essential health provider		2,491,300
Primary care services—1.4 FTE positions		3,731,300
GROSS APPROPRIATION	$	23,352,700
Appropriated from:		
Interdepartmental grant revenues:		
Interdepartmental grant from the department of licensing and regulatory affairs		2,066,400
Interdepartmental grant from the department of treasury, Michigan state hospital finance authority		114,900
Federal revenues:		
Total federal revenues		7,164,000
Special revenue funds:		
Total private revenues		255,000
Total other state restricted revenues		7,536,600
State general fund/general purpose	$	6,215,800

Sec. 108. INFECTIOUS DISEASE CONTROL

Full-time equated classified positions 49.5		
AIDS prevention, testing, and care programs—15.7 FTE positions	$	69,164,400
Immunization program—12.8 FTE positions		14,999,000
Pediatric AIDS prevention and control—1.0 FTE position		1,233,100
Sexually transmitted disease control program—20.0 FTE positions		6,213,800
GROSS APPROPRIATION	$	91,610,300
Appropriated from:		
Federal revenues:		
Total federal revenues		42,783,000
Special revenue funds:		
Total private revenues		38,278,400
Total other state restricted revenues		7,696,700
State general fund/general purpose	$	2,852,200

		For Fiscal Year Ending Sept. 30, 2014
Sec. 109. LABORATORY SERVICES		
Full-time equated classified positions 100.0		
Laboratory services—100.0 FTE positions	$	18,167,000
GROSS APPROPRIATION	$	18,167,000
Appropriated from:		
Interdepartmental grant revenues:		
Interdepartmental grant from the department of environmental quality		480,700
Federal revenues:		
Total federal revenues		2,271,300
Special revenue funds:		
Total other state restricted revenues		8,728,000
State general fund/general purpose	$	6,687,000
Sec. 110. EPIDEMIOLOGY		
Full-time equated classified positions 115.1		
AIDS surveillance and prevention program	$	2,254,100
Bioterrorism preparedness—55.0 FTE positions		35,466,400
Epidemiology administration—41.6 FTE positions		12,257,200
Healthy homes program—8.0 FTE positions		4,212,400
Newborn screening follow-up and treatment services—10.5 FTE positions		6,026,100
Tuberculosis control and prevention		867,000
GROSS APPROPRIATION	$	61,083,200
Appropriated from:		
Federal revenues:		
Total federal revenues		50,165,300
Special revenue funds:		
Total private revenues		238,000
Total other state restricted revenues		7,416,800
State general fund/general purpose	$	3,263,100
Sec. 111. LOCAL HEALTH ADMINISTRATION AND GRANTS		
Full-time equated classified positions 2.0		
Essential local public health services	$	39,386,100
Implementation of 1993 PA 133, MCL 333.17015		20,000
Local health services—2.0 FTE positions		533,300
Medicaid outreach cost reimbursement to local health departments		9,000,000
GROSS APPROPRIATION	$	48,939,400
Appropriated from:		
Federal revenues:		
Total federal revenues		9,533,300
Special revenue funds:		
Total local revenues		5,150,000
State general fund/general purpose	$	34,256,100
Sec. 112. CHRONIC DISEASE AND INJURY PREVENTION AND HEALTH PROMOTION		
Full-time equated classified positions 63.3		
Cancer prevention and control program—11.0 FTE positions	$	14,987,100
Chronic disease control and health promotion administration—29.4 FTE positions		6,273,100
Diabetes and kidney program—8.0 FTE positions		1,885,600
Injury control intervention project		1,450,000
Smoking prevention program—12.0 FTE positions		2,576,800
Violence prevention—2.9 FTE positions		2,170,600
GROSS APPROPRIATION	$	29,343,200
Appropriated from:		
Federal revenues:		
Total federal revenues		25,000,900

		For Fiscal Year Ending Sept. 30, 2014
Special revenue funds:		
Total private revenues	$	500,000
Total other state restricted revenues		728,400
State general fund/general purpose	$	3,113,900

Sec. 113. FAMILY, MATERNAL, AND CHILDREN'S HEALTH SERVICES

Full-time equated classified positions 53.6		
Childhood lead program—2.5 FTE positions	$	1,243,200
Dental programs—3.0 FTE positions		1,643,800
Dental program for persons with developmental disabilities		151,000
Family, maternal, and children's health services administration—41.6 FTE positions		7,245,200
Family planning local agreements		9,085,700
Local MCH services		7,018,100
Pregnancy prevention program		602,100
Prenatal care outreach and service delivery support—4.0 FTE positions		11,301,400
Special projects—2.5 FTE positions		7,927,700
Sudden infant death syndrome program		321,300
GROSS APPROPRIATION	$	46,539,500
Appropriated from:		
Federal revenues:		
Total federal revenues		36,619,400
Special revenue funds:		
Total local revenues		75,000
Total private revenues		874,500
State general fund/general purpose	$	8,970,600

Sec. 114. WOMEN, INFANTS, AND CHILDREN FOOD AND NUTRITION PROGRAM

Full-time equated classified positions 45.0		
Women, infants, and children program administration and special projects—45.0 FTE positions	$	17,832,600
Women, infants, and children program local agreements and food costs		256,285,000
GROSS APPROPRIATION	$	274,117,600
Appropriated from:		
Federal revenues:		
Total federal revenues		213,039,700
Special revenue funds:		
Total private revenues		61,077,900
State general fund/general purpose	$	0

Sec. 115. CHILDREN'S SPECIAL HEALTH CARE SERVICES

Full-time equated classified positions 46.8		
Children's special health care services administration—44.0 FTE positions	$	5,506,600
Bequests for care and services—2.8 FTE positions		1,524,100
Outreach and advocacy		5,510,000
Nonemergency medical transportation		1,505,900
Medical care and treatment		147,545,600
GROSS APPROPRIATION	$	161,592,200
Appropriated from:		
Federal revenues:		
Total federal revenues		71,632,800
Special revenue funds:		
Total private revenues		1,005,900
Total other state restricted revenues		3,854,600
State general fund/general purpose	$	85,098,900

Sec. 116. CRIME VICTIM SERVICES COMMISSION

Full-time equated classified positions 13.0		
Grants administration services—13.0 FTE positions	$	2,099,100
Justice assistance grants		19,106,100
Crime victim rights services grants		16,570,000
GROSS APPROPRIATION	$	37,775,200

		For Fiscal Year Ending Sept. 30, 2014
Appropriated from:		
Federal revenues:		
Total federal revenues	$	23,494,800
Special revenue funds:		
Total other state restricted revenues		14,280,400
State general fund/general purpose	$	0

Sec. 117. OFFICE OF SERVICES TO THE AGING

Full-time equated classified positions 40.0		
Office of services to aging administration—40.0 FTE positions	$	6,389,200
Community services		36,614,400
Nutrition services		37,244,000
Foster grandparent volunteer program		2,233,600
Retired and senior volunteer program		627,300
Senior companion volunteer program		1,604,400
Employment assistance		3,500,000
Respite care program		5,868,700
GROSS APPROPRIATION	$	94,081,600
Appropriated from:		
Federal revenues:		
Total federal revenues		58,154,600
Special revenue funds:		
Total private revenues		677,500
Merit award trust fund		4,068,700
Total other state restricted revenues		1,800,000
State general fund/general purpose	$	29,380,800

Sec. 118. MEDICAL SERVICES ADMINISTRATION

Full-time equated classified positions 458.5		
Medical services administration—434.5 FTE positions	$	69,509,000
Facility inspection contract		132,800
MIChild administration		4,327,800
Electronic health record incentive program—24.0 FTE positions		144,193,800
GROSS APPROPRIATION	$	218,163,400
Appropriated from:		
Federal revenues:		
Total federal revenues		192,216,000
Special revenue funds:		
Total local revenues		105,900
Total private revenues		100,000
Total other state restricted revenues		330,000
State general fund/general purpose	$	25,411,500

Sec. 119. MEDICAL SERVICES

Hospital services and therapy	$	1,186,608,000
Hospital disproportionate share payments		45,000,000
Physician services		451,403,600
Medicare premium payments		427,208,000
Pharmaceutical services		289,310,900
Home health services		5,000,000
Hospice services		115,000,000
Transportation		23,935,800
Auxiliary medical services		9,000,000
Dental services		190,697,600
Ambulance services		11,775,900
Long-term care services		1,780,000,000
Integrated care organization services		100
Medicaid home- and community-based services waiver		299,895,900
Adult home help services		318,684,800
Personal care services		12,891,900

		For Fiscal Year Ending Sept. 30, 2014
Program of all-inclusive care for the elderly	$	50,254,300
Autism services		35,171,800
Health plan services		4,746,202,000
MIChild program		69,720,100
Plan first family planning waiver		13,628,100
Medicaid adult benefits waiver		105,877,700
Special indigent care payments		95,738,900
Federal Medicare pharmaceutical program		183,628,900
Maternal and child health		20,279,500
Subtotal basic medical services program		10,486,913,800
School-based services		131,502,700
Special Medicaid reimbursement		337,217,600
Subtotal special medical services payments		468,720,300
GROSS APPROPRIATION	$	10,955,634,100
Appropriated from:		
Federal revenues:		
Total federal revenues		7,430,724,800
Special revenue funds:		
Total local revenues		64,335,000
Total private revenues		2,100,000
Merit award trust fund		81,766,000
Total other state restricted revenues		1,970,475,600
State general fund/general purpose	$	1,406,232,700
Sec. 120. INFORMATION TECHNOLOGY		
Information technology services and projects	$	36,763,300
Michigan Medicaid information system		50,201,100
GROSS APPROPRIATION	$	86,964,400
Appropriated from:		
Federal revenues:		
Total federal revenues		45,235,900
Special revenue funds:		
Total private revenues		20,000,000
Total other state restricted revenues		1,977,300
State general fund/general purpose	$	19,751,200
Sec. 121. ONE-TIME BASIS ONLY APPROPRIATIONS		
Hospital services and therapy - graduate medical education	$	4,314,200
Michigan Medicaid information system		18,300,000
Primary care services - island health clinics		325,000
Mental health innovation		5,000,000
University autism centers and services		2,000,000
GROSS APPROPRIATION	$	29,939,200
Appropriated from:		
Federal revenues:		
Total federal revenues		18,864,200
State general fund/general purpose	$	11,075,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS FOR FISCAL YEAR 2013-2014

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2013-2014 is $5,081,482,900.00 and state spending from state resources to be paid

to local units of government for fiscal year 2013-2014 is $1,227,298,200.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF COMMUNITY HEALTH		
BEHAVIORAL HEALTH PROGRAM ADMINISTRATION		
Community residential and support services	$	451,500
Housing and support services		77,500
BEHAVIORAL HEALTH SERVICES		
State disability assistance program substance abuse services	$	2,018,000
Community substance abuse prevention, education, and treatment programs		14,555,400
Medicaid mental health services		696,836,700
Community mental health non-Medicaid services		283,688,700
Mental health services for special populations		8,842,800
Medicaid adult benefits waiver		10,774,100
Medicaid substance abuse services		15,555,300
Children's waiver home care program		5,871,900
Nursing home PAS/ARR-OBRA		2,721,700
HEALTH POLICY		
Primary care services	$	88,900
INFECTIOUS DISEASE CONTROL		
AIDS prevention, testing, and care programs	$	1,041,100
Sexually transmitted disease control program		174,500
LABORATORY SERVICES		
Laboratory services	$	2,800
LOCAL HEALTH ADMINISTRATION AND GRANTS		
Implementation of 1993 PA 133, MCL 333.17015	$	5,700
Essential local public health services		34,236,100
CHRONIC DISEASE AND INJURY PREVENTION AND HEALTH PROMOTION		
Cancer prevention and control program	$	94,700
FAMILY, MATERNAL, AND CHILDREN'S HEALTH SERVICES		
Prenatal care outreach and service delivery support	$	2,100,000
CHILDREN'S SPECIAL HEALTH CARE SERVICES		
Medical care and treatment	$	585,300
Outreach and advocacy		1,250,800
CRIME VICTIM SERVICES COMMISSION		
Crime victim rights services grants	$	6,180,200
OFFICE OF SERVICES TO THE AGING		
Community services	$	12,229,300
Nutrition services		8,783,000
Foster grandparent volunteer program		536,400
Retired and senior volunteer program		147,300
Senior companion volunteer program		183,400
Respite care program		5,115,000
MEDICAL SERVICES		
Dental services	$	1,364,200
Long-term care services		80,798,400
Transportation		3,583,000
Medicaid adult benefits waiver		10,481,900
Hospital services and therapy		2,489,000
Physician services		14,433,600
TOTAL OF PAYMENTS TO LOCAL UNITS OF GOVERNMENT	$	1,227,298,200

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

Sec. 203. As used in this article:

(a) "AIDS" means acquired immunodeficiency syndrome.

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

(c) "Current fiscal year" means the fiscal year ending September 30, 2014.

(d) "Department" means the department of community health.

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

(f) "DSH" means disproportionate share hospital.

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

(h) "Federal health care reform legislation" means the patient protection and affordable care act, Public Law 111-148, and the health care and education reconciliation act of 2010, Public Law 111-152.

(i) "Federal poverty level" means the poverty guidelines published annually in the federal register by the United States department of health and human services under its authority to revise the poverty line under 42 USC 9902.

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

(k) "GME" means graduate medical education.

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

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

(n) "HIV" means human immunodeficiency virus.

(o) "HMO" means health maintenance organization.

(p) "IDEA" means the individuals with disabilities education act, 20 USC 1400 to 1482.

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

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

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

(t) "PIHP" means a specialty prepaid inpatient health plan for Medicaid mental health services, services to individuals with developmental disabilities, and substance abuse services. Specialty prepaid inpatient health plans are described in section 232b of the mental health code, 1974 PA 258, MCL 330.1232b.

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

(v) "Title XVIII" and "Medicare" mean title XVIII of the social security act, 42 USC 1395 to 1395kkk-1.

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

(x) "Title XX" means title XX of the social security act, 42 USC 1397 to 1397m-5.

Sec. 206. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $200,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

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

Sec. 207. The department shall maintain, on a public accessible website, a department scorecard that identifies, tracks, and regularly updates key metrics that are used to monitor and improve the department's performance.

Sec. 208. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this article. This requirement may include transmission of reports via electronic mail to the recipients identified for each reporting requirement, or it may include placement of reports on the Internet or Intranet site.

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

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

Sec. 211. If the revenue collected by the department from fees and collections exceeds the amount appropriated in part 1, the revenue may be carried forward with the approval of the state budget director into the subsequent fiscal year. The revenue carried forward under this section shall be used as the first source of funds in the subsequent fiscal year.

Sec. 212. (1) On or before February 1 of the current fiscal year, the department shall report to the house and senate appropriations subcommittees on community health, the house and senate fiscal agencies, and the state budget director on the detailed name and amounts of federal, restricted, private, and local sources of revenue that support the appropriations in each of the line items in part 1.

(2) Upon the release of the next fiscal year executive budget recommendation, the department shall report to the same parties in subsection (1) on the amounts and detailed sources of federal, restricted, private, and local revenue proposed to support the total funds appropriated in each of the line items in part 1 of the next fiscal year executive budget proposal.

Sec. 213. The state departments, agencies, and commissions receiving tobacco tax funds and healthy Michigan funds from part 1 shall report by April 1 of the current fiscal year to the senate and house appropriations committees, the senate and house fiscal agencies, and the state budget director on the following:

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

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

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

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

(e) Any other information considered necessary by the house of representatives or senate appropriations committees or the state budget director.

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

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

Sec. 218. The department shall include the following in its annual list of proposed basic health services as required in part 23 of the public health code, 1978 PA 368, MCL 333.2301 to 333.2321:

(a) Immunizations.

(b) Communicable disease control.

(c) Sexually transmitted disease control.

(d) Tuberculosis control.

(e) Prevention of gonorrhea eye infection in newborns.

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

(g) Community health annex of the Michigan emergency management plan.

(h) Prenatal care.

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

(a) A detailed description of each funded project.

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

(c) The expected project duration.

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

(2) On or before September 30 of the current fiscal year, the department shall provide to the same parties listed in subsection (1) a copy of all reports, studies, and publications produced by the Michigan public health institute, its subcontractors, or the department with the funds appropriated in part 1 and allocated to the Michigan public health institute.

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

Sec. 264. (1) Upon submission of a Medicaid waiver, a Medicaid state plan amendment, or a similar proposal to the centers for Medicare and Medicaid services, the department shall notify the house and senate appropriations subcommittees on community health and the house and senate fiscal agencies of the submission.

(2) The department shall provide written or verbal biannual reports to the senate and house appropriations subcommittees on community health and the senate and house fiscal agencies summarizing the status of any new or ongoing discussions with the centers for Medicare and Medicaid services or the federal department of health and human services regarding potential or future Medicaid waiver applications.

(3) The department shall inform the senate and house appropriations subcommittees on community health and the senate and house fiscal agencies of any alterations or adjustments made to the published plan for integrated care for individuals who are dual Medicare/Medicaid eligibles when the final version of the plan has been submitted to the federal centers for Medicare and Medicaid services or the federal department of health and human services.

(4) At least 30 days before implementation of the plan for integrated care for individuals who are dual Medicare/Medicaid eligibles, the department shall submit the plan to the legislature for review.

Sec. 265. The department and agencies receiving appropriations in part 1 shall receive and retain copies of all reports funded from appropriations in part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The department may electronically retain copies of reports unless otherwise required by federal and state guidelines.

Sec. 266. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the senate and house appropriations committees, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

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

Sec. 267. The department shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.

Sec. 270. Within 180 days after receipt of the notification from the attorney general's office of a legal action in which expenses had been recovered pursuant to section 106(4) of the social welfare act, 1939 PA 280, MCL 400.106, or any other statute under which the department has the right to recover expenses, the department shall submit a written report to the house and senate appropriations subcommittees on community health, the house and senate fiscal agencies, and the state budget office which includes, at a minimum, all of the following:

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

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

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

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

Sec. 276. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 282. (1) The department, through its organizational units responsible for departmental administration, operation, and finance, shall establish uniform definitions, standards, and instructions for the classification, allocation, assignment, calculation, recording, and reporting of administrative costs by the following entities:

(a) Coordinating agencies on substance abuse and the Salvation Army harbor light program that receive payment or reimbursement from funds appropriated under section 104.

(b) Area agencies on aging and local providers that receive payment or reimbursement from funds appropriated under section 117.

(2) By May 15 of the current fiscal year, the department shall provide a written draft of its proposed definitions, standards, and instructions to the house of representatives and senate appropriations subcommittees on community health, the house and senate fiscal agencies, and the state budget director.

Sec. 287. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees, and the senate and house fiscal agencies.

Sec. 292. The department shall cooperate with the department of technology, management, and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following:

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

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

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

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

(e) Job specifications and wage rates.

Sec. 296. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees on community health, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2013 and September 30, 2014.

Sec. 298. From the funds appropriated in part 1 for the Michigan Medicaid information system line item, $20,000,000.00 in private revenue will be allocated for the Michigan-Illinois alliance Medicaid management information systems project.

Sec. 299. No state department or agency shall issue a request for proposal (RFP) for a contract in excess of $5,000,000.00, unless the department or agency has first considered issuing a request for information (RFI) or a request for qualification (RFQ) relative to that contract to better enable the department or agency to learn more about the market for the products or services that are the subject of the RFP. The department or agency shall notify the department of technology, management, and budget of the evaluation process used to determine if an RFI or RFQ was not necessary prior to issuing the RFP.

BEHAVIORAL HEALTH SERVICES

Sec. 401. Funds appropriated in part 1 are intended to support a system of comprehensive community mental health services under the full authority and responsibility of local CMHSPs or PIHPs. The department shall ensure that each CMHSP or PIHP provides all of the following:

(a) A system of single entry and single exit.

(b) A complete array of mental health services that includes, but is not limited to, all of the following services: residential and other individualized living arrangements, outpatient services, acute inpatient services, and long-term, 24-hour inpatient care in a structured, secure environment.

(c) The coordination of inpatient and outpatient hospital services through agreements with state-operated psychiatric hospitals, units, and centers in facilities owned or leased by the state, and privately-owned hospitals, units, and centers licensed by the state pursuant to sections 134 through 149b of the mental health code, 1974 PA 258, MCL 330.1134 to 330.1149b.

(d) Individualized plans of service that are sufficient to meet the needs of individuals, including those discharged from psychiatric hospitals or centers, and that ensure the full range of recipient needs is addressed through the CMHSP's or PIHP's program or through assistance with locating and obtaining services to meet these needs.

(e) A system of case management or care management to monitor and ensure the provision of services consistent with the individualized plan of services or supports.

(f) A system of continuous quality improvement.

(g) A system to monitor and evaluate the mental health services provided.

(h) A system that serves at-risk and delinquent youth as required under the provisions of the mental health code, 1974 PA 258, MCL 330.1001 to 330.2106.

Sec. 402. (1) From funds appropriated in part 1, final authorizations to CMHSPs or PIHPs shall be made upon the execution of contracts between the department and CMHSPs or PIHPs. The contracts shall contain an approved plan and budget as well as policies and procedures governing the obligations and responsibilities of both parties to the contracts. Each contract with a CMHSP or PIHP that the department is authorized to enter into under this subsection shall include a provision that the contract is not valid unless the total dollar obligation for all of the contracts between the department and the CMHSPs or PIHPs entered into under this subsection for the current fiscal year does not exceed the amount of money appropriated in part 1 for the contracts authorized under this subsection.

(2) The department shall immediately report to the senate and house appropriations subcommittees on community health, the senate and house fiscal agencies, and the state budget director if either of the following occurs:

(a) Any new contracts with CMHSPs or PIHPs that would affect rates or expenditures are enacted.

(b) Any amendments to contracts with CMHSPs or PIHPs that would affect rates or expenditures are enacted.

(3) The report required by subsection (2) shall include information about the changes and their effects on rates and expenditures.

Sec. 403. (1) From the funds appropriated in part 1 for mental health services for special populations, the department shall ensure that CMHSPs or PIHPs meet with multicultural service providers to develop a workable framework for contracting, service delivery, and reimbursement.

(2) Funds appropriated in part 1 for mental health services for special populations shall not be utilized for services provided to illegal immigrants, fugitive felons, and individuals who are not residents of this state. The department shall maintain contracts with recipients of multicultural services grants that mandate grantees establish that recipients of services are legally residing in the United States. An exception to the contractual provision shall be allowed to address individuals presenting with emergent mental health conditions.

(3) The department shall require an annual report from the independent organizations that receive mental health services for special populations funding. The annual report, due January 1 of the current fiscal year, shall include specific information on services and programs provided, the client base to which the services and programs were provided, information on any wraparound services provided, and the expenditures for those services. The department shall provide the annual reports to the senate and house appropriations subcommittees on community health and the senate and house fiscal agencies.

Sec. 404. (1) Not later than May 31 of the current fiscal year, the department shall provide a report on the community mental health services programs to the members of the house and senate appropriations subcommittees on community health, the house and senate fiscal agencies, and the state budget director that includes the information required by this section.

(2) The report shall contain information for each CMHSP or PIHP and a statewide summary, each of which shall include at least the following information:

(a) A demographic description of service recipients which, minimally, shall include reimbursement eligibility, client population, age, ethnicity, housing arrangements, and diagnosis.

(b) Per capita expenditures by client population group.

(c) Financial information that, minimally, includes a description of funding authorized; expenditures by client group and fund source; and cost information by service category, including administration. Service category includes all department-approved services.

(d) Data describing service outcomes that includes, but is not limited to, an evaluation of consumer satisfaction, consumer choice, and quality of life concerns including, but not limited to, housing and employment.

(e) Information about access to community mental health services programs that includes, but is not limited to, the following:

(*i*) The number of people receiving requested services.

(*ii*) The number of people who requested services but did not receive services.

(f) The number of second opinions requested under the code and the determination of any appeals.

(g) An analysis of information provided by CMHSPs in response to the needs assessment requirements of the mental health code, 1974 PA 258, MCL 330.1001 to 330.2106, including information about the number of individuals in the service delivery system who have requested and are clinically appropriate for different services.

(h) Lapses and carryforwards during the immediately preceding fiscal year for CMHSPs or PIHPs.

(i) Information about contracts for mental health services entered into by CMHSPs or PIHPs with providers, including, but not limited to, all of the following:

(*i*) The amount of the contract, organized by type of service provided.

(*ii*) Payment rates, organized by the type of service provided.

(*iii*) Administrative costs for services provided to CMHSPs or PIHPs.

(j) Information on the community mental health Medicaid managed care program, including, but not limited to, both of the following:

(*i*) Expenditures by each CMHSP or PIHP organized by Medicaid eligibility group, including per eligible individual expenditure averages.

(*ii*) Performance indicator information required to be submitted to the department in the contracts with CMHSPs or PIHPs.

(k) An estimate of the number of direct care workers in local residential settings and paraprofessional and other nonprofessional direct care workers in settings where skill building, community living supports and training, and personal care services are provided by CMHSPs or PIHPs as of September 30 of the prior fiscal year employed directly or through contracts with provider organizations.

(3) The department shall include data reporting requirements listed in subsection (2) in the annual contract with each individual CMHSP or PIHP.

(4) The department shall take all reasonable actions to ensure that the data required are complete and consistent among all CMHSPs or PIHPs.

Sec. 406. (1) The funds appropriated in part 1 for the state disability assistance substance abuse services program shall be used to support per diem room and board payments in substance abuse residential facilities. Eligibility of clients for the state disability assistance substance abuse services program shall include needy persons 18 years of age or older, or emancipated minors, who reside in a substance abuse treatment center.

(2) The department shall reimburse all licensed substance abuse programs eligible to participate in the program at a rate equivalent to that paid by the department of human services to adult foster care providers. Programs accredited by department-approved accrediting organizations shall be reimbursed at the personal care rate, while all other eligible programs shall be reimbursed at the domiciliary care rate.

Sec. 407. (1) The amount appropriated in part 1 for substance abuse prevention, education, and treatment grants shall be expended to coordinate care and services provided to individuals with severe and persistent mental illness and substance abuse diagnoses.

(2) The department shall approve managing entity fee schedules for providing substance abuse services and charge participants in accordance with their ability to pay.

(3) The managing entity shall continue current efforts to collaborate on the delivery of services to those clients with mental illness and substance abuse diagnoses with the goal of providing services in an administratively efficient manner.

Sec. 408. (1) By April 1 of the current fiscal year, the department shall report the following data from the prior fiscal year on substance abuse prevention, education, and treatment programs to the senate and house appropriations subcommittees on community health, the senate and house fiscal agencies, and the state budget office:

(a) Expenditures stratified by department-designated community mental health entity, by central diagnosis and referral agency, by fund source, by subcontractor, by population served, and by service type. Additionally, data on administrative expenditures by department-designated community mental health entity shall be reported.

(b) Expenditures per state client, with data on the distribution of expenditures reported using a histogram approach.

(c) Number of services provided by central diagnosis and referral agency, by subcontractor, and by service type. Additionally, data on length of stay, referral source, and participation in other state programs.

(d) Collections from other first- or third-party payers, private donations, or other state or local programs, by department-designated community mental health entity, by subcontractor, by population served, and by service type.

(2) The department shall take all reasonable actions to ensure that the required data reported are complete and consistent among all department-designated community mental health entities.

Sec. 410. The department shall assure that substance abuse treatment is provided to applicants and recipients of public assistance through the department of human services who are required to obtain substance abuse treatment as a condition of eligibility for public assistance.

Sec. 411. (1) The department shall ensure that each contract with a CMHSP or PIHP requires the CMHSP or PIHP to implement programs to encourage diversion of individuals with serious mental illness, serious emotional disturbance, or developmental disability from possible jail incarceration when appropriate.

(2) Each CMHSP or PIHP shall have jail diversion services and shall work toward establishing working relationships with representative staff of local law enforcement agencies, including county prosecutors' offices, county sheriffs' offices, county jails, municipal police agencies, municipal detention facilities, and the courts. Written interagency agreements describing what services each participating agency is prepared to commit to the local jail diversion effort and the procedures to be used by local law enforcement agencies to access mental health jail diversion services are strongly encouraged.

Sec. 412. The department shall contract directly with the Salvation Army harbor light program to provide non-Medicaid substance abuse services.

Sec. 418. On or before the tenth of each month, the department shall report to the senate and house appropriations subcommittees on community health, the senate and house fiscal agencies, and the state budget director on the amount of funding paid to PIHPs to support the Medicaid managed mental health care program in the preceding month. The information shall include the total paid to each PIHP, per capita rate paid for each eligibility group for each PIHP, and number of cases in each eligibility group for each PIHP, and year-to-date summary of eligibles and expenditures for the Medicaid managed mental health care program.

Sec. 424. Each PIHP that contracts with the department to provide services to the Medicaid population shall adhere to the following timely claims processing and payment procedure for claims submitted by health professionals and facilities:

(a) A "clean claim" as described in section 111i of the social welfare act, 1939 PA 280, MCL 400.111i, shall be paid within 45 days after receipt of the claim by the PIHP. A clean claim that is not paid within this time frame shall bear simple interest at a rate of 12% per annum.

(b) A PIHP shall state in writing to the health professional or facility any defect in the claim within 30 days after receipt of the claim.

(c) A health professional and a health facility have 30 days after receipt of a notice that a claim or a portion of a claim is defective within which to correct the defect. The PIHP shall pay the claim within 30 days after the defect is corrected.

Sec. 428. Each PIHP shall provide, from internal resources, local funds to be used as a bona fide part of the state match required under the Medicaid program in order to increase capitation rates for PIHPs. These funds shall not include either state funds received by a CMHSP for services provided to non-Medicaid recipients or the state matching portion of the Medicaid capitation payments made to a PIHP.

Sec. 435. A county required under the provisions of the mental health code, 1974 PA 258, MCL 330.1001 to 330.2106, to provide matching funds to a CMHSP for mental health services rendered to residents in its jurisdiction shall pay the matching funds in equal installments on not less than a quarterly basis throughout the fiscal year, with the first payment being made by October 1 of the current fiscal year.

Sec. 474. The department shall ensure that each contract with a CMHSP or PIHP requires the CMHSP or PIHP to provide each recipient and his or her family with information regarding the different types of guardianship and the alternatives to guardianship. A CMHSP or PIHP shall not, in any manner, attempt to reduce or restrict the ability of a recipient or his or her family from seeking to obtain any form of legal guardianship without just cause.

Sec. 490. (1) The department shall develop a plan to maximize uniformity and consistency in the standards required of providers contracting directly with PIHPs and CMHSPs. The standards shall include, but are not limited to, contract language, training requirements for direct support staff, performance indicators, financial and program audits, and billing procedures.

(2) The department shall provide a status report to the senate and house appropriations subcommittees on community health, the senate and house fiscal agencies, and the state budget director on implementation of the plan by July 1 of the current fiscal year.

Sec. 491. The department shall explore changes in program policy in the habilitation supports waiver for persons with developmental disabilities that would permit the movement of a slot that has become available to a county that has demonstrated a greater need for the services.

Sec. 492. If a CMHSP has entered into an agreement with a county or county sheriff to provide mental health services to the inmates of the county jail, the department shall not prohibit the use of state general fund/general purpose dollars by CMHSPs to provide mental health services to inmates of a county jail.

Sec. 494. (1) Contingent upon federal approval, if a CMHSP, PIHP, or subcontracting provider agency is reviewed and accredited by a national accrediting entity for behavioral health care services, the department, by April 1 of the current fiscal year, shall consider that CMHSP, PIHP, or subcontracting provider agency in compliance with state program review and audit requirements that are addressed and reviewed by that national accrediting entity.

(2) By June 1 of the current fiscal year, the department shall report to the house and senate appropriations subcommittees on community health, the house and senate fiscal agencies, and the state budget office all of the following:

(a) A list of each CMHSP, PIHP, and subcontracting provider agency that is considered in compliance with state program review and audit requirements under subsection (1).

(b) For each CMHSP, PIHP, or subcontracting provider agency described in subdivision (a), all of the following:

(*i*) The state program review and audit requirements that the CMHSP, PIHP, or subcontracting provider agency is considered in compliance with.

(*ii*) The national accrediting entity that reviewed and accredited the CMHSP, PIHP, or subcontracting provider agency.

(3) The department shall continue to comply with state and federal law and shall not initiate an action that negatively impacts beneficiary safety.

(4) As used in this section, "national accrediting entity" means the joint commission on accreditation of healthcare organizations, the commission on accreditation of rehabilitation facilities, the council of accreditation, the utilization review accreditation commission, the national committee for quality assurance, or other appropriate entity, as approved by the department.

Sec. 496. CMHSPs and PIHPs are permitted to offset state funding reductions by limiting the administrative component of their contracts with providers and case management to a maximum of 9%.

Sec. 497. The population data used in determining the distribution of substance abuse block grant funds shall be from the most recent federal census.

Sec. 498. (1) The department shall use standard program evaluation measures to assess the effectiveness of heroin and other opiates treatment programs provided through coordinating agencies and service providers in reducing and preventing the incidence of substance use disorders. The measures established by the department shall be modeled after the program outcome measures and best practice guidelines for the treatment of heroin and other opiates as prescribed by the federal substance abuse and mental health services administration.

(2) By May 15 of the current fiscal year, the department shall provide a report to the house and senate appropriations subcommittees on community health, the house and senate fiscal agencies, and the state budget office on the effectiveness of treatment programs for heroin and other opiates.

Sec. 499. The department shall continue efforts to use mental health funding to address the mental health needs of deaf and hard-of-hearing persons. The department shall report to the senate and house appropriations subcommittees on community health on the results of this process by March 1 of the current fiscal year.

Sec. 500. Of the funds appropriated in part 1 for the jail diversion programs initiative, the department shall give priority to the following:

(a) County sheriffs, including the St. Joseph County sheriff.

(b) Community court or similar projects, including the 36th District Court community court project.

Sec. 502. The department shall explore developing an outreach program on fetal alcohol syndrome services. The department shall report to the senate and house subcommittees on community health by April 1 of the current fiscal year on efforts to prevent and combat fetal alcohol syndrome as well as deficiencies in efforts to reduce the incidence of fetal alcohol syndrome.

Sec. 503. The department shall consult with CMHSPs from across this state when developing policies and procedures that will impact PIHPs or CMHSPs.

Sec. 504. (1) The department shall create a workgroup to make recommendations to achieve more uniformity in capitation payments made to the PIHPs.

(2) The workgroup shall include but not be limited to representatives of the department, PIHPs, and CMHSPs.

(3) The department shall provide the workgroup's recommendations to the senate and house appropriations subcommittees on community health, the senate and house fiscal agencies, and the state budget director by March 1 of the current fiscal year.

STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL HEALTH SERVICES

Sec. 601. The department shall continue a revenue recapture project to generate additional revenues from third parties related to cases that have been closed or are inactive. A portion of revenues collected through project efforts may be used for departmental costs and contractual fees associated with these retroactive collections and to improve ongoing departmental reimbursement management functions.

Sec. 602. The purpose of gifts and bequests for patient living and treatment environments is to use additional private funds to provide specific enhancements for individuals residing at state-operated facilities. Use of the gifts and bequests shall be consistent with the stipulation of the donor. The expected completion date for the use of gifts and bequests donations is within 3 years unless otherwise stipulated by the donor.

Sec. 605. (1) The department shall not implement any closures or consolidations of state hospitals, centers, or agencies until CMHSPs or PIHPs have programs and services in place for those individuals currently in those facilities and a plan for service provision for those individuals who would have been admitted to those facilities.

(2) All closures or consolidations are dependent upon adequate department-approved CMHSP and PIHP plans that include a discharge and aftercare plan for each individual currently in the facility. A discharge and aftercare plan shall address the individual's housing needs. A homeless shelter or similar temporary shelter arrangements are inadequate to meet the individual's housing needs.

(3) Four months after the certification of closure required in section 19(6) of the state employees' retirement act, 1943 PA 240, MCL 38.19, the department shall provide a closure plan to the house and senate appropriations subcommittees on community health and the state budget director.

(4) Upon the closure of state-run operations and after transitional costs have been paid, the remaining balances of funds appropriated for that operation shall be transferred to CMHSPs or PIHPs responsible for providing services for individuals previously served by the operations.

Sec. 606. The department may collect revenue for patient reimbursement from first- and third-party payers, including Medicaid and local county CMHSP payers, to cover the cost of placement in state hospitals and centers. The department is authorized to adjust financing sources for patient reimbursement based on actual revenues earned. If the revenue collected exceeds current year expenditures, the revenue may be carried forward with approval of the state budget director. The revenue carried forward shall be used as a first source of funds in the subsequent year.

Sec. 608. Effective October 1 of the current fiscal year, the department, in consultation with the department of technology, management, and budget, may maintain a bid process to identify 1 or more private contractors to provide food service and custodial services for the administrative areas at any state hospital identified by the department as capable of generating savings through the outsourcing of such services.

PUBLIC HEALTH ADMINISTRATION

Sec. 650. By October 1 of the current fiscal year, the department shall provide to the senate and house appropriations subcommittees on community health a report that includes detailed information regarding the current process by which fish consumption advisories are created and revised. The department shall include all of the following information in the report:

(a) The triggers to begin the process for developing the fish consumption advisories, such as evidence of human disease, fish residue data, and biomonitoring data.

(b) The process for developing and modifying a fish consumption advisory, including the data inputs used, the rationale behind the selection of particular fish for collection, whether the process has been independently reviewed and validated by a scientific panel or benchmarked in any way, and the reasons for the lack of any independent review, validation, or benchmarking.

(c) The type of data specific to a particular body of water that would be needed to modify a current fish consumption advisory, including the data quality criteria that are used to determine if data are suitable for use in the assessment and exclusions to bodies of data and the justifications for such exclusions.

(d) Information on the ways stakeholder input is incorporated into the fish consumption advisory process prior to an advisory being issued.

(e) Information on how advisory analyses are documented, including how uncertainty analyses are conducted and reported, with information as to whether these evaluations are publicly available and, if not available, an explanation of why any such evaluations are not publicly available.

Sec. 651. The department shall work with the Michigan health endowment fund corporation established pursuant to section 653 of the nonprofit health care corporation reform act, 1980 PA 350, MCL 550.1653, to explore ways to expand health and wellness programs.

Sec. 654. From the funds appropriated in part 1 for health and wellness initiatives, $1,000,000.00 shall be allocated for a pilot before- and after-school healthy exercise program to promote and advance physical health for school children in kindergarten through grade 6. The department shall develop a model for program sites that incorporates evidence-based best practices. The department shall establish guidelines for program sites, which may include public schools, community-based organizations, private facilities, recreation centers, or other similar sites. The program format shall encourage local determination of site activities and shall encourage local inclusion of youth in the decision-making regarding site activities. Program goals shall include children experiencing good physical health, the reduction of obesity, providing a safe place to play and exercise, and nutrition education. To be eligible to participate in the pilot, program sites shall provide a 20% match to the state funding. The department shall seek financial support from corporate, foundation, or other private partners for the program or for individual program sites.

HEALTH POLICY

Sec. 704. The department shall continue to contract with grantees supported through the appropriation in part 1 for the emergency medical services program to ensure that a sufficient number of qualified emergency medical services personnel exist to serve rural areas of the state.

Sec. 709. (1) The funds appropriated in part 1 for the Michigan essential health care provider program may also provide loan repayment for dentists that fit the criteria established by part 27 of the public health code, 1978 PA 368, MCL 333.2701 to 333.2727.

(2) From the funds appropriated in part 1 for the Michigan essential health provider program, the department may reduce the local and private share of the loan and repayment costs to 25% for primary care physicians, particularly obstetricians and gynecologists working in underserved areas.

Sec. 712. From the funds appropriated in part 1 for primary care services, $250,000.00 shall be allocated to free health clinics operating in the state. The department shall distribute the funds equally to each free health clinic. For the purpose of this appropriation, “free health clinics” means nonprofit organizations that use volunteer health professionals to provide care to uninsured individuals.

Sec. 713. The department shall continue support of multicultural agencies that provide primary care services from the funds appropriated in part 1.

Sec. 715. The department shall evaluate options for incentivizing students attending medical schools in this state to meet their primary care residency requirements in this state and ultimately, for some period of time, to remain in this state and serve as primary care physicians.

Sec. 716. (1) The department is encouraged to create and implement a pilot program limited to counties with a population of less than 100,000 to incentivize students attending medical schools in Michigan through a loan repayment program or other approaches for committing to provide medical services in rural counties with a medically underserved population. The program shall be limited to those students or individuals performing primary care or specialty services as identified by the department.

(2) By no later than September 30 of the current fiscal year, the department shall prepare a report and submit it to the senate and house appropriations subcommittees on community health, the senate and house fiscal agencies, and the state budget director. The department shall evaluate the effectiveness of the pilot program, identify potential changes to improve the program, and make recommendations for statewide implementation in its report under this subsection.

Sec. 717. (1) The department may award health innovation grants to address emerging issues and encourage cutting edge advances in health care including strategic partners in both the public and private sectors.

(2) From the funds appropriated in part 1 for health innovation grants, $250,000.00 shall be allocated for a chronic fatigue syndrome study.

(3) The unexpended funds appropriated for the health innovation grants are considered work project appropriations, and any unencumbered or unallotted funds are carried forward into the following fiscal year. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project to be carried forward is to address emerging issues and encourage cutting edge advances in health care including strategic partners in both the public and private sectors.

(b) The project will be accomplished by providing incentive grants.

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

(d) The tentative completion date for the work project is September 30, 2018.

INFECTIOUS DISEASE CONTROL

Sec. 804. The department, in conjunction with efforts to implement the Michigan prisoner reentry initiative, shall cooperate with the department of corrections to share data and information as they relate to prisoners being released who are HIV positive or positive for the hepatitis C antibody.

EPIDEMIOLOGY

Sec. 851. (1) From the funds appropriated in part 1 for the healthy homes program, $1,250,000.00 shall be allocated to expand lead abatement efforts.

(2) The department shall coordinate its lead abatement efforts with the Michigan public service commission, specifically on the issue of window replacement.

LOCAL HEALTH ADMINISTRATION AND GRANTS

Sec. 901. The amount appropriated in part 1 for implementation of the 1993 additions of or amendments to sections 9161, 16221, 16226, 17014, 17015, and 17515 of the public health code, 1978 PA 368, MCL 333.9161, 333.16221, 333.16226, 333.17014, 333.17015, and 333.17515, shall be used to reimburse local health departments for costs incurred related to implementation of section 17015(18) of the public health code, 1978 PA 368, MCL 333.17015.

Sec. 902. If a county that has participated in a district health department or an associated arrangement with other local health departments takes action to cease to participate in such an arrangement after October 1 of the current fiscal year, the department shall have the authority to assess a penalty from the local health department's operational accounts in an amount equal to no more than 6.25% of the local health department's essential local public health services funding. This penalty shall only be assessed to the local county that requests the dissolution of the health department.

Sec. 904. (1) Funds appropriated in part 1 for essential local public health services shall be prospectively allocated to local health departments to support immunizations, infectious disease control, sexually transmitted disease control and prevention, hearing screening, vision services, food protection, public water supply, private groundwater supply, and on-site sewage management. Food protection shall be provided in consultation with the department of agriculture and rural development. Public water supply, private groundwater supply, and on-site sewage management shall be provided in consultation with the department of environmental quality.

(2) Local public health departments shall be held to contractual standards for the services in subsection (1).

(3) Distributions in subsection (1) shall be made only to counties that maintain local spending in the current fiscal year of at least the amount expended in fiscal year 1992-1993 for the services described in subsection (1).

FAMILY, MATERNAL, AND CHILDREN'S HEALTH SERVICES

Sec. 1103. By January 3 of the current fiscal year the department shall annually issue to the legislature, and to the public on the Internet, a report providing estimated public funds administered by the department for family planning, sexually transmitted infection prevention and treatment, and pregnancies and births, as well as demographics collected by the department as voluntarily self-reported by individuals utilizing those services. The department shall provide the actual expenditures by marital status or, where actual expenditures are not available, shall provide estimated expenditures by marital status. The department may utilize the Plan First application (Form MSA 1582), MIChild, and Healthy Kids application (DCH 0373) or Assistance Application (DHS 1171) or any other official application for public assistance for medical coverage to determine the actual or estimated public expenditures based on marital status.

Sec. 1104. (1) Before April 1 of the current fiscal year, the department shall submit a report to the house and senate fiscal agencies and the state budget director on planned allocations from the amounts appropriated in part 1 for local MCH services, prenatal care outreach and service delivery support, family planning local agreements, and pregnancy prevention programs. Using applicable federal definitions, the report shall include information on all of the following:

(a) Funding allocations.

(b) Actual number of women, children, and adolescents served and amounts expended for each group for the immediately preceding fiscal year.

(c) A breakdown of the expenditure of these funds between urban and rural communities.

(2) The department shall ensure that the distribution of funds through the programs described in subsection (1) takes into account the needs of rural communities.

(3) For the purposes of this section, "rural" means a county, city, village, or township with a population of 30,000 or less, including those entities if located within a metropolitan statistical area.

Sec. 1106. Each family planning program receiving federal title X family planning funds under 42 USC 300 to 300a-8 shall be in compliance with all performance and quality assurance indicators that the office of family planning within the United States department of health and human services specifies in the program guidelines for project grants for family planning services. An agency not in compliance with the indicators shall not receive supplemental or reallocated funds.

Sec. 1108. The funds appropriated in part 1 for pregnancy prevention programs shall not be used to provide abortion counseling, referrals, or services.

Sec. 1109. (1) From the amounts appropriated in part 1 for dental programs, funds shall be allocated to the Michigan dental association for the administration of a volunteer dental program that provides dental services to the uninsured.

(2) Not later than December 1 of the current fiscal year, the department shall report to the senate and house appropriations subcommittees on community health and the senate and house standing committees on health policy the number of individual patients treated, number of procedures performed, and approximate total market value of those procedures from the immediately preceding fiscal year.

Sec. 1119. From the funds appropriated in part 1 for family planning local agreements or pregnancy prevention programs, no state funds shall be used to encourage or support abortion services.

Sec. 1135. (1) If funds become available, provision of the school health education curriculum, such as the Michigan model for health or another comprehensive school health education curriculum, shall be in accordance with the health education goals established by the Michigan model steering committee. The steering committee shall be composed of a representative from each of the following offices and departments:

(a) The department of education.

(b) The department of community health.

(c) The health administration in the department of community health.

(d) The behavioral health and developmental disabilities administration in the department of community health.

(e) The department of human services.

(f) The department of state police.

(2) Upon written or oral request, a pupil not less than 18 years of age or a parent or legal guardian of a pupil less than 18 years of age, within a reasonable period of time after the request is made, shall be informed of the content of a course in the health education curriculum and may examine textbooks and other classroom materials that are provided to the pupil or materials that are presented to the pupil in the classroom. This subsection does not require a school board to permit pupil or parental examination of test questions and answers, scoring keys, or other examination instruments or data used to administer an academic examination.

Sec. 1136. From the funds appropriated in part 1 for prenatal care outreach and service delivery support, $700,000.00 shall be allocated for a pregnancy and parenting support services program as a pilot project, which program must promote childbirth and alternatives to abortion. The department shall establish a program with a qualified contractor that will contract with qualified service providers to provide free counseling, support, and referral services to eligible women during pregnancy through 12 months after birth. As appropriate, the goals for client outcomes shall include an increase in client support, an increase in childbirth choice, an increase in adoption knowledge, an improvement in parenting skills, and improved reproductive health through abstinence education. The contractor of the program shall provide for program training, client educational material, program marketing, and annual service provider site monitoring.

Sec. 1137. From the funds appropriated in part 1 for prenatal care outreach and service delivery support, not less than $500,000.00 of new funding shall be allocated for evidence-based programs to reduce infant mortality including nurse family partnership programs. The funds shall be used for enhanced support and education to nursing teams or other teams of qualified health professionals, client recruitment in areas designated as underserved for obstetrical and gynecological services and other high-need communities, strategic planning to expand and sustain programs, and marketing and communications of programs to raise awareness, engage stakeholders, and recruit nurses.

Sec. 1138. The department shall allocate funds appropriated in section 113 of part 1 for family, maternal, and children's health services pursuant to section 1 of 2002 PA 360, MCL 333.1091.

CHILDREN'S SPECIAL HEALTH CARE SERVICES

Sec. 1202. The department may do 1 or more of the following:

(a) Provide special formula for eligible clients with specified metabolic and allergic disorders.

(b) Provide medical care and treatment to eligible patients with cystic fibrosis who are 21 years of age or older.

(c) Provide medical care and treatment to eligible patients with hereditary coagulation defects, commonly known as hemophilia, who are 21 years of age or older.

(d) Provide human growth hormone to eligible patients.

Sec. 1204. By October 1 of the current fiscal year, the department shall report to the senate and house appropriations committees on community health and the senate and house fiscal agencies on its plan for enrolling Medicaid-eligible children's special health care services recipients in the Medicaid health plans. The report shall include information on which Medicaid health plans are participating, the methods used to assure continuity of care and continuity of ongoing relationships with providers, and projected savings from the implementation of the proposal.

Sec. 1205. From the funds appropriated in part 1 for medical care and treatment, the department is authorized to spend up to $500,000.00 for the continued development and expansion of telemedicine capacity to allow families with children in the children's special health care services program to access specialty providers more readily and in a more timely manner.

CRIME VICTIM SERVICES COMMISSION

Sec. 1302. From the funds appropriated in part 1 for justice assistance grants, up to $200,000.00 shall be allocated for expansion of forensic nurse examiner programs to facilitate training for improved evidence collection for the prosecution of sexual assault. The funds shall be used for program coordination and training.

OFFICE OF SERVICES TO THE AGING

Sec. 1403. (1) By February 1 of the current fiscal year, the office of services to the aging shall require each region to report to the office of services to the aging and to the legislature home-delivered meals waiting lists based upon standard criteria. Determining criteria shall include all of the following:

(a) The recipient's degree of frailty.

(b) The recipient's inability to prepare his or her own meals safely.

(c) Whether the recipient has another care provider available.

(d) Any other qualifications normally necessary for the recipient to receive home-delivered meals.

(2) Data required in subsection (1) shall be recorded only for individuals who have applied for participation in the home-delivered meals program and who are initially determined as likely to be eligible for home-delivered meals.

Sec. 1417. The department shall provide to the senate and house appropriations subcommittees on community health, senate and house fiscal agencies, and state budget director a report by March 30 of the current fiscal year that contains all of the following:

(a) The total allocation of state resources made to each area agency on aging by individual program and administration.

(b) Detail expenditure by each area agency on aging by individual program and administration including both state-funded resources and locally-funded resources.

Sec. 1420. If funds become available, the department shall create a pilot project to establish an aging care management services program with services provided solely by nurses. This pilot project shall be established in a county with a population greater than 150,000 but less than 250,000.

Sec. 1421. From the funds appropriated in part 1 for community services, $1,100,000.00 shall be allocated to area agencies on aging for locally determined needs.

MEDICAL SERVICES ADMINISTRATION

Sec. 1501. The unexpended funds appropriated in part 1 for the electronic health records incentive program are considered work project appropriations, and any unencumbered or unallotted funds are carried forward into the following fiscal year. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project to be carried forward is to implement the Medicaid electronic health record program that provides financial incentive payments to Medicaid health care providers to encourage the adoption and meaningful use of electronic health records to improve quality, increase efficiency, and promote safety.

(b) The projects will be accomplished according to the approved federal advanced planning document.

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

(d) The tentative completion date for the work project is September 30, 2018.

Sec. 1502. From the funds appropriated in part 1 for the medical services administration, the department shall spend $300,000.00 general fund/general purpose plus any associated federal match to create and develop a transparency database website. This funding is contingent upon enactment of enabling legislation.

MEDICAL SERVICES

Sec. 1601. The cost of remedial services incurred by residents of licensed adult foster care homes and licensed homes for the aged shall be used in determining financial eligibility for the medically needy. Remedial services include basic self-care and rehabilitation training for a resident.

Sec. 1603. (1) The department may establish a program for individuals to purchase medical coverage at a rate determined by the department.

(2) The department may receive and expend premiums for the buy-in of medical coverage in addition to the amounts appropriated in part 1.

(3) The premiums described in this section shall be classified as private funds.

Sec. 1605. The protected income level for Medicaid coverage determined pursuant to section 106(1)(b)(*iii*) of the social welfare act, 1939 PA 280, MCL 400.106, shall be 100% of the related public assistance standard.

Sec. 1606. For the purpose of guardian and conservator charges, the department of community health may deduct up to $60.00 per month as an allowable expense against a recipient's income when determining medical services eligibility and patient pay amounts.

Sec. 1607. (1) An applicant for Medicaid, whose qualifying condition is pregnancy, shall immediately be presumed to be eligible for Medicaid coverage unless the preponderance of evidence in her application indicates otherwise. The applicant who is qualified as described in this subsection shall be allowed to select or remain with the Medicaid participating obstetrician of her choice.

(2) An applicant qualified as described in subsection (1) shall be given a letter of authorization to receive Medicaid covered services related to her pregnancy. All qualifying applicants shall be entitled to receive all medically necessary obstetrical and prenatal care without preauthorization from a health plan. All claims submitted for payment for obstetrical and prenatal care shall be paid at the Medicaid fee-for-service rate in the event a contract does not exist between the Medicaid participating obstetrical or prenatal care provider and the managed care plan. The applicant shall receive a listing of Medicaid physicians and managed care plans in the immediate vicinity of the applicant's residence.

(3) In the event that an applicant, presumed to be eligible pursuant to subsection (1), is subsequently found to be ineligible, a Medicaid physician or managed care plan that has been providing pregnancy services to an applicant under this section is entitled to reimbursement for those services until such time as they are notified by the department that the applicant was found to be ineligible for Medicaid.

(4) If the preponderance of evidence in an application indicates that the applicant is not eligible for Medicaid, the department shall refer that applicant to the nearest public health clinic or similar entity as a potential source for receiving pregnancy-related services.

(5) The department shall develop an enrollment process for pregnant women covered under this section that facilitates the selection of a managed care plan at the time of application.

(6) The department shall mandate enrollment of women, whose qualifying condition is pregnancy, into Medicaid managed care plans.

(7) The department shall encourage physicians to provide women, whose qualifying condition for Medicaid is pregnancy, with a referral to a Medicaid participating dentist at the first pregnancy-related appointment.

Sec. 1611. (1) For care provided to medical services recipients with other third-party sources of payment, medical services reimbursement shall not exceed, in combination with such other resources, including Medicare, those amounts established for medical services-only patients. The medical services payment rate shall be accepted as payment in full. Other than an approved medical services co-payment, no portion of a provider's charge shall be billed to the recipient or any person acting on behalf of the recipient. Nothing in this section shall be considered to affect the level of payment from a third-party source other than the medical services program. The department shall require a nonenrolled provider to accept medical services payments as payment in full.

(2) Notwithstanding subsection (1), medical services reimbursement for hospital services provided to dual Medicare/medical services recipients with Medicare part B coverage only shall equal, when combined with payments for Medicare and other third-party resources, if any, those amounts established for medical services-only patients, including capital payments.

Sec. 1620. (1) For fee-for-service recipients who do not reside in nursing homes, the pharmaceutical dispensing fee shall be $2.75 or the pharmacy's usual or customary cash charge, whichever is less. For nursing home residents, the pharmaceutical dispensing fee shall be $3.00 or the pharmacy's usual or customary cash charge, whichever is less.

(2) The department shall require a prescription co-payment for Medicaid recipients of $1.00 for a generic drug and $3.00 for a brand-name drug, except as prohibited by federal or state law or regulation.

Sec. 1629. The department shall utilize maximum allowable cost pricing for generic drugs that is based on wholesaler pricing to providers that is available from at least 2 wholesalers who deliver in the state of Michigan.

Sec. 1631. (1) The department shall require co-payments on dental, podiatric, and vision services provided to Medicaid recipients, except as prohibited by federal or state law or regulation.

(2) Except as otherwise prohibited by federal or state law or regulations, the department shall require Medicaid recipients to pay the following co-payments:

(a) Two dollars for a physician office visit.

(b) Three dollars for a hospital emergency room visit.

(c) Fifty dollars for the first day of an inpatient hospital stay.

(d) One dollar for an outpatient hospital visit.

Sec. 1641. An institutional provider that is required to submit a cost report under the medical services program shall submit cost reports completed in full within 5 months after the end of its fiscal year.

Sec. 1657. (1) Reimbursement for medical services to screen and stabilize a Medicaid recipient, including stabilization of a psychiatric crisis, in a hospital emergency room shall not be made contingent on obtaining prior authorization from the recipient's HMO. If the recipient is discharged from the emergency room, the hospital shall notify the recipient's HMO within 24 hours of the diagnosis and treatment received.

(2) If the treating hospital determines that the recipient will require further medical service or hospitalization beyond the point of stabilization, that hospital shall receive authorization from the recipient's HMO prior to admitting the recipient.

(3) Subsections (1) and (2) do not require an alteration to an existing agreement between an HMO and its contracting hospitals and do not require an HMO to reimburse for services that are not considered to be medically necessary.

Sec. 1659. The following sections of this article are the only ones that shall apply to the following Medicaid managed care programs, including the comprehensive plan, MIChoice long-term care plan, and the mental health, substance abuse, and developmentally disabled services program: 404, 411, 418, 428, 474, 494, 1607, 1657, 1662, 1689, 1699, 1740, 1756, 1764, 1815, 1820, 1850, and 1881.

Sec. 1662. (1) The department shall assure that an external quality review of each contracting HMO is performed that results in an analysis and evaluation of aggregated information on quality, timeliness, and access to health care services that the HMO or its contractors furnish to Medicaid beneficiaries.

(2) The department shall require Medicaid HMOs to provide EPSDT utilization data through the encounter data system, and HEDIS well child health measures in accordance with the national committee for quality assurance prescribed methodology.

(3) The department shall provide a copy of the analysis of the Medicaid HMO annual audited HEDIS reports and the annual external quality review report to the senate and house of representatives appropriations subcommittees on community health, the senate and house fiscal agencies, and the state budget director, within 30 days of the department's receipt of the final reports from the contractors.

Sec. 1670. (1) The appropriation in part 1 for the MIChild program is to be used to provide comprehensive health care to all children under age 19 who reside in families with income at or below 200% of the federal poverty level, who are uninsured and have not had coverage by other comprehensive health insurance within 6 months of making application for MIChild benefits, and who are residents of this state. The department shall develop detailed eligibility criteria through the medical services administration public concurrence process, consistent with the provisions of this article. Health coverage for children in families between 150% and 200% of the federal poverty level shall be provided through a state-based private health care program.

(2) The department may provide up to 1 year of continuous eligibility to children eligible for the MIChild program unless the family fails to pay the monthly premium, a child reaches age 19, or the status of the children's family changes and its members no longer meet the eligibility criteria as specified in the federally approved MIChild state plan.

(3) Children whose category of eligibility changes between the Medicaid and MIChild programs shall be assured of keeping their current health care providers through the current prescribed course of treatment for up to 1 year, subject to periodic reviews by the department if the beneficiary has a serious medical condition and is undergoing active treatment for that condition.

(4) To be eligible for the MIChild program, a child must be residing in a family with an adjusted gross income of less than or equal to 200% of the federal poverty level. The department's verification policy shall be used to determine eligibility.

(5) The department shall contract with Medicaid health plans to provide physical health services to MIChild enrollees. The department may continue to obtain physical health services for MIChild enrollees from health maintenance organizations and preferred provider organizations currently under contract for whatever duration is needed as determined by the department. The department shall contractually require that health plans pay out-of-network providers at the department fee schedule. The department shall contract with qualified dental plans to provide dental coverage for MIChild enrollees.

(6) The department may enter into contracts to obtain certain MIChild services from community mental health service programs.

(7) The department may make payments on behalf of children enrolled in the MIChild program from the line-item appropriation associated with the program as described in the MIChild state plan approved by the United States department of health and human services, or from other medical services.

(8) The department shall assure that an external quality review of each MIChild contractor, as described in subsection (5), is performed, which analyzes and evaluates the aggregated information on quality, timeliness, and access to health care services that the contractor furnished to MIChild beneficiaries.

(9) The department shall develop an automatic enrollment algorithm that is based on quality and performance factors.

(10) MIChild services shall include treatment for autism spectrum disorders as defined in the federally approved Medicaid state plan.

Sec. 1673. The department may establish premiums for MIChild eligible individuals in families with income above 150% of the federal poverty level. The monthly premiums shall not be less than $10.00 or exceed $15.00 for a family.

Sec. 1677. The MIChild program shall provide all benefits available under the state employee insurance plan that are delivered through contracted providers and consistent with federal law, including, but not limited to, the following medically necessary services:

(a) Inpatient mental health services, other than substance abuse treatment services, including services furnished in a state-operated mental hospital and residential or other 24-hour therapeutically planned structured services.

(b) Outpatient mental health services, other than substance abuse services, including services furnished in a state-operated mental hospital and community-based services.

(c) Durable medical equipment and prosthetic and orthotic devices.

(d) Dental services as outlined in the approved MIChild state plan.

(e) Substance abuse treatment services that may include inpatient, outpatient, and residential substance abuse treatment services.

(f) Care management services for mental health diagnoses.

(g) Physical therapy, occupational therapy, and services for individuals with speech, hearing, and language disorders.

(h) Emergency ambulance services.

Sec. 1682. (1) The department shall implement enforcement actions as specified in the nursing facility enforcement provisions of section 1919 of title XIX, 42 USC 1396r.

(2) In addition to the appropriations in part 1, the department is authorized to receive and spend penalty money received as the result of noncompliance with medical services certification regulations. Penalty money, characterized as private funds, received by the department shall increase authorizations and allotments in the long-term care accounts.

(3) The department is authorized to provide civil monetary penalty funds to the disability network/Michigan to be distributed to the 15 centers for independent living for the purpose of assisting individuals with disabilities who reside in nursing homes to return to their own homes.

(4) The department is authorized to use civil monetary penalty funds to conduct a survey evaluating consumer satisfaction and the quality of care at nursing homes. Factors can include, but are not limited to, the level of satisfaction of nursing home residents, their families, and employees. The department may use an independent contractor to conduct the survey.

(5) Any unexpended penalty money, at the end of the year, shall carry forward to the following year.

Sec. 1689. By April 30 of the current fiscal year, the department shall provide a report to the senate and house appropriations subcommittees on community health and the senate and house fiscal agencies that presents the number of individuals transitioned from nursing homes to the home- and community-based services waiver program, the number of individuals enrolled into the home- and community-based services waiver program from the community, the number of unique individuals served, the number of days of care provided during the fiscal year, the estimated average cost per day, and the number of individuals on waiting lists for the home- and community-based services waiver program as of September 30 of the previous fiscal year.

Sec. 1692. (1) The department is authorized to pursue reimbursement for eligible services provided in Michigan schools from the federal Medicaid program. The department and the state budget director are authorized to negotiate and enter into agreements, together with the department of education, with local and intermediate school districts regarding the sharing of federal Medicaid services funds received for these services. The department is authorized to receive and disburse funds to participating school districts pursuant to such agreements and state and federal law.

(2) From the funds appropriated in part 1 for medical services school-based services payments, the department is authorized to do all of the following:

(a) Finance activities within the medical services administration related to this project.

(b) Reimburse participating school districts pursuant to the fund-sharing ratios negotiated in the state-local agreements authorized in subsection (1).

(c) Offset general fund costs associated with the medical services program.

Sec. 1693. The special Medicaid reimbursement appropriation in part 1 may be increased if the department submits a medical services state plan amendment pertaining to this line item at a level higher than the appropriation. The department is authorized to appropriately adjust financing sources in accordance with the increased appropriation.

Sec. 1694. (1) From the funds appropriated in part 1 for special Medicaid reimbursement, $378,000.00 of general fund/general purpose revenue and any associated federal match shall be distributed for poison control services to an academic health care system that includes a children's hospital that has a high indigent care volume.

(2) By March 1 of the current fiscal year, the department shall report to the senate and house appropriations subcommittees on community health and the senate and house fiscal agencies on the adequacy of the payment described in subsection (1).

Sec. 1699. (1) The department may make separate payments in the amount of $45,000,000.00 directly to qualifying hospitals serving a disproportionate share of indigent patients and to hospitals providing GME training programs. If direct payment for GME and DSH is made to qualifying hospitals for services to Medicaid clients, hospitals shall not include GME costs or DSH payments in their contracts with HMOs.

(2) The department shall allocate $45,000,000.00 in DSH funding using the distribution methodology used in fiscal year 2003-2004.

(3) By September 30 of the current fiscal year, the department shall report to the senate and house appropriations subcommittees on community health and the senate and house fiscal agencies on the new distribution of funding to each eligible hospital from the GME and DSH pools.

Sec. 1724. The department shall allow licensed pharmacies to purchase injectable drugs for the treatment of respiratory syncytial virus for shipment to physicians' offices to be administered to specific patients. If the affected patients are Medicaid eligible, the department shall reimburse pharmacies for the dispensing of the injectable drugs and reimburse physicians for the administration of the injectable drugs.

Sec. 1740. From the funds appropriated in part 1 for health plan services, the department shall assure that all GME funds continue to be promptly distributed to qualifying hospitals using the methodology developed in consultation with the graduate medical education advisory group during fiscal year 2006-2007.

Sec. 1756. The department shall develop a plan to expand and improve the beneficiary monitoring program. The department shall submit this plan to the house and senate appropriations subcommittees on community health, the house and senate fiscal agencies, and the state budget director by April 1 of the current fiscal year.

Sec. 1757. The department shall direct the department of human services to obtain proof from all Medicaid recipients that they are legal United States citizens or otherwise legally residing in this country and that they are residents of this state before approving Medicaid eligibility.

Sec. 1764. The department shall annually certify rates paid to Medicaid health plans and specialty prepaid inpatient health plans as being actuarially sound in accordance with federal requirements and shall provide a copy of the rate certification and approval immediately to the house and senate appropriations subcommittees on community health and the house and senate fiscal agencies. The department shall consider, in the case of Medicaid policy bulletins affecting Medicaid health plans issued after the federal approval of rates, including an economic analysis of the impact of the approved rates on the Medicaid health plans.

Sec. 1775. If the state's application for a waiver to implement managed care for dual Medicare/Medicaid eligibles is approved by the federal government, the department shall provide quarterly reports to the senate and house appropriations subcommittees on community health and the senate and house fiscal agencies on progress in implementing the waiver.

Sec. 1777. From the funds appropriated in part 1 for long-term care services, the department shall permit, in accordance with applicable federal and state law, nursing homes to use dining assistants to feed eligible residents if legislation to permit the use of dining assistants is enacted into law. The department shall not be responsible for costs associated with training dining assistants.

Sec. 1793. The department shall consider the development of a pilot project that focuses on the prevention of preventable hospitalizations from nursing homes.

Sec. 1804. The department, in cooperation with the department of human services and the department of military and veterans affairs, shall work with the federal public assistance reporting information system to identify Medicaid recipients who are veterans and who may be eligible for federal veterans health care benefits or other benefits.

Sec. 1815. From the funds appropriated in part 1 for health plan services, the department shall not implement a capitation withhold as part of the overall capitation rate schedule that exceeds the 0.19% withhold administered during fiscal year 2008-2009.

Sec. 1820. (1) In order to avoid duplication of efforts, the department shall utilize applicable national accreditation review criteria to determine compliance with corresponding state requirements for Medicaid health plans that have been reviewed and accredited by a national accrediting entity for health care services.

(2) Upon submission by Medicaid health plans of a listing of program requirements that are part of the state program review criteria but are not reviewed by an applicable national accrediting entity, the department shall review the listing and provide a recommendation to the house and senate appropriations subcommittees on community health, the house and senate fiscal agencies, and the state budget office as to whether or not state program review should continue. The Medicaid health plans may request the department to convene a workgroup to fulfill this section.

(3) The department shall continue to comply with state and federal law and shall not initiate an action that negatively impacts beneficiary safety.

(4) As used in this section, "national accrediting entity" means the national committee for quality assurance, the utilization review accreditation committee, or other appropriate entity, as approved by the department.

(5) By July 1 of the current fiscal year, the department shall provide a progress report to the house and senate appropriations subcommittees on community health, the house and senate fiscal agencies, and the state budget office on implementation of this section.

Sec. 1837. The department shall explore utilization of telemedicine and telepsychiatry as strategies to increase access to services for Medicaid recipients in medically underserved areas.

Sec. 1842. (1) Subject to the availability of funds, the department shall adjust the hospital outpatient Medicaid reimbursement rate for qualifying hospitals as provided in this section. The Medicaid reimbursement rate for qualifying hospitals shall be adjusted to provide each qualifying hospital with its actual cost of delivering outpatient services to Medicaid recipients.

(2) As used in this section, "qualifying hospital" means a hospital that has not more than 50 staffed beds and is either located outside a metropolitan statistical area or in a metropolitan statistical area but within a city, village, or township with a population of not more than 12,000 according to the official 2000 federal decennial census and within a county with a population of not more than 165,000 according to the official 2000 federal decennial census.

Sec. 1846. (1) The department shall conduct research on the effectiveness of graduate medical education funding.

(2) The research shall do all of the following:

(a) Identify physician shortages by practice and geographic area.

(b) Consider efforts by other states to use graduate medical education funding to address shortages.

(c) Consider policy changes to the graduate medical education program to reduce practitioner shortages.

(3) The department shall report the results of the research to the senate and house appropriations subcommittees on community health, the senate and house fiscal agencies, and the state budget director by April 1 of the current fiscal year.

Sec. 1847. The department shall create a structure for an ambulance quality assurance assessment program in consultation with the Michigan association of ambulance services by April 1 of the current fiscal year.

Sec. 1850. The department may allow Medicaid health plans to assist with the redetermination process through outreach activities to ensure continuation of Medicaid eligibility and enrollment in managed care. This may include mailings, telephone contact, or face-to-face contact with beneficiaries enrolled in the individual Medicaid health plan. Health plans may offer assistance in completing paperwork for beneficiaries enrolled in their plan.

Sec. 1854. The department may work with a provider of kidney dialysis services and renal care as authorized under section 2703 of the patient protection and affordable care act, Public Law 111-148, to develop a chronic condition health home program for Medicaid enrollees identified with chronic kidney disease and who are beginning dialysis. When

initiated, the department shall develop metrics that evaluate program effectiveness and submit a report by June 1 of the current fiscal year to the senate and house appropriations subcommittees on community health. Metrics shall include cost savings and clinical outcomes.

Sec. 1857. It is the intent of the legislature that the department not reduce Medicaid reimbursement for wheelchairs.

Sec. 1858. Medicaid services shall include treatment for autism spectrum disorders as defined in the federally approved Medicaid state plan. Such alternatives may be coordinated with the Medicaid health plans and the Michigan association of health plans.

Sec. 1861. On or before October 31 of the current fiscal year, the department shall provide the house and senate appropriations subcommittees on community health and the house and senate fiscal agencies its report regarding the pilot program involving nonemergency medical transportation offered to Medicaid recipients.

Sec. 1862. From the funds appropriated in part 1, the department shall continue the rate increase for Medicaid obstetrical services at not less than what was in effect on October 1, 2012.

Sec. 1865. Upon federal approval of the department's proposal for integrated care for individuals who are dual Medicare/Medicaid eligibles, the department shall provide the senate and house appropriations subcommittees on community health and the senate and house fiscal agencies its plan and organizational chart for administering and providing oversight of this proposal. The plan shall include information on how the department intends to organize staff in an integrated manner to ensure that key components of the proposal are implemented effectively.

Sec. 1866. (1) From the funds appropriated in part 1 for hospital services and therapy, $12,000,000.00 in general fund/general purpose revenue and any associated federal match shall be awarded to hospitals that meet criteria established by the department for services to low-income rural residents. One of the reimbursement components of the distribution formula shall be assistance with labor and delivery services.

(2) No hospital or hospital system shall receive more than 5.0% of the total funding referenced in subsection (1).

(3) To allow hospitals to understand their rural payment amounts under this section, the department shall provide hospitals with the methodology for distribution under this section and provide each hospital with its applicable data that are used to determine the payment amounts by August 1 of the current fiscal year. The department shall publish the distribution of payments for the current fiscal year and the immediately preceding fiscal year.

(4) The department shall report to the senate and house appropriations subcommittees on community health and the senate and house fiscal agencies on the distribution of funds referenced in subsection (1) by April 1 of the current fiscal year.

Sec. 1870. (1) The department shall work in collaboration with medical school-affiliated faculty practice physician groups that are capable of developing freestanding residency programs to create a Michigan graduate medical education consortium. The consortium shall develop accredited physician-based primary care graduate medical education programs to enhance the training of primary care physicians in Michigan. The consortium shall provide an actionable plan to the legislature no later than March 31 of the current fiscal year.

(2) The department shall explore seeking a federal waiver to implement a program similar to the Utah Medicare graduate medical education demonstration project.

Sec. 1872. The department shall consider creating a pilot program to prevent or reduce the costs associated with lower extremity diabetic care, ulcerations, and amputations. If such a pilot program is created, the department shall work with the Michigan podiatric medical association to improve the quality of lower extremity diabetic care.

Sec. 1873. The department shall report on the findings of the workgroup established to discuss new ways to distribute hospital funding through the Michigan access to care initiative, the hospital rate adjustor payments, and the quality assurance assessment program. The department shall report to the senate and house subcommittees on community health on the findings of the workgroup by April 1 of the current fiscal year.

Sec. 1874. The department may explore ways to work with private providers to develop fraud management solutions to reduce fraud, waste, and abuse in this state's Medicaid program.

Sec. 1875. The department may seek to expand home- and community-based services and seek enhanced match funding pursuant to federal law.

Sec. 1878. In any project negotiated with the federal government for integrated health care of individuals dually enrolled in Medicaid and Medicare, the department shall seek to assure the existence of an ombudsman program that is not associated with any project service manager or provider. For activities to be undertaken by the ombudsman program, the department shall include, but is not limited to, assisting beneficiaries with navigating complaint and dispute resolution mechanisms, identifying problems in the project's complaint and dispute resolution mechanisms, and reporting to the executive and legislative branches on any such problems and potential solutions for them.

Sec. 1879. In any program of integrated service for persons dually enrolled in Medicaid and Medicare that the department negotiates with the federal government, the department shall seek to use the Medicare Part D benefit for prescription drug coverage.

Sec. 1881. The department shall create a default eligibility and enrollment determination for newborns so that newborns are assigned to the same Medicaid health plan as the mother at the time of birth.

Sec. 1883. For the purposes of more effectively managing inpatient care for Medicaid health plans and Medicaid fee-for-service, the department shall consider developing an appropriate policy and rate for observation stays.

Sec. 1886. The department shall work in conjunction with the workgroup established by the department of human services to determine how the state can maximize Medicaid claims for community-based and outpatient treatment services to foster care children and adjudicated youths who are placed in community-based treatment programs. The department shall report to the senate and house appropriations subcommittees on community health, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office by March 1 of the current fiscal year on the findings of the workgroup.

ONE-TIME APPROPRIATIONS

Sec. 1901. (1) The department may expend funds to achieve mental health innovations which address emerging issues and improve mental health services for children.

(2) The unexpended funds appropriated for mental health innovations are considered work project appropriations, and any unencumbered or unallotted funds are carried forward into the following fiscal year. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project to be carried forward is to improve mental health services for children in Michigan.

(b) The project will be accomplished through early intervention focusing on training and awareness, home-based services, as well as care management and treatment for high risk youth.

(c) The estimated completion cost is $5,000,000.00.

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

Sec. 1902. From the funds appropriated in part 1 for university autism centers and services, the department shall make the following allocations:

(a) $500,000.00 to the Eastern Michigan University autism center.

(b) $500,000.00 to the Central Michigan University central assessment lending library.

(c) $500,000.00 to the Oakland University center for autism research, education, and support.

(d) $500,000.00 to the Western Michigan University autism center of excellence.

PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 2001. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2015 for the line items listed in part 1. The fiscal year 2014-2015 appropriations are anticipated to be the same as those for fiscal year 2013-2014, except that the line items will be adjusted for changes in caseload and related costs, federal fund match rates, economic factors, and available revenue. These adjustments will be determined after the January 2014 consensus revenue estimating conference.

Sec. 2002. It is the intent of the legislature that the department identify the amounts for normal retirement costs and legacy retirement costs for the fiscal year ending on September 30, 2015 for the line items listed in part 1.

ARTICLE V

DEPARTMENT OF CORRECTIONS

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of corrections for the fiscal year ending September 30, 2014, from the following funds:

DEPARTMENT OF CORRECTIONS			
APPROPRIATION SUMMARY			
Average population	43,953		
Full-time equated unclassified positions	16.0		
Full-time equated classified positions	14,543.6		
GROSS APPROPRIATION		$	2,056,646,800
Interdepartmental grant revenues:			
Total interdepartmental grants and intradepartmental transfers			1,109,600
ADJUSTED GROSS APPROPRIATION		$	2,055,537,200
Federal revenues:			
Total federal revenues			8,852,500
Special revenue funds:			
Total local revenues			8,392,800
Total private revenues			0
Total other state restricted revenues			56,026,100
State general fund/general purpose		$	1,982,265,800
State general fund/general purpose schedule:			
Ongoing state general fund/general purpose	1,973,233,300		
One-time state general fund/general purpose	9,032,500		
Sec. 102. EXECUTIVE			
Full-time equated unclassified positions	16.0		
Full-time equated classified positions	3.0		
Unclassified positions—16.0 FTE positions		$	1,667,100
Executive direction—3.0 FTE positions			1,811,700
Neal, et al. settlement agreement			20,000,000
GROSS APPROPRIATION		$	23,478,800
Appropriated from:			
State general fund/general purpose		$	23,478,800
Sec. 103. PRISONER RE-ENTRY AND COMMUNITY SUPPORT			
Prisoner re-entry local service providers		$	14,211,500
Prisoner re-entry MDOC programs			12,929,200
Prisoner re-entry federal grants			1,035,000
Public safety initiative			4,500,000
Second chance employment - Goodwill's oil filter recycling project			250,000
H.I.R.E. - job training pilot program			1,000,000
GROSS APPROPRIATION		$	33,925,700
Appropriated from:			
Federal revenues:			
DOJ, prisoner reintegration			1,035,000
State general fund/general purpose		$	32,890,700
Sec. 104. CITY OF DETROIT DETENTION CENTER			
Full-time equated classified positions	63.1		
City of Detroit detention center—63.1 FTE positions		$	8,126,600
GROSS APPROPRIATION		$	8,126,600

		For Fiscal Year Ending Sept. 30, 2014
Appropriated from:		
Special revenue funds:		
Local revenues	$	8,126,600
State general fund/general purpose	$	0

Sec. 105. OPERATIONS SUPPORT ADMINISTRATION

Full-time equated classified positions 196.0		
Operations support administration—106.0 FTE positions	$	13,319,700
New custody staff training		8,963,800
Compensatory buyout and union leave bank		100
Worker's compensation		19,439,100
Bureau of fiscal management—65.0 FTE positions		8,111,100
Office of legal services—17.0 FTE positions		2,375,800
Internal affairs—8.0 FTE positions		937,400
Rent		2,107,800
Equipment and special maintenance		7,359,600
Administrative hearings officers		3,243,100
Judicial data warehouse user fees		50,000
Sheriffs' coordinating and training office		500,000
Prosecutorial and detainer expenses		4,551,000
County jail reimbursement program		15,072,100
GROSS APPROPRIATION	$	86,030,600
Appropriated from:		
Interdepartmental grant revenues:		
IDG-MDSP, Michigan justice training fund		337,600
Special revenue funds:		
Jail reimbursement program fund		5,900,000
Special equipment fund		5,800,000
Local corrections officer training fund		500,000
Correctional industries revolving fund		590,000
State general fund/general purpose	$	72,903,000

Sec. 106. FIELD OPERATIONS ADMINISTRATION

Full-time equated classified positions 2,173.9		
Field operations—1,821.9 FTE positions	$	198,962,500
Parole board operations—41.0 FTE positions		4,749,200
Parole/probation services		2,243,500
Community re-entry centers—226.0 FTE positions		33,251,400
Electronic monitoring center—56.0 FTE positions		13,347,400
Community corrections administration—10.0 FTE positions		1,285,300
Substance abuse testing and treatment services—19.0 FTE positions		22,366,600
Residential services		15,475,500
Community corrections comprehensive plans and services		12,158,000
Felony drunk driver jail reduction and community treatment program		1,440,100
GROSS APPROPRIATION	$	305,279,500
Appropriated from:		
Federal revenues:		
DOJ, office of justice programs, RSAT		575,700
Special revenue funds:		
Local - community tether program reimbursement		266,200
Re-entry center offender reimbursements		23,800
Parole and probation oversight fees		6,192,100
Parole and probation oversight fees set-aside		2,664,800
Tether program participant contributions		2,272,900
State general fund/general purpose	$	293,284,000

		For Fiscal Year Ending Sept. 30, 2014
Sec. 107. CORRECTIONAL FACILITIES-ADMINISTRATION		
Full-time equated classified positions	1,059.0	
Correctional facilities administration—24.0 FTE positions		$ 7,754,300
Prison food service—341.0 FTE positions		61,541,100
Transportation—211.0 FTE positions		25,955,600
Central records—53.0 FTE positions		5,506,700
Inmate legal services		715,900
Loans to parolees		20,000
Housing inmates in federal institutions		611,000
Prison store operations—63.0 FTE positions		5,590,000
Prison industries operations—123.0 FTE positions		18,056,600
Federal school lunch program		812,800
Leased beds and alternatives to leased beds		1,000,000
Public works programs		1,000,000
Cost-effective housing initiative		100
Inmate housing fund		100
Education program—244.0 FTE positions		33,492,000
GROSS APPROPRIATION		$ 162,056,200
Appropriated from:		
Interdepartmental grant revenues:		
IDG-MDCH, forensic center food service		552,300
IDG-MDHS, Maxey/Woodland Center food service		219,700
Federal revenues:		
DAG-FNS, national school lunch		812,800
DED-OESE, title 1		552,500
DED-OVAE, adult education		943,800
DED-OSERS		114,100
DED, vocational education equipment		294,500
DED, youthful offender/Specter grant		1,365,400
DOJ-BOP, federal prisoner reimbursement		411,000
DOJ-OJP, serious and violent offender reintegration initiative		10,900
DOJ, prison rape elimination act grant		654,600
SSA-SSI, incentive payment		265,900
Federal education revenues		156,400
Special revenue funds:		
Correctional industries revolving fund		18,056,600
Public works user fees		1,000,000
Resident stores		5,590,000
State general fund/general purpose		$ 131,055,700
Sec. 108. HEALTH CARE		
Full-time equated classified positions	1,521.3	
Health care administration—17.0 FTE positions		$ 2,866,100
Prisoner health care services		91,953,100
Vaccination program		691,200
Interdepartmental grant to human services, eligibility specialists		100,000
Mental health services and support—363.0 FTE positions		58,194,900
Clinical complexes—1,141.3 FTE positions		142,841,000
GROSS APPROPRIATION		$ 296,646,300
Appropriated from:		
Special revenue funds:		
Prisoner health care copayments		285,700
State general fund/general purpose		$ 296,360,600
Sec. 109. NORTHERN REGION CORRECTIONAL FACILITIES		
Average population	20,731	
Full-time equated classified positions	4,226.4	

	For Fiscal Year Ending Sept. 30, 2014
Alger correctional facility - Munising—261.2 FTE positions	$ 31,097,300
Average population....889	
Baraga correctional facility - Baraga—295.8 FTE positions	34,144,400
Average population....884	
Earnest C. Brooks correctional facility - Muskegon—443.7 FTE positions	50,094,000
Average population....2,512	
Chippewa correctional facility - Kincheloe—436.3 FTE positions	48,537,300
Average population....2,282	
Kinross correctional facility - Kincheloe—323.8 FTE positions	36,660,400
Average population....1,799	
Marquette branch prison - Marquette—308.4 FTE positions	37,952,800
Average population....1,201	
Muskegon correctional facility - Muskegon—208.4 FTE positions	22,989,200
Average population....1,338	
Newberry correctional facility - Newberry—207.8 FTE positions	24,244,000
Average population....978	
Oaks correctional facility - Eastlake—295.6 FTE positions	34,623,300
Average population....1,156	
Ojibway correctional facility - Marenisco—201.1 FTE positions	22,451,300
Average population....1,090	
Central Michigan correctional facility - St. Louis—394.6 FTE positions	45,116,900
Average population....2,554	
Pugsley correctional facility - Kingsley—210.9 FTE positions	23,728,400
Average population....1,342	
Saginaw correctional facility - Freeland—276.9 FTE positions	31,798,300
Average population....1,480	
St. Louis correctional facility - St. Louis—310.9 FTE positions	36,855,900
Average population....1,226	
Northern region administration and support—51.0 FTE positions	4,306,100
GROSS APPROPRIATION	$ 484,599,600
Appropriated from:	
State general fund/general purpose	$ 484,599,600

Sec. 110. SOUTHERN REGION CORRECTIONAL FACILITIES

Average population....23,222	
Full-time equated classified positions....5,300.9	
Bellamy Creek correctional facility - Ionia—391.4 FTE positions	$ 44,166,000
Average population....1,850	
Carson City correctional facility - Carson City—426.9 FTE positions	47,434,500
Average population....2,440	
Cooper street correctional facility - Jackson—260.1 FTE positions	28,658,700
Average population....1,799	
G. Robert Cotton correctional facility - Jackson—392.9 FTE positions	42,137,200
Average population....1,841	
Charles E. Egeler correctional facility - Jackson—371.7 FTE positions	46,515,800
Average population....1,376	
Richard A. Handlon correctional facility - Ionia—246.4 FTE positions	28,250,000
Average population....1,373	
Gus Harrison correctional facility - Adrian—446.1 FTE positions	49,362,600
Average population....2,342	
Womens Huron Valley correctional complex - Ypsilanti—510.5 FTE positions	60,058,900
Average population....1,872	
Ionia correctional facility - Ionia—293.8 FTE positions	33,526,800
Average population....654	
Lakeland correctional facility - Coldwater—269.9 FTE positions	31,677,900
Average population....1,336	
Macomb correctional facility - New Haven—295.0 FTE positions	33,743,000
Average population....1,376	

		For Fiscal Year Ending Sept. 30, 2014
Maxey/Woodland Center correctional facility - Whitmore Lake—274.9 FTE positions	$	32,224,500
Average population....328		
Michigan reformatory - Ionia—310.6 FTE positions		36,826,100
Average population....1,338		
Parnall correctional facility - Jackson—259.5 FTE positions		29,016,600
Average population....1,678		
Thumb correctional facility - Lapeer—286.2 FTE positions		32,912,300
Average population....1,219		
Special alternative incarceration program (Camp Cassidy Lake)—121.0 FTE positions		14,787,300
Average population....400		
Southern region administration and support—144.0 FTE positions		17,165,900
Ionia and Jackson area utilities		7,586,200
GROSS APPROPRIATION	$	616,050,300
Appropriated from:		
Federal revenues:		
Federal revenues and reimbursements		1,612,200
DOJ, state criminal alien assistance program		47,700
Special revenue funds:		
State restricted revenues and reimbursements		283,900
State general fund/general purpose	$	614,106,500
Sec. 111. INFORMATION TECHNOLOGY		
Information technology services and projects	$	25,420,700
GROSS APPROPRIATION	$	25,420,700
Appropriated from:		
Special revenue funds:		
Correctional industries revolving fund		176,000
Parole and probation oversight fees set-aside		690,300
State general fund/general purpose	$	24,554,400
Sec. 112. CAPITAL OUTLAY		
Capital outlay - security improvements	$	6,000,000
GROSS APPROPRIATION	$	6,000,000
Appropriated from:		
Special revenue funds:		
Special equipment fund		6,000,000
State general fund/general purpose	$	0
Sec. 113. ONE-TIME APPROPRIATIONS		
New custody training staff	$	9,032,500
GROSS APPROPRIATION	$	9,032,500
Appropriated from:		
State general fund/general purpose	$	9,032,500

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2013-2014

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2013-2014 is $2,038,291,900.00 and state spending from state resources to be paid to local units of government for fiscal year 2013-2014 is $90,609,700.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF CORRECTIONS

Field operations - assumption of county probation staff	$	57,036,100
Community corrections comprehensive plans and services		12,158,000
Community corrections residential services		15,475,500
Felony drunk driver jail reduction and community treatment program		1,440,100
Public safety initiative		4,500,000
TOTAL	$	90,609,700

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

Sec. 203. As used in this article:

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

(b) "Cost per prisoner" means the sum total of the funds appropriated under part 1 for the following, divided by the projected prisoner population in fiscal year 2013-2014:

(*i*) Northern and southern region correctional facilities.

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

(*iii*) Northern and southern region clinical complexes.

(*iv*) Prisoner health care services.

(*v*) Health care administration.

(*vi*) Vaccination program.

(*vii*) Prison food service and federal school lunch program.

(*viii*) Transportation.

(*ix*) Inmate legal services.

(*x*) Correctional facilities administration.

(*xi*) Central records.

(*xii*) DOJ psychiatric plan.

(*xiii*) Worker's compensation.

(*xiv*) New custody staff training.

(*xv*) Prison store operations.

(*xvi*) Education services and federal education grants.

(*xvii*) Education program.

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

(d) "DAG-FNS" means the DAG food and nutrition service.

(e) "DED" means the United States department of education.

(f) "DED-OESE" means the DED office of elementary and secondary education.

(g) "DED-OSERS" means the DED office of special education and rehabilitative services.

(h) "DED-OVAE" means the DED office of vocational and adult education.

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

(j) "DOJ" means the United States department of justice.

(k) "DOJ-BOP" means the DOJ bureau of prisons.

(*l*) "DOJ-OJP" means the DOJ office of justice programs.

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

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

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

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

(q) "GPS" means global positioning system.

(r) "HIV" means human immunodeficiency virus.

(s) "H.I.R.E." means helping individuals return to employment.

(t) "IDG" means interdepartmental grant.

(u) "IDT" means intradepartmental transfer.

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

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

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

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

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

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

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

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

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

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

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

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

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

(*ii*) Obtained housing.

(*iii*) Obtained a state identification card.

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

(gg) "RSAT" means residential substance abuse treatment.

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

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

(jj) "SSA" means the United States social security administration.

(kk) "SSA-SSI" means SSA supplemental security income.

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

Sec. 207. State employees shall be given opportunity to bid on contracts that privatize services that are or were provided by state employees. If the contract is awarded to any state employee, he or she ceases being an employee of the state.

Sec. 208. The department shall use the Internet to fulfill the reporting requirements of this article. This requirement may include transmission of reports via electronic mail to the recipients identified for each reporting requirement or it may include placement of reports on an Internet or Intranet site.

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

Sec. 211. The department may charge fees and collect revenues in excess of appropriations in part 1 not to exceed the cost of offender services and programming, employee meals, parolee loans, academic/vocational services, custody escorts, compassionate visits, union steward activities, and public works programs and services provided to local units of government. The revenues and fees collected are appropriated for all expenses associated with these services and activities.

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

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

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

(a) The dates of each travel occurrence.

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

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

(2) Revenues appropriated and collected for special equipment funds shall be considered state restricted revenue. Of this revenue, $2,000,000.00 shall be used for programming that is a condition of parole, such as violence prevention programming, sexual offender programming, and thinking for a change, with particular emphasis on individuals who are past their earliest release dates. Any remaining balance shall be used for special equipment and security projects. Unexpended funds remaining at the close of the fiscal year shall not lapse to the general fund but shall be carried forward and be available for appropriation in subsequent fiscal years.

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

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

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

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

Sec. 220. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house of representatives standing committees on appropriations and the senate and house fiscal agencies.

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

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

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

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

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

(e) Job specifications and wage rates.

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

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

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

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

Sec. 229. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittee chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2013 and September 30, 2014.

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

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

Sec. 238. It is the intent of the legislature that the department make additional efforts to sell, rent, or otherwise repurpose closed correctional facilities.

Sec. 239. It is the intent of the legislature that the department establish and maintain a management-to-staff ratio of not more than 1 supervisor for each 5 employees at the department's central office in Lansing and at both the northern and southern region administration offices.

Sec. 245. The department shall issue a report to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, and the legislative corrections ombudsman by October 1 which details the steps taken by the department to implement the internal strategies and cost reductions recommended by the supply chain transformation (SCT) continuous quality improvement (CQI) teams and department personnel influenced by the SCT/CQI activities. The department shall also identify which SCT/CQI team recommendations were not implemented and explain why.

EXECUTIVE

Sec. 301. For 3 years after a felony offender is released from the department's jurisdiction, the department shall maintain the offender's file on the offender tracking information system and make it publicly accessible in the same manner as the file of the current offender. However, the department shall immediately remove the offender's file from the offender tracking information system upon determination that the offender was wrongfully convicted and the offender's file is not otherwise required to be maintained on the offender tracking information system.

Sec. 304. The director of the department shall maintain a staff savings initiative program to invite employees to submit suggestions for saving costs for the department.

Sec. 305. By March 1, the department shall report to the senate and house appropriations subcommittees on corrections, the legislative corrections ombudsman, the senate and house fiscal agencies, and the state budget director on the number of prisoners who committed suicide during the previous calendar year. To the extent permitted by law, the report shall include all of the following information:

(a) The prisoner's age, offense, sentence, and admission date.

(b) Each prisoner's facility and unit.

(c) A description of the circumstances of the suicide.

(d) The date of the suicide.

(e) Whether the suicide occurred in a housing unit, a segregation unit, a mental health unit, or elsewhere on the grounds of the facility.

(f) Whether the prisoner had been denied parole and the date of any denial.

(g) Details on the department's responses to each suicide, including immediate on-site responses and subsequent internal investigations.

(h) A description of any monitoring and psychiatric interventions that had been undertaken prior to the prisoner's suicide, including any changes in placement or mental health care.

(i) Whether the prisoner had previously attempted suicide.

PRISONER RE-ENTRY AND COMMUNITY SUPPORT

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

Sec. 402. (1) It is the intent of the legislature that the funds appropriated in part 1 for prisoner re-entry programs be expended for the purpose of reducing victimization by reducing repeat offending through the following prisoner re-entry programming:

(a) The provision of employment or employment services and job training.

(b) The provision of housing assistance.

(c) Referral to mental health services.

(d) Referral to substance abuse services.

(e) Referral to public health services.

(f) Referral to education.

(g) Referral to any other services necessary for successful reintegration.

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

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

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

Sec. 405. (1) In expending residential substance abuse treatment services funds appropriated under this article, the department shall ensure to the maximum extent possible that residential substance abuse treatment services are available statewide.

(2) By March 1, the department shall report to the senate and house appropriations subcommittees on corrections, the legislative corrections ombudsman, the senate and house fiscal agencies, and the state budget director on the allocation, distribution, and expenditure of all funds appropriated by the substance abuse testing and treatment line

item during fiscal year 2012-2013 and projected for fiscal year 2013-2014. The report shall include, but not be limited to, an explanation of an anticipated year-end balance, the number of participants in substance abuse programs, and the number of offenders on waiting lists for residential substance abuse programs. Information required under this subsection shall, where possible, be separated by MDOC administrative region and by offender type, including, but not limited to, a distinction between prisoners, parolees, and probationers.

(3) By March 1, the department shall report to the senate and house appropriations subcommittees on corrections, the legislative corrections ombudsman, the senate and house fiscal agencies, and the state budget director on substance abuse testing and treatment program objectives, outcome measures, and results, including program impact on offender success and programmatic success as those terms are defined in section 203.

Sec. 407. (1) By June 30, the department shall place the statistical report from the immediately preceding calendar year on an Internet site. The statistical report shall include, but not be limited to, the information as provided in the 2004 statistical report.

(2) It is the intent of the legislature that starting with calendar year 2010, the statistical report be placed on an Internet site within 6 months after the end of each calendar year.

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

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

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

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

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

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

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

(f) Contribute to offender success, as that term is defined in section 203.

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

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

Sec. 411. The comprehensive corrections plans shall also include, where appropriate, descriptive information on the full range of sanctions and services that are available and utilized within the local jurisdiction and an explanation of how jail beds, residential services, the special alternative incarceration program, probation detention centers, the electronic monitoring program for probationers, and treatment and rehabilitative services will be utilized to support the objectives and priorities of the comprehensive corrections plans and the purposes and priorities of section 8(4) of the community corrections act, 1988 PA 511, MCL 791.408, that contribute to the success of offenders. The plans shall also include, where appropriate, provisions that detail how the local communities plan to respond to sentencing guidelines found in chapter XVII of the code of criminal procedure, 1927 PA 175, MCL 777.1 to 777.69, and use the county jail reimbursement program under section 414. The state community corrections board shall encourage local community corrections advisory boards to include in their comprehensive corrections plans strategies to collaborate with local alcohol and drug treatment agencies of the MDCH for the provision of alcohol and drug screening, assessment, case management planning, and delivery of treatment to alcohol- and drug-involved offenders.

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

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

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

(c) Status of the community corrections information system and the jail population information system.

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

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

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

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

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

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

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

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

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

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

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

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

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

(4) As used in this subsection:

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

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

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

(5) County jail reimbursement program expenditures shall not exceed the amount appropriated in part 1 for the county jail reimbursement program. Payments to counties under the county jail reimbursement program shall be made in the order in which properly documented requests for reimbursements are received. A request shall be considered to be properly documented if it meets MDOC requirements for documentation. By October 15, 2013, the department shall distribute the documentation requirements to all counties.

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

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

(a) The county jail reimbursement program.

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

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

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

(a) Program objectives and outcome measures, including, but not limited to, the number of offenders who successfully completed the program, and the number of offenders who successfully remained in the community during the 3 years following termination from the program.

(b) Expenditures by location.

(c) The impact on jail utilization.

(d) The impact on prison admissions.

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

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

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

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

Sec. 419. (1) The department shall provide weekly electronic mail reports to the senate and house appropriations subcommittees on corrections, the legislative corrections ombudsman, the senate and house fiscal agencies, and the state budget director on prisoner, parolee, and probationer populations by facility, and prison capacities.

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

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

(b) Parole populations.

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

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

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

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

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

Sec. 420. By March 1, the department shall report to the senate and house appropriations subcommittees on corrections, the senate and house judiciary committees, the legislative corrections ombudsman, the senate and house fiscal agencies, and the state budget director on performance data and efforts to improve efficiencies relative to departmental staffing, health care services, food service, prisoner transportation, mental health care services, and pharmaceutical costs.

Sec. 431. Upon offender request, the department shall ensure that prior to release from prison, each offender has possession of a set of clothing that would be appropriate and suitable for wearing to an interview for employment.

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

OPERATIONS AND SUPPORT ADMINISTRATION

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

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

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

Sec. 506. It is the intent of the legislature that the department work cooperatively and share curriculum and outcome goals with community colleges and colleges that are interested in offering new employee training academies. The department shall assist community colleges and colleges in gaining approval of the corrections officer's training council, as required under 2012 PA 526. When possible, the community colleges and colleges the department works with shall be geographically dispersed across the state and whenever possible should be near department of corrections facilities.

FIELD OPERATIONS ADMINISTRATION

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

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

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

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

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

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

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

Sec. 608. By March 1, the department shall report to the senate and house appropriations subcommittees on corrections, the legislative corrections ombudsman, the senate and house fiscal agencies, and the state budget director on the use of electronic monitoring. At a minimum, the report shall include all of the following:

(a) Details on the failure rate of parolees for whom GPS tether is utilized, including the number and rate of parolee technical violations, including specifying failures due to committing a new crime that is uncharged but leads to parole termination, and the number and rate of parolee violators with new sentences.

(b) Information on the factors considered in determining whether an offender is placed on active GPS tether, passive GPS tether, radio frequency tether, or some combination of these or other types of electronic monitoring.

(c) Monthly data on the number of offenders on active GPS tether, passive GPS tether, radio frequency tether, and any other type of tether.

Sec. 611. The department shall prepare by March 1 individual reports for the community re-entry program, the electronic tether program, and the special alternative to incarceration program. The reports shall be submitted to the house and senate appropriations subcommittees on corrections, the legislative corrections ombudsman, the house and senate fiscal agencies, and the state budget director. Each program's report shall include information on all of the following:

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

(b) Monthly participant unsuccessful terminations, including cause.

(c) Number of successful terminations.

(d) End month population by facility/program.

(e) Average length of placement.

(f) Return to prison statistics.

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

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

(i) Comparison with prior year statistics.

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

Sec. 612. (1) The department shall review and revise as necessary policy proposals that provide alternatives to prison for offenders being sentenced to prison as a result of technical probation violations and technical parole violations. To the extent the department has insufficient policies or resources to affect the continued increase in prison commitments among these offender populations, the department shall explore other policy options to allow for program alternatives, including department or OCC-funded programs, local level programs, and programs available through private agencies that may be used as prison alternatives for these offenders.

(2) To the extent policies or programs described in subsection (1) are used, developed, or contracted for, the department may request that funds appropriated in part 1 be transferred under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393, for their operation.

(3) The department shall continue to utilize parole violator processing guidelines that require parole agents to utilize all available appropriate community-based, nonincarcerative postrelease sanctions and services when appropriate. The

department shall periodically evaluate such guidelines for modification, in response to emerging information from the demonstration projects for substance abuse treatment provided under this article and applicable provisions of prior budget acts for the department.

(4) The department shall provide annual reports to the senate and house appropriations subcommittees on corrections, the legislative corrections ombudsman, the senate and house fiscal agencies, and the state budget director on the number of all parolees returned to prison and probationers sentenced to prison for either a technical violation or new sentence during the preceding calendar quarter. The reports shall include the following information each for probationers, parolees after their first parole, and parolees who have been paroled more than once:

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

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

(c) The educational history of those offenders, including how many had a GED or high school diploma prior to incarceration in prison, how many received a GED while in prison, and how many received a vocational certificate while in prison.

(d) The number of offenders who participated in the MPRI versus the number of those who did not.

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

Sec. 615. After the parole board has reviewed the cases of all inmates sentenced to imprisonment for life with the possibility of parole who have good institutional records, the parole board shall calculate each inmate's parole guidelines score. The parole board shall provide the legislature with the specific reason or reasons why any individual inmate who scores "high probability of release" is not being paroled. The parole board shall submit a report containing a list of these reasons for each inmate to the house and senate appropriations subcommittees on corrections, the house and senate fiscal agencies, the legislative corrections ombudsman, and the state budget director by January 1.

HEALTH CARE

Sec. 802. As a condition of expenditure of the funds appropriated in part 1, the department shall provide the senate and house of representatives appropriations subcommittees on corrections, the legislative corrections ombudsman, the senate and house fiscal agencies, and the state budget director with all of the following:

(a) Quarterly reports on physical and mental health care detailing quarterly and fiscal year-to-date expenditures itemized by vendor, allocations, status of payments from contractors to vendors, and projected year-end expenditures from accounts for prisoner health care, mental health care, pharmaceutical services, and durable medical equipment.

(b) Regular updates on progress on requests for proposals and requests for information pertaining to prisoner health care and mental health care, until the applicable contract is approved.

Sec. 804. (1) The department shall report quarterly to the senate and house appropriations subcommittees on corrections, the legislative corrections ombudsman, the senate and house fiscal agencies, and the state budget director on prisoner health care utilization. The report shall include the number of inpatient hospital days, outpatient visits, and emergency room visits in the previous quarter and since October 1, 2009, by facility.

(2) By March 1, the department shall report to the senate and house appropriations subcommittees on corrections, the legislative corrections ombudsman, the senate and house fiscal agencies, and the state budget director on prisoners receiving off-site inpatient medical care that would have received care in a state correctional facility if beds were available. The report shall include the number of prisoners receiving off-site inpatient medical care and average length of stay in an off-site facility during the period they would have received care in a state correctional facility if beds were available, by month and correctional facilities administration region.

Sec. 806. From the funds appropriated in part 1, the department shall require a hepatitis C antibody test and an HIV test for each prisoner prior to release to the community by parole or discharge on the maximum sentence. The requirement for a pre-release test does not apply if the prisoner has previously tested positive. The department shall require an HIV test and a hepatitis C risk factor screening for each prisoner at the health screening at admissions. If hepatitis C risk factors are identified, the department shall offer the prisoner a hepatitis C antibody test. An explanation of results of the tests shall be provided confidentially to the prisoner, and if appropriate based on the test results, the prisoner shall also be provided a recommendation to seek follow-up medical attention.

Sec. 807. The department shall ensure that all medications for a prisoner be transported with that prisoner when the prisoner is transferred from 1 correctional facility to another. Prisoners being released shall have access to at least a 30-day supply of medication and a prescription for refills to allow for continuity of care in the community.

Sec. 809. The department, in conjunction with efforts to implement prisoner re-entry, shall cooperate with the MDCH to share data and information as they relate to prisoners being released who are HIV positive or positive for the hepatitis C antibody. By March 1, the department shall report to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, and the state budget director on all of the following:

(a) Programs and the location of programs implemented as a result of the work under this section.

(b) The number of prisoners released to the community by parole, discharge on the maximum sentence, or transfer to community residential placement who are HIV positive, positive for the hepatitis C antibody, or both.

(c) The number of parolees and offenders discharged on the maximum sentence who are HIV or hepatitis C positive by paroling office as reported to the state department of community health for referral to the local public health department.

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

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

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

Sec. 816. By April 1, the department shall provide the members of the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the state budget director, and the legislative corrections ombudsman with a report on pharmaceutical expenditures and prescribing practices. In particular, the report shall provide the following information:

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

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

(c) A progress report on the department's efforts to address various findings outlined in audit report 471-0325-09L issued in March 2011 by the Michigan office of the auditor general.

CORRECTIONAL FACILITIES ADMINISTRATION

Sec. 904. The department shall calculate the per prisoner/per day cost for each prisoner security custody level. This calculation shall include all actual direct and indirect costs for the previous fiscal year, including, but not limited to, the value of services provided to the department by other state agencies and the allocation of statewide legacy costs. To calculate the per prisoner/per day costs, the department shall divide these direct and indirect costs by the average daily population for each custody level. For multilevel facilities, the indirect costs that cannot be accurately allocated to each custody level can be included in the calculation on a per-prisoner basis for each facility. A report summarizing these calculations and the direct and indirect costs included in them shall be submitted to the senate and house appropriations subcommittees on corrections, the legislative corrections ombudsman, the senate and house fiscal agencies, and the state budget director not later than December 15.

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

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

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

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

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

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

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

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

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

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

Sec. 910. The department shall allow the Michigan Braille transcribing fund program to operate at its current location. The donation of the building by the Michigan Braille transcribing fund at the G. Robert Cotton correctional facility in Jackson is acknowledged and appreciated. The department shall continue to encourage the Michigan Braille transcribing fund program to produce high-quality materials for use by the visually impaired.

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

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

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

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

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

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

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

Sec. 916. The department shall report by February 1 to the senate and house appropriations subcommittees on corrections, the legislative corrections ombudsman, the senate and house fiscal agencies, and the state budget director on the number of computers available for use by prisoners within each prison facility. The report shall summarize the purpose and frequency of use of these computers within each facility, and in particular shall provide detail on the extent to which computers are utilized for education programming, for both academic and vocational purposes.

Sec. 924. The department shall evaluate all prisoners at intake for substance abuse disorders, developmental disorders, serious mental illness, and other mental health disorders. Prisoners with serious mental illness shall not be confined in administrative segregation due to their serious mental illness. Due to persistent high violence risk or severe disruptive behavior that is unresponsive to treatment, prisoners may be placed in secure specialized housing programs that will facilitate access to institutional programming and ongoing mental health services, under the supervision of a mental health professional. A prisoner with serious mental illness who is confined in administrative segregation under these specialized housing programs shall be evaluated by a medical professional at a frequency of not less than every 12 hours.

Sec. 925. By March 1, 2014, the department shall report to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget director

on the annual number of prisoners in administrative segregation between October 1, 2003 and September 30, 2013, and the annual number of prisoners in administrative segregation between October 1, 2003 and September 30, 2013 who at any time during the current or prior prison term were diagnosed with serious mental illness or have a developmental disorder and the number of days each of the prisoners with serious mental illness or a developmental disorder have been confined to administrative segregation.

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

(a) Ensure that any inmate care and control staff in contact with prisoners less than 18 years of age are adequately trained with regard to the developmental and mental health needs of prisoners less than 18 years of age. By April 1, 2014, the department shall report to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, and the state budget director on the training curriculum used and the number and types of staff receiving training under that curriculum since October 2009.

(b) Provide appropriate placement for prisoners less than 18 years of age who have serious mental illness, serious emotional disturbance, or a developmental disorder and need to be housed separately from the general population. Prisoners less than 18 years of age who have serious mental illness, serious emotional disturbance, or a developmental disorder shall not be placed in administrative segregation for behavior due to serious mental illness, serious emotional disturbance, or a developmental disorder. Due to persistent high violence risk or severe disruptive behavior that is unresponsive to treatment, prisoners less than 18 years of age may be placed in secure specialized housing programs that will facilitate access to institutional programming and ongoing mental health services, under the supervision of a mental health professional. A prisoner less than 18 years of age with serious mental illness, serious emotional disturbance, or a developmental disorder who is confined in administrative segregation under these specialized housing programs shall be evaluated by a medical professional at a frequency of not less than every 12 hours.

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

Sec. 937. No state department or agency shall issue a request for proposal (RFP) for a contract in excess of $5,000,000.00, unless the department or agency has first considered issuing a request for information (RFI) or a request for qualification (RFQ) relative to that contract to better enable the department or agency to learn more about the market for the products or services that are the subject of the future RFP. The department or agency shall notify the department of technology, management, and budget of the evaluation process used to determine if an RFI or RFQ was not necessary prior to issuing the RFP.

Sec. 939. (1) By January 1, the department shall release a request for proposal seeking competitive bids for prison stores, prisoner clothing, and up to 1,750 custody beds.

(2) By January 1, the department shall release requests for information for competitive bids for the electronic monitoring center and for a secure detention facility that would house MDOC inmates serving terms of 2 years or less and provide job training and related programming.

(3) The department, working with the department of technology, management, and budget, shall issue a quarterly report detailing the current status of any requests for proposal or requests for information required under this section. If the status of any item listed in the report remains unchanged for more than 2 consecutive reporting periods, the report shall provide an explanation of the delay.

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

(2) The lease, rental, contract, or other legal agreement shall also require the party using the property to make a payment in lieu of taxes to the local jurisdictions that would otherwise receive property tax revenue, as if the property were not owned by the state.

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

Sec. 947. The department may engage with a state of Michigan 501(c)(3) nonprofit agency to develop a pilot program to manufacture prison clothing. This program shall utilize the prisoner re-entry population and provide comprehensive job training with the goal of transitioning into community employment. The pilot program shall be funded from 15% of the current funds allocated to Michigan services industry for the manufacture of prison clothing. The nonprofit agency must have existing statewide capacity to serve paroled prisoners. The agency selected will provide semi-annual reports to the department, the senate and house appropriations subcommittees on corrections, and the senate and house fiscal agencies, detailing cost savings incurred and outcomes of parolee employment programs.

MISCELLANEOUS

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

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

CAPITAL OUTLAY

Sec. 1051. The appropriations in part 1 for capital outlay shall be carried forward at the end of the fiscal year consistent with the provisions of section 248 of the management and budget act, 1984 PA 431, MCL 18.1248.

PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 1201. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2015 for the line items listed in part 1. The fiscal year 2014-2015 appropriations are anticipated to be the same as those for fiscal year 2013-2014, except that the line items will be adjusted for changes in caseload and related costs, federal fund match rates, economic factors, and available revenue. These adjustments will be determined after the January 2014 consensus revenue estimating conference.

Sec. 1202. It is the intent of the legislature that the department identify the amounts for normal retirement costs and legacy retirement costs for the fiscal year ending on September 30, 2015 for the line items listed in part 1.

ARTICLE VI

DEPARTMENT OF EDUCATION

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of education for the fiscal year ending September 30, 2014, from the following funds:

DEPARTMENT OF EDUCATION

APPROPRIATION SUMMARY		
Full-time equated unclassified positions 6.0		
Full-time equated classified positions 587.5		
GROSS APPROPRIATION	$	298,366,000
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		0
ADJUSTED GROSS APPROPRIATION	$	298,366,000

		For Fiscal Year Ending Sept. 30, 2014
Federal revenues:		
Total federal revenues		$ 211,873,000
Special revenue funds:		
Total local revenues		5,633,700
Total private revenues		1,933,300
Total other state restricted revenues		8,032,100
State general fund/general purpose		$ 70,893,900
State general fund/general purpose schedule:		
Ongoing state general fund/general purpose	70,893,900	
One-time state general fund/general purpose	0	
Sec. 102. STATE BOARD OF EDUCATION/OFFICE OF THE SUPERINTENDENT		
Full-time equated unclassified positions	6.0	
Full-time equated classified positions	11.0	
State board of education, per diem payments		$ 24,400
Unclassified positions—6.0 FTE positions		775,700
State board/superintendent operations—11.0 FTE positions		2,092,100
GROSS APPROPRIATION		$ 2,892,200
Appropriated from:		
Federal revenues:		
Federal revenues		219,400
Special revenue funds:		
Private foundations		28,100
Certification fees		852,000
State general fund/general purpose		$ 1,792,700
Sec. 103. CENTRAL SUPPORT		
Full-time equated classified positions	23.6	
Central support—23.6 FTE positions		$ 3,575,900
Worker's compensation		35,000
Building occupancy charges - property management services		3,031,600
Training and orientation workshops		150,000
Terminal leave payments		554,700
GROSS APPROPRIATION		$ 7,347,200
Appropriated from:		
Federal revenues:		
Federal revenues		1,453,900
Federal indirect funds		2,522,900
Special revenue funds:		
Certification fees		563,900
Teacher testing fees		15,000
Training and orientation workshop fees		150,000
State general fund/general purpose		$ 2,641,500
Sec. 104. INFORMATION TECHNOLOGY SERVICES		
Information technology operations		$ 4,126,500
GROSS APPROPRIATION		$ 4,126,500
Appropriated from:		
Federal revenues:		
Federal revenues		593,200
Federal indirect funds		1,752,800
Special revenue funds:		
Local cost sharing (schools for deaf/blind)		76,500
Certification fees		382,300
State general fund/general purpose		$ 1,321,700
Sec. 105. SPECIAL EDUCATION SERVICES		
Full-time equated classified positions	47.0	
Special education operations—47.0 FTE positions		$ 8,850,400
GROSS APPROPRIATION		$ 8,850,400

		For Fiscal Year Ending Sept. 30, 2014
Appropriated from:		
Federal revenues:		
Federal revenues	$	8,375,100
Special revenue funds:		
Private foundations		110,100
Certification fees		43,700
State general fund/general purpose	$	321,500

Sec. 106. MICHIGAN SCHOOLS FOR THE DEAF AND BLIND

Full-time equated classified positions 77.0		
Michigan schools for the deaf and blind operations—76.0 FTE positions	$	12,485,600
Camp Tuhsmeheta—1.0 FTE position		295,100
Private gifts - blind		200,000
Private gifts - deaf		50,000
GROSS APPROPRIATION	$	13,030,700
Appropriated from:		
Federal revenues:		
Federal revenues		6,721,500
Special revenue funds:		
Local cost sharing (schools for deaf/blind)		5,233,000
Local school district service fees		312,500
Gifts, bequests, and donations		545,100
Student insurance revenue		218,600
State general fund/general purpose	$	0

Sec. 107. PROFESSIONAL PREPARATION SERVICES

Full-time equated classified positions 34.0		
Professional preparation operations—34.0 FTE positions	$	5,827,100
Department of attorney general		66,000
GROSS APPROPRIATION	$	5,893,100
Appropriated from:		
Federal revenues:		
Federal revenues		1,427,700
Special revenue funds:		
Certification fees		3,836,900
Teacher college review fees		55,300
Teacher testing fees		355,100
State general fund/general purpose	$	218,100

Sec. 108. MICHIGAN OFFICE OF GREAT START

Full-time equated classified positions 62.0		
Office of great start operations—61.0 FTE positions	$	22,192,900
Child development and care external support		17,491,000
Head start collaboration office—1.0 FTE position		305,300
Child development care public assistance		136,344,000
GROSS APPROPRIATION	$	176,333,200
Appropriated from:		
Federal revenues:		
Federal revenues		135,821,200
Special revenue funds:		
Private foundations		250,000
Certification fees		63,500
State general fund/general purpose	$	40,198,500

Sec. 109. STATE AID AND SCHOOL FINANCE SERVICES

Full-time equated classified positions 9.5		
State aid and school finance operations—9.5 FTE positions	$	1,343,300
GROSS APPROPRIATION	$	1,343,300
Appropriated from:		
State general fund/general purpose	$	1,343,300

		For Fiscal Year Ending Sept. 30, 2014
Sec. 110. AUDIT SERVICES		
Full-time equated classified positions 4.5		
Audit operations—4.5 FTE positions	$	594,500
GROSS APPROPRIATION	$	594,500
Appropriated from:		
Federal revenues:		
Federal indirect funds		472,600
Special revenue funds:		
Certification fees		60,400
State general fund/general purpose	$	61,500
Sec. 111. ADMINISTRATIVE LAW SERVICES		
Full-time equated classified positions 2.0		
Administrative law operations—2.0 FTE positions	$	1,272,100
GROSS APPROPRIATION	$	1,272,100
Appropriated from:		
Federal revenues:		
Federal revenues		551,600
Special revenue funds:		
Certification fees		651,000
State general fund/general purpose	$	69,500
Sec. 112. BUREAU OF ASSESSMENT AND ACCOUNTABILITY		
Full-time equated classified positions 65.6		
Educational assessment operations—65.6 FTE positions	$	12,494,600
GROSS APPROPRIATION	$	12,494,600
Appropriated from:		
Federal revenues:		
Federal revenues		11,329,100
State general fund/general purpose	$	1,165,500
Sec. 113. SCHOOL SUPPORT SERVICES		
Full-time equated classified positions 82.6		
Grants coordination and school support services operations—82.6 FTE positions	$	14,951,700
Federal and private grants		3,000,000
GROSS APPROPRIATION	$	17,951,700
Appropriated from:		
Federal revenues:		
Federal revenues		16,112,600
Special revenue funds:		
Local school district service fees		11,700
Private foundations		1,000,000
Commodity distribution fees		71,700
Certification fees		84,800
State general fund/general purpose	$	670,900
Sec. 114. FIELD SERVICES		
Full-time equated classified positions 45.0		
Field services operations—45.0 FTE positions	$	8,976,500
GROSS APPROPRIATION	$	8,976,500
Appropriated from:		
Federal revenues:		
Federal revenues		8,683,400
Special revenue funds:		
Certification fees		75,400
State general fund/general purpose	$	217,700

		For Fiscal Year Ending Sept. 30, 2014
Sec. 115. EDUCATIONAL IMPROVEMENT AND INNOVATION SERVICES		
Full-time equated classified positions 57.7		
Educational improvement and innovation operations—57.7 FTE positions	$	8,407,100
GROSS APPROPRIATION	$	8,407,100
Appropriated from:		
Federal revenues:		
Federal revenues		6,449,400
Special revenue funds:		
Certification fees		552,500
State general fund/general purpose	$	1,405,200
Sec. 116. CAREER AND TECHNICAL EDUCATION		
Full-time equated classified positions 27.0		
Career and technical education operations—27.0 FTE positions	$	4,704,500
GROSS APPROPRIATION	$	4,704,500
Appropriated from:		
Federal revenues:		
Federal revenues		3,782,900
State general fund/general purpose	$	921,600
Sec. 117. LIBRARY OF MICHIGAN		
Full-time equated classified positions 33.0		
Library of Michigan operations—32.0 FTE positions	$	4,308,200
Library services and technology program—1.0 FTE position		5,603,700
State aid to libraries		8,876,000
Michigan eLibrary		1,750,000
Renaissance zone reimbursements		1,500,000
GROSS APPROPRIATION	$	22,037,900
Appropriated from:		
Federal revenues:		
IMLS, library services and technology act		5,603,700
State general fund/general purpose	$	16,434,200
Sec. 118. SCHOOL REFORM OFFICE		
Full-time equated classified positions 6.0		
School reform office operations—6.0 FTE positions	$	2,110,500
GROSS APPROPRIATION	$	2,110,500
Appropriated from:		
State general fund/general purpose	$	2,110,500

PART 2

PROVISIONS CONCERNING APPROPRIATIONS FOR FISCAL YEAR 2013-2014

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for the fiscal year ending September 30, 2014 is $78,926,000.00 and state spending from state resources to be paid to local units of government for the fiscal year ending September 30, 2014 is $10,376,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF EDUCATION		
State aid to libraries	$	8,876,000
Renaissance zone reimbursements		1,500,000
Total department of education	$	10,376,000

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

Sec. 203. As used in this article:

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

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

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

(d) "HHS" means the United States department of health and human services.

(e) "IMLS" means institute of museum and library services.

Sec. 204. The state superintendent of public instruction shall take all reasonable steps to ensure businesses in deprived and depressed communities compete for and perform contracts to provide services or supplies, or both. The state superintendent of public instruction shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 205. The departments and agencies shall use the Internet to fulfill the reporting requirements of this article. This requirement may include transmission of reports via electronic mail to the recipients identified for each reporting requirement, or it may include placement of reports on an Internet or Intranet site.

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

Sec. 207. The department shall cooperate with the department of technology, management, and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

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

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

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

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

(e) Job specifications and wage rates.

Sec. 208. The department shall require all public school districts to maintain complete records within the personnel file of a teacher or school employee of any disciplinary actions taken by the local school board against the teacher or employee for sexual misconduct. The records shall not be destroyed or removed from the teacher's or employee's personnel file except as required by a court order.

Sec. 211. To the extent the state continues to identify schools as meeting proficiency targets, before publishing a list of schools or districts determined to have failed to make adequate yearly progress as required by the no child left behind act of 2001, Public Law 107-110, the department shall allow a school or district to appeal that determination. The department shall consider and act upon the appeal within 30 days after it is submitted and shall not publish the list until after all appeals have been considered and decided.

Sec. 212. Funds appropriated in part 1 shall not be used for the purchase of foreign goods or services, or both, if competitively priced and comparable quality American goods or services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses if they are competitively priced and of comparable quality. In addition, preference should be given to goods or services, or both, manufactured or provided by Michigan businesses owned and operated by veterans if they are competitively priced and of comparable quality.

Sec. 214. The department and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the senate and house appropriations committees, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

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

Sec. 216. The department shall not take disciplinary action against an employee who communicates truthfully and factually with a member of the legislature or his or her staff.

Sec. 218. The department and agencies receiving appropriations in part 1 shall receive and retain copies of all reports funded from appropriations in part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The department may electronically retain copies of reports unless otherwise required by federal and state guidelines.

Sec. 219. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $5,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(2) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $700,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

Sec. 220. (1) The department shall provide data requested by a member of the legislature, his or her staff, or the house and senate fiscal agencies in a timely manner. If the department fails to provide reasonably requested data within 30 days after the request, the state money appropriated in part 1 for state board/superintendent operations shall be reduced by 1%.

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

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

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

Sec. 226. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the office of the state budget, the chairpersons of the senate and house appropriations committees, and the senate and house fiscal agencies.

Sec. 227. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees responsible for the department budget, respectively, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2013 and September 30, 2014.

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

Sec. 231. Funds appropriated in part 1 shall not be used to fund implementation of common core state standards or smarter balanced assessments unless an affirmative action of the legislature authorizing implementation of said standards or assessments is provided.

Sec. 232. (1) In addition to the funds appropriated in part 1, there is appropriated up to $180,000.00 from payments for subrecipient monitoring services provided to other departments.

(2) The funds may be expended for all expenses necessary to provide the required subrecipient monitoring services to other departments.

Sec. 233. No state department or agency shall issue a request for proposal (RFP) for a contract in excess of $5,000,000.00, unless the department or agency has first considered issuing a request for information (RFI) or a request for qualification (RFQ) relative to that contract to better enable the department or agency to learn more about the market for the products or services that are the subject of the future RFP. The department or agency shall notify the department of technology, management, and budget of the evaluation process used to determine if an RFI or RFQ was not necessary prior to issuing the RFP.

STATE BOARD/OFFICE OF THE SUPERINTENDENT

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

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

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

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

Sec. 302. From the amount appropriated in part 1 to the state board of education, not more than $35,000.00 shall be expended for in-state travel and out-of-state travel directly related to the duties of the state board of education.

MICHIGAN SCHOOLS FOR THE DEAF AND BLIND

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

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

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

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

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

PROFESSIONAL PREPARATION SERVICES

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

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

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

LIBRARY OF MICHIGAN

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

Sec. 803. It is the intent of the legislature that the library of Michigan and the component programs currently within the library of Michigan with the exception of the genealogical collections shall be kept together in a state department.

Sec. 804. (1) The funds appropriated in part 1 for renaissance zone reimbursements shall be used to reimburse public libraries pursuant to section 12 of the Michigan renaissance zone act, 1996 PA 376, MCL 125.2692, for taxes levied in 2013. The allocations shall be made not later than 60 days after the department of treasury certifies to the department and to the state budget director that the department of treasury has received all necessary information to properly determine the amounts due to each eligible recipient.

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

SCHOOL SUPPORT SERVICES

Sec. 901. Within 10 days of the receipt of a grant appropriated in the federal and private grants line item in part 1, the department shall notify the house and senate chairpersons of the appropriations subcommittees responsible for the department budget, the house and senate fiscal agencies, and the state budget director of the receipt of the grant, including the funding source, purpose, and amount of the grant.

MICHIGAN OFFICE OF GREAT START

Sec. 1001. By November 1, 2013, the department shall submit a report to the house and senate appropriations subcommittees on the department of education budget and the house and senate fiscal agencies on the number of eligible child care providers by type receiving payment for child care services from the department on October 1, 2013.

Sec. 1003. (1) The department shall provide the house and senate appropriations subcommittees on the department budget with an annual report on all funding appropriated to the early childhood investment corporation (ECIC) by the state for fiscal year 2012-2013. The report is due by February 15 and shall contain at least the following information:

(a) Total funding appropriated to the early childhood investment corporation by the state for fiscal year 2012-2013.

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

(c) The grant recipients.

(d) The activities funded by each grant.

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

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

Sec. 1004. (1) Not later than the 2014-2015 fiscal year, all head start center-based program providers shall ensure that where there is a great start readiness program requirement, policy, or regulation that is more rigorous than the corresponding head start requirement, policy, or regulation, all head start center-based programs will meet the more rigorous great start readiness program requirement, policy, or regulation, in addition to any federal requirements with which head start center-based programs must comply. This shall include, but is not limited to, meeting the current great start readiness program classroom staff qualifications whereby the lead teacher must have a Michigan teaching certificate with an early childhood specialist endorsement or, if subcontracted, the lead teacher must have a valid Michigan teaching certificate with a childhood specialist endorsement; or a valid Michigan teaching certificate with a child development associate credential; or a bachelor's degree in child development with a focus on teaching preschool.

(2) A head start center-based program may continue to employ as a lead teacher an individual who does not meet the requirements in subsection (1) if the individual meets both of the following requirements:

(a) The lead teacher is annually and continually enrolled and completing credit in an approved teacher preparation program leading to a provisional teaching certificate as described in subsection (1) or enrolled in a program leading to a bachelor's degree in child development with a focus on teaching preschool.

(b) The lead teacher has on file with the employing entity, his or her teacher preparation institution, and the department of education a planned program leading to teacher certification or a bachelor's degree in child development with a focus on teaching preschool.

PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 1201. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2015 for the line items listed in part 1. The fiscal year 2014-2015 appropriations are anticipated to be the same as those for fiscal year 2013-2014, except that the line items will be adjusted for changes in caseload and related costs, federal fund match rates, economic factors, and available revenue. These adjustments will be determined after the January 2014 consensus revenue estimating conference.

Sec. 1202. It is the intent of the legislature that the department identify the amounts for normal retirement costs and legacy retirement costs for the fiscal year ending on September 30, 2015 for the line items listed in part 1.

ARTICLE VII

DEPARTMENT OF ENVIRONMENTAL QUALITY

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of environmental quality for the fiscal year ending September 30, 2014, from the following funds:

DEPARTMENT OF ENVIRONMENTAL QUALITY

APPROPRIATION SUMMARY		
Full-time equated unclassified positions 6.0		
Full-time equated classified positions 1,281.5		
GROSS APPROPRIATION	$	517,168,800
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		9,401,900
ADJUSTED GROSS APPROPRIATION	$	507,766,900
Federal revenues:		
Federal funds		150,779,700

		For Fiscal Year Ending Sept. 30, 2014
Special revenue funds:		
Private funds	$	541,800
Total other state restricted revenues		327,340,900
State general fund/general purpose	$	29,104,500
State general fund/general purpose schedule:		
Ongoing state general fund/general purpose	28,104,500	
One-time state general fund/general purpose	1,000,000	
FUND SOURCE SUMMARY		
Full-time equated unclassified positions	6.0	
Full-time equated classified positions	1,281.5	
GROSS APPROPRIATION	$	517,168,800
Interdepartmental grant revenues:		
IDG, MDOT - Michigan transportation fund		1,285,700
IDG, MDSP		1,484,800
IDT, interdivisional charges		2,053,400
IDT, laboratory services		4,578,000
Total interdepartmental grants and intradepartmental transfers		9,401,900
ADJUSTED GROSS APPROPRIATION	$	507,766,900
Federal revenues:		
Federal funds		150,779,700
Special revenue funds:		
Private funds		541,800
Air emissions fees		10,601,500
Campground fund		362,200
Clean Michigan initiative - response activities		5,500,000
Clean Michigan initiative fund - clean water fund		3,782,100
Cleanup and redevelopment fund		24,074,400
Community pollution prevention fund		250,000
Electronic waste recycling fund		326,400
Environmental education fund		162,900
Environmental pollution prevention fund		2,892,500
Environmental protection fund		2,814,700
Environmental response fund		6,247,200
Fees and collections		492,300
Financial instruments		5,000,000
Great Lakes protection fund		212,500
Groundwater discharge permit fees		1,681,400
Hazardous materials transportation permit fund		780,600
Infrastructure construction fund		100,000
Land and water permit fees		3,299,500
Landfill maintenance trust fund		30,100
Medical waste emergency response fund		344,100
Metallic mining surveillance fee revenue		162,500
Mineral well regulatory fee revenue		230,300
Nonferrous metallic mineral surveillance		102,100
NPDES fees		4,471,300
Oil and gas regulatory fund		11,183,300
Orphan well fund		2,357,000
Public swimming pool fund		739,100
Public utility assessments		282,900
Public water supply fees		5,084,700
Refined petroleum fund		50,465,300
Retired engineers technical assistance program		664,400
Revitalization revolving loan fund		99,900
Revolving loan revenue bonds		11,400,000
Sand extraction fee revenue		102,800
Scrap tire regulatory fund		5,097,100
Septage waste contingency fund		17,800

		For Fiscal Year Ending Sept. 30, 2014
Septage waste program fund	$	635,900
Settlement funds		641,600
Sewage sludge land application fees		1,148,100
Small business pollution prevention revolving loan fund		168,300
Soil erosion and sedimentation control training fund		155,900
Solid waste management fund - staff account		5,425,800
Stormwater permit fees		3,303,200
Strategic water quality initiatives fund		140,766,500
Waste reduction fee revenue		6,284,600
Wastewater operator training fees		691,400
Water analysis fees		2,559,700
Water pollution control revolving fund		3,759,000
Water quality protection fund		100,000
Water use reporting fees		286,000
Total other state restricted revenues		327,340,900
State general fund/general purpose	$	29,104,500

Sec. 102. EXECUTIVE OPERATIONS

Full-time equated unclassified positions 6.0		
Full-time equated classified positions 13.0		
Unclassified salaries—6.0 FTE positions	$	707,000
Executive direction—13.0 FTE positions		2,047,000
GROSS APPROPRIATION	$	2,754,000
Appropriated from:		
Federal revenues:		
Federal funds		38,900
Special revenue funds:		
Environmental response fund		214,200
Oil and gas regulatory fund		391,900
Refined petroleum fund		580,900
Settlement funds		67,600
State general fund/general purpose	$	1,460,500

Sec. 103. OFFICE OF THE GREAT LAKES

Full-time equated classified positions 12.0		
Office of the Great Lakes—12.0 FTE positions	$	2,874,300
Coastal management grants		1,750,000
GROSS APPROPRIATION	$	4,624,300
Appropriated from:		
Federal revenues:		
Federal funds		3,415,700
Special revenue funds:		
Great Lakes protection fund		212,500
Settlement funds		111,300
State general fund/general purpose	$	884,800

Sec. 104. GREAT LAKES RESTORATION INITIATIVE

Full-time equated classified positions 6.0		
Great Lakes restoration initiative—6.0 FTE positions	$	15,020,600
GROSS APPROPRIATION	$	15,020,600
Appropriated from:		
Federal revenues:		
Federal funds		15,020,600
Special revenue funds:		
State general fund/general purpose	$	0

Sec. 105. DEPARTMENT SUPPORT SERVICES

Full-time equated classified positions 34.0		
Central support services—34.0 FTE positions	$	4,036,100

		For Fiscal Year Ending Sept. 30, 2014
Accounting service center	$	1,252,100
Administrative hearings		595,700
Automated data processing		2,053,400
Building occupancy charges		6,388,100
Environmental support projects		5,000,000
Rent - privately owned property		2,152,100
GROSS APPROPRIATION	$	21,477,500
Appropriated from:		
Interdepartmental grant revenues:		
IDG, MDSP		164,800
IDT, interdivisional charges		2,053,400
IDT, laboratory services		459,100
Federal revenues:		
Federal funds		5,400
Special revenue funds:		
Air emissions fees		1,386,700
Campground fund		46,600
Cleanup and redevelopment fund		2,065,500
Electronic waste recycling fund		21,300
Environmental pollution prevention fund		358,800
Environmental response fund		634,600
Fees and collections		41,000
Financial instruments		5,000,000
Groundwater discharge permit fees		166,200
Hazardous materials transportation permit fund		40,700
Land and water permit fees		460,400
Medical waste emergency response fund		33,500
Metallic mining surveillance fee revenue		15,200
Mineral well regulatory fee revenue		19,000
NPDES fees		297,300
Oil and gas regulatory fund		821,400
Orphan well fund		56,600
Public swimming pool fund		48,800
Public utility assessments		40,200
Public water supply fees		369,600
Refined petroleum fund		1,579,600
Sand extraction fee revenue		13,100
Scrap tire regulatory fund		182,900
Septage waste program fund		82,500
Settlement funds		205,300
Sewage sludge land application fees		147,600
Small business pollution prevention revolving loan fund		24,800
Soil erosion and sedimentation control training fund		13,200
Solid waste management fund - staff account		654,900
Stormwater permit fees		160,000
Waste reduction fee revenue		787,400
Wastewater operator training fees		73,700
Water analysis fees		232,500
Water use reporting fees		32,000
State general fund/general purpose	$	2,681,900

Sec. 106. OFFICE OF ENVIRONMENTAL ASSISTANCE

Full-time equated classified positions	40.0	
Office of environmental assistance—40.0 FTE positions	$	6,187,200
Pollution prevention local grants		250,000
GROSS APPROPRIATION	$	6,437,200
Appropriated from:		
Federal revenues:		
Federal funds		773,200

		For Fiscal Year Ending Sept. 30, 2014
Special revenue funds:		
Private funds	$	356,600
Air emissions fees		133,600
Community pollution prevention fund		250,000
Environmental education fund		162,900
Fees and collections		117,600
Retired engineers technical assistance program		664,400
Settlement funds		257,400
Small business pollution prevention revolving loan fund		131,600
Waste reduction fee revenue		3,589,900
State general fund/general purpose	$	0

Sec. 107. WATER RESOURCE DIVISION

Full-time equated classified positions 331.0		
Land and water interface permit programs—86.0 FTE positions	$	12,208,000
Program direction and project assistance—30.0 FTE positions		3,049,000
Water withdrawal assessment program—4.0 FTE positions		605,200
Expedited water/wastewater permits—3.0 FTE positions		100,000
Fish contaminant monitoring		316,100
Groundwater discharge—22.0 FTE positions		3,024,800
NPDES nonstormwater program—89.0 FTE positions		12,648,800
Surface water—97.0 FTE positions		17,749,800
Federal - Great Lakes remedial action plan grants		700,000
Federal - nonpoint source water pollution grants		6,500,000
Wetland mitigation banking grants and loans		3,000,000
Water quality protection grants		100,000
GROSS APPROPRIATION	$	60,001,700
Appropriated from:		
Interdepartmental grant revenues:		
IDG, MDOT - Michigan transportation fund		1,209,200
Federal revenues:		
Federal funds		23,211,600
Special revenue funds:		
Clean Michigan initiative fund - clean water fund		3,782,100
Environmental protection fund		668,100
Environmental response fund		199,900
Groundwater discharge permit fees		1,430,700
Infrastructure construction fund		100,000
Land and water permit fees		2,546,700
NPDES fees		4,029,100
Refined petroleum fund		439,500
Sewage sludge land application fees		928,000
Soil erosion and sedimentation control training fund		136,400
Stormwater permit fees		3,062,600
Strategic water quality initiatives fund		3,000,000
Wastewater operator training fees		334,200
Water pollution control revolving fund		802,400
Water quality protection fund		100,000
Water use reporting fees		237,900
State general fund/general purpose	$	13,783,300

Sec. 108. LAW ENFORCEMENT DIVISION

Full-time equated classified positions 14.0		
Environmental investigations—14.0 FTE positions	$	2,790,400
GROSS APPROPRIATION	$	2,790,400
Appropriated from:		
Federal revenues:		
Federal funds		818,500

		For Fiscal Year Ending Sept. 30, 2014
Special revenue funds:		
Air emissions fees	$	55,700
Campground fund		5,300
Cleanup and redevelopment fund		231,900
Electronic waste recycling fund		2,400
Environmental pollution prevention fund		39,700
Environmental response fund		95,900
Fees and collections		5,100
Groundwater discharge permit fees		19,300
Hazardous materials transportation permit fund		4,200
Land and water permit fees		37,400
Medical waste emergency response fund		3,400
Metallic mining surveillance fee revenue		1,700
Mineral well regulatory fee revenue		2,100
NPDES fees		28,400
Oil and gas regulatory fund		147,200
Orphan well fund		6,400
Public swimming pool fund		5,400
Public utility assessments		4,300
Public water supply fees		41,100
Refined petroleum fund		377,600
Sand extraction fee revenue		1,000
Scrap tire regulatory fund		37,900
Septage waste program fund		9,400
Sewage sludge land application fees		16,400
Small business pollution prevention revolving loan fund		2,900
Soil erosion and sedimentation control training fund		1,200
Solid waste management fund - staff account		74,500
Stormwater permit fees		18,900
Waste reduction fee revenue		98,800
Wastewater operator training fees		8,100
Water analysis fees		26,200
Water use reporting fees		3,600
State general fund/general purpose	$	558,500

Sec. 109. AIR QUALITY DIVISION

Full-time equated classified positions 203.0		
Air quality programs—203.0 FTE positions	$	25,766,500
GROSS APPROPRIATION	$	25,766,500
Appropriated from:		
Federal revenues:		
Federal funds		7,470,700
Special revenue funds:		
Air emissions fees		8,480,000
Fees and collections		279,200
Oil and gas regulatory fund		133,200
Refined petroleum fund		3,551,500
Waste reduction fee revenue		1,320,300
State general fund/general purpose	$	4,531,600

Sec. 110. RESOURCE MANAGEMENT DIVISION

Full-time equated classified positions 316.5		
Drinking water and environmental health—106.5 FTE positions	$	15,919,100
Hazardous waste management program—51.0 FTE positions		6,331,600
Low-level radioactive waste authority—2.0 FTE positions		225,000
Medical waste program—2.0 FTE positions		294,300
Municipal assistance—34.0 FTE positions		6,481,400
Radiological protection program—12.0 FTE positions		1,674,800

		For Fiscal Year Ending Sept. 30, 2014
Scrap tire regulatory program—11.0 FTE positions	$	1,307,700
Oil, gas, and mineral services—61.0 FTE positions		11,916,700
Solid waste management program—37.0 FTE positions		4,872,000
Drinking water program grants		1,330,000
Noncommunity water grants		2,000,000
Septage waste compliance grants		275,000
Strategic water quality initiative grants and loans		97,000,000
Strategic water quality initiative loans		9,600,000
Water pollution control and drinking water revolving fund		85,443,000
Scrap tire grants		3,500,000
GROSS APPROPRIATION	$	248,170,600
Appropriated from:		
Interdepartmental grant revenues:		
IDG, MDSP		1,257,800
Federal revenues:		
Federal funds		89,348,900
Special revenue funds:		
Campground fund		292,500
Electronic waste recycling fund		294,600
Environmental pollution prevention fund		2,356,500
Fees and collections		33,800
Hazardous materials transportation permit fund		720,100
Medical waste emergency response fund		294,300
Metallic mining surveillance fee revenue		139,800
Mineral well regulatory fee revenue		201,800
Nonferrous metallic mineral surveillance		102,100
Oil and gas regulatory fund		9,117,300
Orphan well fund		2,272,000
Public swimming pool fund		665,800
Public utility assessments		225,000
Public water supply fees		4,198,100
Refined petroleum fund		664,500
Revolving loan revenue bonds		11,400,000
Sand extraction fee revenue		83,700
Scrap tire regulatory fund		4,807,700
Septage waste contingency fund		17,800
Septage waste program fund		512,300
Solid waste management fund - staff account		4,399,900
Strategic water quality initiatives fund		107,766,500
Waste reduction fee revenue		177,500
Wastewater operator training fees		247,000
Water pollution control revolving fund		2,798,300
State general fund/general purpose	$	3,775,000

Sec. 111. REMEDIATION AND REDEVELOPMENT DIVISION

Full-time equated classified positions 312.0		
Contaminated site investigations, cleanup and revitalization—204.0 FTE positions	$	27,754,700
Federal cleanup project management—60.0 FTE positions		9,546,900
Laboratory services—48.0 FTE positions		6,528,900
Brownfield grants		5,500,000
Emergency cleanup actions		4,000,000
Environmental cleanup support		1,840,000
Environmental cleanup and redevelopment program		30,000,000
Refined petroleum product cleanup program		32,500,000
Superfund cleanup		3,000,000
GROSS APPROPRIATION	$	120,670,500
Appropriated from:		
Interdepartmental grant revenues:		
IDT, laboratory services		4,017,900

		For Fiscal Year Ending Sept. 30, 2014
Federal revenues:		
Federal funds	$	8,965,100
Special revenue funds:		
Private funds		185,200
Clean Michigan initiative - response activities		5,500,000
Cleanup and redevelopment fund		20,915,200
Environmental protection fund		2,142,000
Environmental response fund		4,728,700
Landfill maintenance trust fund		30,100
Public water supply fees		300,200
Refined petroleum fund		41,575,400
Revitalization revolving loan fund		99,900
Strategic water quality initiatives fund		30,000,000
Water analysis fees		2,210,800
State general fund/general purpose	$	0

Sec. 112. INFORMATION TECHNOLOGY

Information technology services and projects	$	8,455,500
GROSS APPROPRIATION	$	8,455,500
Appropriated from:		
Interdepartmental grant revenues:		
IDG, MDOT - Michigan transportation fund		76,500
IDG, MDSP		62,200
IDT, laboratory services		101,000
Federal revenues:		
Federal funds		1,711,100
Special revenue funds:		
Air emissions fees		545,500
Campground fund		17,800
Cleanup and redevelopment fund		861,800
Electronic waste recycling fund		8,100
Environmental pollution prevention fund		137,500
Environmental protection fund		4,600
Environmental response fund		373,900
Fees and collections		15,600
Groundwater discharge permit fees		65,200
Hazardous materials transportation permit fund		15,600
Land and water permit fees		255,000
Medical waste emergency response fund		12,900
Metallic mining surveillance fee revenue		5,800
Mineral well regulatory fee revenue		7,400
NPDES fees		116,500
Oil and gas regulatory fund		572,300
Orphan well fund		22,000
Public swimming pool fund		19,100
Public utility assessments		13,400
Public water supply fees		175,700
Refined petroleum fund		1,696,300
Sand extraction fee revenue		5,000
Scrap tire regulatory fund		68,600
Septage waste program fund		31,700
Sewage sludge land application fees		56,100
Small business pollution prevention revolving loan fund		9,000
Soil erosion and sedimentation control training fund		5,100
Solid waste management fund - staff account		296,500
Stormwater permit fees		61,700
Waste reduction fee revenue		310,700
Wastewater operator training fees		28,400

		For Fiscal Year Ending Sept. 30, 2014
Water analysis fees	$	90,200
Water pollution control revolving fund		158,300
Water use reporting fees		12,500
State general fund/general purpose	$	428,900

Sec. 113. ONE-TIME BASIS ONLY APPROPRIATIONS

Hazardous waste management one-time	$	400,000
Wetlands program		600,000
GROSS APPROPRIATION	$	1,000,000
Appropriated from:		
State general fund/general purpose	$	1,000,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2013-2014

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2013-2014 is $356,445,400.00 and state spending from state resources to be paid to local units of government for fiscal year 2013-2014 is $2,775,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

GRANTS

Noncommunity water grants	$	2,000,000
Scrap tire grants		500,000
Septage waste compliance program		275,000
TOTAL	$	2,775,000

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

Sec. 203. As used in this article:

(a) "Department" means the department of environmental quality.

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

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

(d) "IDG" means interdepartmental grant.

(e) "IDT" means intradepartmental transfer.

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

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

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

Sec. 205. Unless otherwise specified, the department shall use the Internet to fulfill the reporting requirements of this act. This requirement may include transmission of reports via electronic mail to the recipients identified for each reporting requirement, or it may include placement of reports on an Internet or Intranet site.

Sec. 207. The department and agencies receiving appropriations in part 1 shall receive and retain copies of all reports funded from appropriations in part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The department may electronically retain copies of reports unless otherwise required by federal and state guidelines.

Sec. 209. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the house and senate appropriations committees, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

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

Sec. 210. Funds appropriated in part 1 shall not be used for the purchase of foreign goods or services, or both, if competitively priced and of comparable quality American goods or services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses and associated subcontractors if they are competitively priced and of comparable quality. In addition, preference shall be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.

Sec. 211. The director shall take all reasonable steps to ensure businesses in deprived and depressed communities compete for and perform contracts to provide services or supplies, or both. The director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 212. The department shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.

Sec. 213. (1) Funds appropriated in part 1 shall not be used by the department to promulgate a rule that will apply to a small business and that will have a disproportionate economic impact on small businesses because of the size of those businesses if the department fails to reduce the disproportionate economic impact of the rule on small businesses as provided under section 40 of the administrative procedures act of 1969, 1969 PA 306, MCL 24.240.

(2) As used in this section:

(a) "Rule" means that term as defined under section 7 of the administrative procedures act of 1969, 1969 PA 306, MCL 24.207.

(b) "Small business" means that term as defined under section 7a of the administrative procedures act of 1969, 1969 PA 306, MCL 24.207a.

Sec. 214. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those activities that the attorney general authorizes.

Sec. 215. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $30,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

(2) Unexpended and unencumbered amounts remaining from appropriations from the environmental protection bond fund contained in 1991 PA 160, 2003 PA 173, 2005 PA 109, 2006 PA 343, 2011 PA 63, and 2012 PA 236 are appropriated for expenditure for any site listed in this article and any site listed in the public acts referenced in this section.

(3) Unexpended and unencumbered amounts remaining from appropriations from the clean Michigan initiative fund - response activities contained in 2000 PA 52, 2001 PA 120, 2004 PA 309, 2005 PA 11, 2006 PA 343, 2007 PA 121, and 2011 PA 63 are appropriated for expenditure for any site listed in this act and any site listed in the public acts referenced in this section.

(4) Unexpended and unencumbered amounts remaining from appropriations from the refined petroleum fund activities contained in 2007 PA 121, 2008 PA 247, 2009 PA 118, 2010 PA 189, 2011 PA 63, and 2012 PA 200 are appropriated for expenditure for any site listed in this act and any site listed in the public acts referenced in this section.

(5) Unexpended and unencumbered amounts remaining from the appropriations from the strategic water quality initiatives fund contained in 2011 PA 50, 2011 PA 63, and 2012 PA 200 are appropriated for expenditure for any site listed in this article and any site listed in the public acts referenced in this section.

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

Sec. 221. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the previous fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 222. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittee chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2013 and September 30, 2014.

Sec. 223. Part 1 provides authorizations to fund 1,285.5 FTE classified positions during the fiscal year ending September 30, 2014. Line-item appropriations include limitations on the number of payroll hours to be funded, on the basis of 2,088 hours per each FTE position. The department shall report the number of funded FTE positions within 15 days after the effective date of this article. The number of classified employees compensated through each line item is limited by the authorized FTE positions indicated in this article, as adjusted for the number of reported funded FTE positions. The report shall be provided to the house and senate appropriations subcommittees on environmental quality and the house and senate fiscal agencies.

Sec. 224. On a quarterly basis, the department shall report on the number of FTEs in pay status by civil service classification to the senate and house appropriations subcommittees on environmental quality and the senate and house fiscal agencies.

Sec. 225. The department shall cooperate with the department of technology, management, and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

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

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

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

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

(e) Job specifications and wage rates.

Sec. 228. The department shall provide a report on the customer satisfaction evaluation program and the feedback received to the house and senate appropriations subcommittees on environmental quality and the house and senate fiscal agencies by July 1, 2014.

Sec. 229. The department shall provide a report on the expedited permitting program to the house and senate appropriations subcommittees on environmental quality and the house and senate fiscal agencies by July 1, 2014. The report shall include a list of all actions and program changes taken to implement the expedited permitting program and which programs have implemented the expedited permitting program.

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

Sec. 232. Effective October 1, 2013, surplus funds not to exceed $72,600.00 in the publication revenue fund are appropriated to the oil and gas regulatory fund created in section 61525b of the natural resources and environmental protection act, 1994 PA 451, MCL 324.61525b.

Sec. 233. The department shall not issue a request for proposal (RFP) for a contract in excess of $5,000,000.00, unless the department has first considered issuing a request for information (RFI) or a request for qualification (RFQ) relative to that contract to better enable the department to learn more about the market for the products or services that are the subject of the future RFP. The department shall notify the department of technology, management, and budget of the evaluation process used to determine if an RFI or RFQ was not necessary prior to issuing the RFP.

REMEDIATION DIVISION

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

Sec. 302. The unexpended funds appropriated in part 1 for emergency cleanup actions, the environmental cleanup and redevelopment program, and the refined petroleum product cleanup program are considered work project appropriations and any unencumbered or unallotted funds are carried forward into the succeeding fiscal year. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

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

(b) The projects will be accomplished by contract.

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

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

Sec. 303. Effective October 1, 2013, surplus funds not to exceed $1,000,000.00 in the cleanup and redevelopment trust fund are appropriated to the environmental protection fund created in section 503a of the natural resources and environmental protection act, 1994 PA 451, MCL 324.503a.

Sec. 304. Effective October 1, 2013, surplus funds not to exceed $1,000,000.00 in the community pollution prevention fund created in section 3f of 1976 IL 1, MCL 445.573f, are appropriated to the environmental protection fund created in section 503a of the natural resources and environmental protection act, 1994 PA 451, MCL 324.503a.

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

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

Site Name	County
Midway Resort Inc.	Alger
Country Party Store	Alpena
Hubbard Lake General Store	Alpena
Don's Auto	Antrim
Res. Wells Torch Lake Twp.	Antrim
Bud's in Honor	Benzie
Frankfort Station	Benzie
Randy's Amoco	Berrien
Baker Oil (E. Michigan)	Calhoun
Clark #767 (Marshall)	Calhoun
Clark #768 (Albion)	Calhoun
Clark Service Station #500	Calhoun
Pioneer Auto Truck Stop	Calhoun
Te-Khi Truck Auto Plaza Inc.	Calhoun
Dave's Repair	Cass
Herb's Auto Care	Cass
Unocal 76, Edwardsburg (Energy Oil)	Cass
Arnold's Bait and Tackle	Charlevoix
Clare's Country Corners	Charlevoix
Cook Corporation Site	Cheboygan
Corner Store	Cheboygan
Donald Johnson	Cheboygan
The Depot	Clare
State Road Service	Clinton
Bay Petroleum Corp	Eaton
South End Mobil	Eaton
Farmers Petroleum Coop - Petoskey	Emmet
Odyssey House, Flint	Genesee
Spartan Express (truck terminal)	Genesee
Taber's Oil Co., Inc.	Genesee
Watkins & Himelhoch Inc.	Genesee
Estey Service Station	Gladwin
Three Rivers Store	Gladwin
Wilson's Grocery	Gratiot
Action Auto Store #30	Ingham
Bay Gas Station, 3306 N. East St.	Ingham
Clark Station #1995	Ingham
Former Clark #531	Ingham
Fresh-Up Car Wash	Ingham
Miller Oil Company	Ingham
Washington, 114 N.	Iosco
Beach Products	Kalamazoo
Davis Country Corners	Kalkaska
1200 Monroe Avenue NW	Kent
1558 28th Street SW	Kent
Lakeside Resort and Party Store	Leelanau
Ralph Herman Farms	Leelanau
Blissfield Marathon	Lenawee
Clark 1457 Adrian	Lenawee
Lakeland Montessori School	Livingston
Leon Bonner Prop	Livingston
Millies Market (dba Toms)	Livingston
The Clark Station #2128	Livingston
The Oasis Truck Stop	Livingston
White Star Tavern	Manistee
Travis Thurow Property	Mason

Morley General Store	Mecosta
Cole's Garage (Allen J Cole)	Midland
Dutch Hutch	Missaukee
A-1 Party Mart	Montmorency
Sports Center, Inc.	Montmorency
Ravenna Sunoco	Muskegon
Star Mini-Mart #2	Muskegon
Village of Ravenna	Muskegon
Clear Lake (2 - 213 sites combined)	Ogemaw
Hersey Party Store	Osceola
Onaway Tax Service	Presque Isle
Clark #1072	Saginaw
H+Z Oil (Imperial #43)	Saginaw
M+K Investments (Imperial #41)	Saginaw
Norge Village	Saginaw
AMCO Group	Sanilac
Sangster Property	Sanilac
Raymond Ayotte	Shiawassee
Duff's Shell	St. Joseph
State-Wide 213 Triage	Statewide
Clark Service Station #1586, Former	Tuscola
Elm Street, 3474	Tuscola
Broekhutzen Produce	Van Buren
Anmas Inc.	Wayne

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

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

(a) The purpose of the projects is to provide contaminated site cleanup.

(b) The projects will be accomplished by contract.

(c) The total estimated cost of all projects is $5,500,000.00.

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

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

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

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

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

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

WATER RESOURCES DIVISION

Sec. 401. From the funds appropriated in part 1 for surface water, not less than $700,000.00 and 5.0 FTEs shall be allocated to support the permit review program within the aquatic nuisance control program. The department shall report to the house and senate appropriations subcommittees on environmental quality and the house and senate fiscal agencies by September 30, 2014 on the use of this funding and the number of permit applications processed by the program in 2014.

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

Sec. 407. Funds appropriated in part 1 shall not be used by the department to establish or enforce an effluent limitation for the amount or concentration of sodium in a groundwater discharge.

Sec. 408. From the funds appropriated in part 1 for surface water, not less than $100,000.00 shall be allocated to support funding to provide beach monitoring equipment on water quality for the Lake St. Clair Metropark Beach in Harrison Township.

RESOURCE MANAGEMENT DIVISION

Sec. 602. (1) The department is encouraged to use available pollution prevention funds and work with local public health departments, the department of agriculture and rural development, and the United States department of agriculture to maintain and expand programs for the safe disposal of hazardous household chemicals and prescription drugs.

(2) The department shall report to the house and senate appropriations subcommittees on environmental quality and the house and senate fiscal agencies by March 1, 2014 on clean sweep locations in this state and on factors affecting program success and expansion including funding requirements.

Sec. 603. If funds established under section 11130, 11153, or 12109 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.11130, 324.11153, and 324.12109, are incorporated into the environmental pollution prevention fund, any appropriations in part 1 from these funds shall be considered to have been appropriated from the environmental pollution prevention fund for the same purposes and in the same amounts as their original appropriation.

Sec. 604. If the balance of revenue in the environmental pollution prevention fund is anticipated to decline below anticipated spending levels at any point during the fiscal year ending September 30, 2014, appropriations in part 1 other than the hazardous waste management program appropriation shall be reduced.

PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 1201. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2015 for the line items listed in part 1. The fiscal year 2014-2015 appropriations are anticipated to be the same as those for fiscal year 2013-2014, except that the line items will be adjusted for changes in caseload and related costs, federal fund match rates, economic factors, and available revenue. These adjustments will be determined after the January 2014 consensus revenue estimating conference.

Sec. 1202. It is the intent of the legislature that the department identify the amounts for normal retirement costs and legacy retirement costs for the fiscal year ending on September 30, 2015 for the line items listed in part 1.

ARTICLE VIII

GENERAL GOVERNMENT

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the legislature, the executive, the department of attorney general, the department of state, the department of treasury, the department of technology, management, and budget, the department of civil rights, and certain state purposes related thereto, for the fiscal year ending September 30, 2014, from the following funds:

TOTAL GENERAL GOVERNMENT

APPROPRIATION SUMMARY		
Full-time equated unclassified positions	44.0	
Full-time equated classified positions	7,615.7	
GROSS APPROPRIATION		$ 4,459,313,500

		For Fiscal Year Ending Sept. 30, 2014
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		$ 738,570,400
ADJUSTED GROSS APPROPRIATION		$ 3,720,743,100
Federal revenues:		
Total federal revenues		700,910,000
Special revenue funds:		
Total local revenues		7,713,800
Total private revenues		6,086,100
Total other state restricted revenues		1,934,087,700
State general fund/general purpose		$ 1,071,945,500
State general fund/general purpose schedule:		
Ongoing state general fund/general purpose	964,382,200	
One-time state general fund/general purpose	107,563,300	
Sec. 102. DEPARTMENT OF ATTORNEY GENERAL		
(1) APPROPRIATION SUMMARY		
Full-time equated unclassified positions	6.0	
Full-time equated classified positions	511.0	
GROSS APPROPRIATION		$ 89,139,900
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		27,188,500
ADJUSTED GROSS APPROPRIATION		$ 61,951,400
Federal revenues:		
Total federal revenues		9,838,200
Special revenue funds:		
Total local revenues		0
Total private revenues		0
Total other state restricted revenues		17,631,900
State general fund/general purpose		$ 34,481,300
State general fund/general purpose schedule:		
Ongoing state general fund/general purpose	34,481,300	
One-time state general fund/general purpose	0	
(2) ATTORNEY GENERAL OPERATIONS		
Full-time equated unclassified positions	6.0	
Full-time equated classified positions	511.0	
Attorney general		$ 112,500
Unclassified positions—5.0 FTE positions		707,000
Attorney general operations—473.0 FTE positions		80,460,700
Child support enforcement—25.0 FTE positions		3,434,200
Prosecuting attorneys coordinating council—12.0 FTE positions		2,074,300
Public safety initiative—1.0 FTE position		902,800
GROSS APPROPRIATION		$ 87,691,500
Appropriated from:		
Interdepartmental grant revenues:		
IDG from MDCH, health policy		196,800
IDG from MDCH, medical services administration		506,500
IDG from MDCH, WIC		91,800
IDG from department of corrections		629,100
IDG from MDE		377,800
IDG from MDEQ		2,174,000
IDG from MDHS		5,649,600
IDG from MSF, workforce development agency		85,400
IDG from MDLARA, children's protection registry		44,300
IDG from MDLARA, financial and insurance regulation		1,377,000
IDG from MDLARA, fireworks safety fund		79,000
IDG from MDLARA, health professions		2,892,500
IDG from MDLARA, licensing and regulation fees		235,900
IDG from MDLARA, Michigan occupational safety and health administration		106,000

		For Fiscal Year Ending Sept. 30, 2014
IDG from MDLARA, remonumentation fees	$	101,200
IDG from MDLARA, unlicensed builders		176,000
IDG from MDTMB		247,900
IDG from MDTMB, civil service commission		300,600
IDG from MDTMB, risk management revolving fund		1,442,900
IDG from MDMVA		156,800
IDG from MDOT, comprehensive transportation fund		200,900
IDG from MDOT, state aeronautics fund		174,400
IDG from MDOT, state trunkline fund		2,387,000
IDG from MDSP, Michigan justice training fund		157,100
IDG from MDSP		352,700
IDG from Michigan state housing development authority		644,200
IDG from treasury		6,230,900
IDG from treasury, strategic fund		170,200
Federal revenues:		
DAG, state administrative match grant/food stamps		434,500
Federal funds		3,021,100
HHS, medical assistance, medigrant		678,200
HHS-OS, state Medicaid fraud control units		5,590,000
National criminal history improvement program		114,400
Special revenue funds:		
Antitrust enforcement collections		726,100
Assigned claims assessments		158,600
Attorney general's operations fund		1,175,400
Auto repair facilities fees		311,800
Franchise fees		375,900
Game and fish protection fund		838,000
Liquor purchase revolving fund		1,390,100
Manufactured housing fees		246,200
Merit award trust fund		487,300
Michigan employment security act - administrative fund		2,134,600
Prisoner reimbursement		614,400
Prosecuting attorneys training fees		405,300
Public utility assessments		2,141,300
Real estate enforcement fund		499,000
Reinstatement fees		208,800
Retirement funds		992,600
Second injury fund		807,500
Self-insurers security fund		561,400
Silicosis and dust disease fund		221,700
State building authority revenue		115,100
State casino gaming fund		1,663,000
State lottery fund		328,700
Utility consumers fund		743,900
Waterways fund		133,200
Worker's compensation administrative revolving fund		352,000
State general fund/general purpose	$	33,032,900
(3) INFORMATION TECHNOLOGY		
Information technology services and projects	$	1,448,400
GROSS APPROPRIATION	$	1,448,400
Appropriated from:		
State general fund/general purpose	$	1,448,400

Sec. 103. DEPARTMENT OF CIVIL RIGHTS

(1) APPROPRIATION SUMMARY

Full-time equated unclassified positions	6.0	
Full-time equated classified positions	122.0	
GROSS APPROPRIATION	$	15,198,300

		For Fiscal Year Ending Sept. 30, 2014
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers	$	0
ADJUSTED GROSS APPROPRIATION	$	15,198,300
Federal revenues:		
Total federal revenues		2,690,200
Special revenue funds:		
Total local revenues		0
Private revenues		18,700
Total other state restricted revenues		151,900
State general fund/general purpose	$	12,337,500
State general fund/general purpose schedule:		
Ongoing state general fund/general purpose 12,337,500		
One-time state general fund/general purpose 0		
(2) CIVIL RIGHTS OPERATIONS		
Full-time equated unclassified positions 6.0		
Full-time equated classified positions 122.0		
Unclassified positions—6.0 FTE positions	$	707,000
Civil rights operations—114.0 FTE positions		12,683,300
Division on deaf and hard of hearing—6.0 FTE positions		771,300
Hispanic/Latino commission of Michigan—1.0 FTE position		255,600
Asian Pacific American affairs commission—1.0 FTE position		103,800
GROSS APPROPRIATION	$	14,521,000
Appropriated from:		
Federal revenues:		
EEOC, state and local antidiscrimination agency contracts		1,177,600
HUD, grant		1,497,600
Special revenue funds:		
Private revenues		18,700
Division on deafness fund		93,400
State restricted indirect funds		58,500
State general fund/general purpose	$	11,675,200
(3) INFORMATION TECHNOLOGY		
Information technology services and projects	$	677,300
GROSS APPROPRIATION	$	677,300
Appropriated from:		
Federal revenues:		
EEOC, state and local antidiscrimination agency contracts		15,000
State general fund/general purpose	$	662,300
Sec. 104. EXECUTIVE OFFICE		
(1) APPROPRIATION SUMMARY		
Full-time equated unclassified positions 10.0		
Full-time equated classified positions 74.2		
GROSS APPROPRIATION	$	5,370,000
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		0
ADJUSTED GROSS APPROPRIATION	$	5,370,000
Federal revenues:		
Total federal revenues		0
Special revenue funds:		
Total local revenues		0
Total private revenues		0
Total other state restricted revenues		0
State general fund/general purpose	$	5,370,000
State general fund/general purpose schedule:		
Ongoing state general fund/general purpose 5,370,000		
One-time state general fund/general purpose 0		
(2) EXECUTIVE OFFICE OPERATIONS		
Full-time equated unclassified positions 10.0		
Full-time equated classified positions 74.2		

		For Fiscal Year Ending Sept. 30, 2014
Governor	$	159,300
Lieutenant governor		111,600
Executive office—74.2 FTE positions		3,841,800
Unclassified positions—8.0 FTE positions		1,257,300
GROSS APPROPRIATION	$	5,370,000
Appropriated from:		
State general fund/general purpose	$	5,370,000

Sec. 105. LEGISLATURE

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION	$	144,773,700
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		5,092,100
ADJUSTED GROSS APPROPRIATION	$	139,681,600
Federal revenues:		
Total federal revenues		0
Special revenue funds:		
Total local revenues		0
Total private revenues		400,000
Total other state restricted revenues		3,060,800
State general fund/general purpose	$	136,220,800
State general fund/general purpose schedule:		
Ongoing state general fund/general purpose	136,220,800	
One-time state general fund/general purpose	0	

(2) LEGISLATURE

Senate	$	30,955,300
Senate automated data processing		2,432,200
Senate fiscal agency		3,426,000
House of representatives		47,841,200
House automated data processing		1,930,900
House fiscal agency		3,426,000
GROSS APPROPRIATION	$	90,011,600
Appropriated from:		
State general fund/general purpose	$	90,011,600

(3) LEGISLATIVE COUNCIL

Legislative council	$	10,864,900
Legislative service bureau automated data processing		1,312,200
Worker's compensation		139,200
National association dues		425,000
Legislative corrections ombudsman		670,700
GROSS APPROPRIATION	$	13,412,000
Appropriated from:		
Special revenue funds:		
Private - gifts and bequests revenues		400,000
State general fund/general purpose	$	13,012,000

(4) LEGISLATIVE RETIREMENT SYSTEM

General nonretirement expenses	$	4,561,700
GROSS APPROPRIATION	$	4,561,700
Appropriated from:		
Special revenue funds:		
Court fees		1,109,800
State general fund/general purpose	$	3,451,900

(5) PROPERTY MANAGEMENT

Capitol building	$	3,078,700
Cora Anderson building		10,207,700
Farnum building and other properties		2,547,600
GROSS APPROPRIATION	$	15,834,000

		For Fiscal Year Ending Sept. 30, 2014
Appropriated from:		
State general fund/general purpose	$	15,834,000
(6) OFFICE OF THE AUDITOR GENERAL		
Unclassified positions	$	329,400
Field operations		20,625,000
GROSS APPROPRIATION	$	20,954,400
Appropriated from:		
Interdepartmental grant revenues:		
IDG from MDOT, comprehensive transportation fund		36,400
IDG from MDOT, Michigan transportation fund		296,000
IDG from MDOT, state aeronautics fund		28,300
IDG from MDOT, state trunkline fund		687,600
IDG, single audit act		2,730,400
IDG, commercial mobile radio system emergency telephone fund		34,400
IDG, contract audit administration fees		38,900
IDG, deferred compensation funds		50,900
IDG, Michigan finance authority		310,000
IDG, Michigan economic development authority		90,200
IDG, Michigan education trust fund		66,300
IDG, Michigan strategic fund		158,500
IDG, office of retirement services		204,700
IDG, other restricted funding sources		359,500
Special revenue funds:		
21st century jobs fund		90,200
Brownfield development fund		26,400
Clean Michigan initiative implementation bond fund		51,000
Fee adequacy, air quality delegated authority		13,000
Game and fish protection fund		29,300
Legislative retirement system		27,300
MDTMB, civil service commission		155,700
MDLARA, liquor purchase revolving fund		26,800
Michigan justice training commission fund		38,400
Michigan state housing development authority fees		106,500
Michigan veterans trust fund		33,200
Motor transport revolving fund		7,000
Office services revolving fund		9,200
State disbursement unit, office of child support		53,900
State services fee fund		1,272,600
Waterways fund		10,500
State general fund/general purpose	$	13,911,300

Sec. 106. DEPARTMENT OF STATE

(1) APPROPRIATION SUMMARY

Full-time equated unclassified positions 6.0		
Full-time equated classified positions 1,562.0		
GROSS APPROPRIATION	$	219,548,900
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		20,000,000
ADJUSTED GROSS APPROPRIATION	$	199,548,900
Federal revenues:		
Total federal revenues		1,810,000
Special revenue funds:		
Total local revenues		0
Total private revenues		100
Total other state restricted revenues		182,485,400
State general fund/general purpose	$	15,253,400
State general fund/general purpose schedule:		
Ongoing state general fund/general purpose 15,253,400		
One-time state general fund/general purpose 0		

		For Fiscal Year Ending Sept. 30, 2014
(2) EXECUTIVE DIRECTION		
Full-time equated unclassified positions 6.0		
Full-time equated classified positions 30.0		
Secretary of state	$	112,500
Unclassified positions—5.0 FTE positions		707,000
Operations—30.0 FTE positions		4,042,400
GROSS APPROPRIATION	$	4,861,900
Appropriated from:		
Special revenue funds:		
Auto repair facilities fees		69,200
Driver fees		277,900
Expedient service fees		66,800
Parking ticket court fines		9,300
Personal identification card fees		32,300
Reinstatement fees - operator licenses		250,700
Transportation administration collection fund		2,506,500
Vehicle theft prevention fees		40,700
State general fund/general purpose	$	1,608,500
(3) DEPARTMENT SERVICES		
Full-time equated classified positions 157.0		
Operations—157.0 FTE positions	$	29,710,200
GROSS APPROPRIATION	$	29,710,200
Appropriated from:		
Special revenue funds:		
Abandoned vehicle fees		481,900
Auto repair facilities fees		1,608,700
Child support clearance fees		35,200
Driver education provider and instructor fund		20,800
Driver fees		1,578,700
Driver improvement course fund		309,200
Expedient service fees		274,100
Marine safety fund		83,400
Off-road vehicle title fees		8,300
Parking ticket court fines		71,600
Personal identification card fees		189,500
Reinstatement fees - operator licenses		1,290,000
Scrap tire fund		76,500
Snowmobile registration fee revenue		18,600
Transportation administration collection fund		22,379,900
Vehicle theft prevention fees		629,900
State general fund/general purpose	$	653,900
(4) LEGAL SERVICES		
Full-time equated classified positions 32.0		
Operations—32.0 FTE positions	$	6,891,300
GROSS APPROPRIATION	$	6,891,300
Appropriated from:		
Special revenue funds:		
Auto repair facilities fees		1,449,100
Driver education provider and instructor fund		25,500
Driver fees		934,900
Expedient service fees		12,300
Parking ticket court fines		7,400
Personal identification card fees		60,200
Reinstatement fees - operator licenses		716,300
Transportation administration collection fund		3,208,300
Vehicle theft prevention fees		465,300
State general fund/general purpose	$	12,000

		For Fiscal Year Ending Sept. 30, 2014
(5) CUSTOMER DELIVERY SERVICES		
Full-time equated classified positions 1,298.0		
Branch operations—910.5 FTE positions	$	82,249,700
Central operations—368.5 FTE positions		47,400,200
Commemorative license plates—14.0 FTE positions		1,897,300
Motorcycle safety education administration—2.0 FTE positions		327,400
Motorcycle safety education grants		1,500,000
Credit and debit assessment service fees		5,000,000
Specialty license plates—3.0 FTE positions		750,000
Organ donor program		129,100
GROSS APPROPRIATION	$	139,253,700
Appropriated from:		
Interdepartmental grant revenues:		
IDG from MDOT, Michigan transportation fund		20,000,000
Federal revenues:		
Federal funds		1,460,000
Special revenue funds:		
Private funds		100
Abandoned vehicle fees		204,800
Auto repair facilities fees		1,734,600
Child support clearance fees		311,700
Credit and debit assessment service fees		5,000,000
Driver education provider and instructor fund		28,800
Driver fees		25,852,100
Driver improvement course fund		1,248,400
Enhanced driver license and enhanced official state personal identification card fund		6,559,400
Expedient service fees		2,569,700
Marine safety fund		1,394,600
Michigan state police auto theft fund		123,700
Mobile home commission fees		508,200
Motorcycle safety fund		1,827,400
Off-road vehicle title fees		156,500
Parking ticket court fines		1,553,600
Personal identification card fees		2,246,400
Recreation passport fee		1,000,000
Reinstatement fees - operator licenses		2,362,100
Snowmobile registration fee revenue		372,000
Thomas Daley gift of life fund		50,000
Transportation administration collection fund		59,534,900
Vehicle theft prevention fees		743,600
State general fund/general purpose	$	2,411,100
(6) ELECTION REGULATION		
Full-time equated classified positions 45.0		
Election administration and services—45.0 FTE positions	$	6,523,600
County clerk education and training fund		100,000
Help America vote act		350,000
Fees to local units		109,800
GROSS APPROPRIATION	$	7,083,400
Appropriated from:		
Federal revenues:		
Federal funds - HAVA HHS		350,000
Special revenue funds:		
Notary education and training fund		100,000
Notary fee fund		344,100
State general fund/general purpose	$	6,289,300
(7) DEPARTMENTWIDE APPROPRIATIONS		
Building occupancy charges/rent	$	9,671,900
Worker's compensation		313,000
GROSS APPROPRIATION	$	9,984,900

		For Fiscal Year Ending Sept. 30, 2014
Appropriated from:		
Special revenue funds:		
Auto repair facilities fees	$	135,900
Driver fees		728,700
Expedient service fees		26,200
Parking ticket court fines		449,700
Transportation administration collection fund		5,936,000
State general fund/general purpose	$	2,708,400
(8) INFORMATION TECHNOLOGY		
Information technology services and projects	$	21,763,500
GROSS APPROPRIATION	$	21,763,500
Appropriated from:		
Special revenue funds:		
Administrative order processing fee		11,800
Auto repair facilities fees		190,600
Child support clearance fees		17,200
Driver fees		790,000
Expedient service fees		1,088,700
Parking ticket court fines		87,800
Personal identification card fees		170,200
Reinstatement fees - operator licenses		594,300
Transportation administration collection fund		17,061,100
Vehicle theft prevention fees		181,600
State general fund/general purpose	$	1,570,200
Sec. 107. DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND BUDGET		
(1) APPROPRIATION SUMMARY		
Full-time equated unclassified positions 6.0		
Full-time equated classified positions 2,816.0		
GROSS APPROPRIATION	$	1,190,375,100
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		677,159,800
ADJUSTED GROSS APPROPRIATION	$	513,215,300
Federal revenues:		
Total federal revenues		8,790,900
Special revenue funds:		
Total local revenues		1,320,800
Total private revenues		190,400
Total other state restricted revenues		94,125,900
State general fund/general purpose	$	408,787,300
State general fund/general purpose schedule:		
Ongoing state general fund/general purpose 392,787,300		
One-time state general fund/general purpose 16,000,000		
(2) EXECUTIVE DIRECTION		
Full-time equated unclassified positions 6.0		
Full-time equated classified positions 12.0		
Unclassified positions—6.0 FTE positions	$	804,500
Executive operations—12.0 FTE positions		2,232,600
GROSS APPROPRIATION	$	3,037,100
Appropriated from:		
Interdepartmental grant revenues:		
IDG from building occupancy and parking charges		193,200
IDG from technology user fees		1,875,200
Special revenue funds:		
Special revenue, internal service, and pension trust funds		289,700
State general fund/general purpose	$	679,000
(3) DEPARTMENT SERVICES		
Full-time equated classified positions 716.5		

		For Fiscal Year Ending Sept. 30, 2014
Administrative services—136.5 FTE positions	$	17,381,000
Budget and financial management—135.0 FTE positions		17,299,600
Office of the state employer—23.0 FTE positions		3,316,000
Design and construction services—40.0 FTE positions		6,302,800
Business support services—95.0 FTE positions		10,923,600
Building operation services—210.0 FTE positions		90,199,300
Building occupancy charges, rent, and utilities		5,127,500
Motor vehicle fleet—35.0 FTE positions		59,221,400
Information technology services and projects		29,148,300
Bureau of labor market information and strategies—42.0 FTE positions		6,309,000
GROSS APPROPRIATION	$	245,228,500
Appropriated from:		
Interdepartmental grant revenues:		
IDG from accounting service centers user charges		2,694,200
IDG from building occupancy and parking charges		92,619,900
IDG from MDLARA		100,000
IDG from motor transport fund		59,221,400
IDG from MDCH		477,900
IDG from MDHS		209,200
IDG from user fees		6,669,500
IDG from technology user fees		7,747,500
Federal revenues:		
Federal funds		5,826,500
Special revenue funds:		
Deferred compensation		2,600
Health management funds		2,158,200
MAIN user charges		4,648,300
Pension trust funds		7,322,700
Special revenue, internal service, and pension trust funds		17,089,200
State building authority revenue		699,100
State restricted indirect funds		2,874,500
State general fund/general purpose	$	34,867,800
(4) TECHNOLOGY SERVICES		
Full-time equated classified positions 1,469.5		
Education services—29.0 FTE positions	$	4,044,900
Health and human services—617.5 FTE positions		266,662,400
Public protection—254.5 FTE positions		65,175,300
Resources services—146.5 FTE positions		19,590,700
Transportation services—89.5 FTE positions		30,500,500
General services—322.5 FTE positions		91,180,000
Information technology innovation fund		2,500,000
Enterprisewide information technology investments		47,000,000
Homeland security initiative/cyber security—10.0 FTE positions		2,000,000
GROSS APPROPRIATION	$	528,653,800
Appropriated from:		
Interdepartmental grant revenues:		
IDG from technology user fees		477,153,800
State general fund/general purpose	$	51,500,000
(5) STATEWIDE APPROPRIATIONS		
Professional development fund - MPE, SEIU, scientific and engineering unit	$	125,000
Professional development fund - AFSCME		50,000
Professional development fund - NERE		200,000
GROSS APPROPRIATION	$	375,000
Appropriated from:		
Interdepartmental grant revenues:		
IDG from employer contributions		375,000
State general fund/general purpose	$	0
(6) SPECIAL PROGRAMS		
Full-time equated classified positions 172.0		

		For Fiscal Year Ending Sept. 30, 2014
Building occupancy charges - property management services for executive/legislative building occupancy	$	1,208,200
Retirement services—162.0 FTE positions		25,257,200
Office of children's ombudsman—10.0 FTE positions		1,235,100
Public private partnership		1,500,000
GROSS APPROPRIATION	$	29,200,500
Appropriated from:		
Special revenue funds:		
Deferred compensation		1,542,400
Pension trust funds		18,907,000
Public private partnership investment fund		1,500,000
State general fund/general purpose	$	7,251,100
(7) STATE BUILDING AUTHORITY RENT		
State building authority rent - state agencies	$	70,005,800
State building authority rent - department of corrections		47,379,900
State building authority rent - universities		117,225,300
State building authority rent - community colleges		23,959,600
GROSS APPROPRIATION	$	258,570,600
Appropriated from:		
State general fund/general purpose	$	258,570,600
(8) CIVIL SERVICE COMMISSION		
Full-time equated classified positions 446.0		
Agency services—81.5 FTE positions	$	12,428,800
Executive direction—32.5 FTE positions		9,279,000
Employee benefits—16.0 FTE positions		5,636,600
Training		1,300,000
Human resources operations—316.0 FTE positions		35,011,500
Information technology services and projects		4,353,700
GROSS APPROPRIATION	$	68,009,600
Appropriated from:		
Interdepartmental grant revenues:		
IDG, training charges		1,300,000
IDG, 1% special funds		3,223,000
Federal revenues:		
Federal funds 1%		2,964,400
Special revenue funds:		
Local funds 1%		1,320,800
Private funds 1%		190,400
State restricted funds 1%		21,232,900
State restricted indirect funds		7,327,300
State sponsored group insurance		2,743,100
State sponsored group insurance, flexible spending accounts and COBRA		5,788,900
State general fund/general purpose	$	21,918,800
(9) CAPITAL OUTLAY		
Major special maintenance, remodeling, and additions for state agencies	$	2,000,000
Enterprisewide special maintenance for state facilities		18,000,000
GROSS APPROPRIATION	$	20,000,000
Appropriated from:		
Interdepartmental grant revenues:		
IDG from building occupancy charges		2,000,000
State general fund/general purpose	$	18,000,000
(10) ONE-TIME BASIS ONLY APPROPRIATIONS		
Delta County bridge removal	$	1,500,000
Regional prosperity grants		2,500,000
Special maintenance, remodeling and addition - state facilities		10,000,000
Technology services funding		21,300,000
Legal services		2,000,000
GROSS APPROPRIATION	$	37,300,000

		For Fiscal Year Ending Sept. 30, 2014
Appropriated from:		
Interdepartmental grant revenues:		
Interdepartmental grant revenues	$	21,300,000
Special revenue funds:		
State general fund/general purpose	$	16,000,000

Sec. 108. DEPARTMENT OF TREASURY

(1) APPROPRIATION SUMMARY

Full-time equated unclassified positions	10.0		
Full-time equated classified positions	2,530.5		
GROSS APPROPRIATION		$	2,794,907,600
Interdepartmental grant revenues:			
Total interdepartmental grants and intradepartmental transfers			9,130,000
ADJUSTED GROSS APPROPRIATION		$	2,785,777,600
Federal revenues:			
Total federal revenues			677,780,700
Special revenue funds:			
Total local revenues			6,393,000
Total private revenues			5,476,900
Total other state restricted revenues			1,636,631,800
State general fund/general purpose		$	459,495,200
State general fund/general purpose schedule:			
Ongoing state general fund/general purpose	367,931,900		
One-time state general fund/general purpose	91,563,300		

(2) EXECUTIVE DIRECTION

Full-time equated unclassified positions	10.0		
Full-time equated classified positions	5.0		
Unclassified positions—10.0 FTE positions		$	1,025,200
Office of the director—5.0 FTE positions			1,628,800
GROSS APPROPRIATION		$	2,654,000
Appropriated from:			
Federal revenues:			
DED-OPSE, federal lenders allowance			20,000
DED-OPSE, higher education act of 1965, insured loans			45,000
Special revenue funds:			
Michigan state housing development authority fees and charges			238,900
State lottery fund			268,000
State services fee fund			304,500
State general fund/general purpose		$	1,777,600

(3) DEPARTMENTWIDE APPROPRIATIONS

Rent and building occupancy charges - property management services	$	5,773,300
Worker's compensation insurance premium		135,000
GROSS APPROPRIATION	$	5,908,300
Appropriated from:		
Special revenue funds:		
Delinquent tax collection revenue		2,883,100
State general fund/general purpose	$	3,025,200

(4) LOCAL GOVERNMENT PROGRAMS

Full-time equated classified positions	100.0		
Supervision of the general property tax law—75.0 FTE positions		$	18,650,800
Property tax assessor training—4.0 FTE positions			1,024,300
Local finance—21.0 FTE positions			2,522,500
GROSS APPROPRIATION		$	22,197,600
Appropriated from:			
Special revenue funds:			
Local - assessor training fees			1,024,300
Local - audit charges			795,200

		For Fiscal Year Ending Sept. 30, 2014
Local - equalization study chargebacks	$	40,000
Local - revenue from local government		100,000
Delinquent tax collection revenue		1,477,600
Land reutilization fund		5,256,000
Municipal finance fees		524,700
State general fund/general purpose	$	12,979,800
(5) TAX PROGRAMS		
Full-time equated classified positions 805.0		
Customer contact—127.0 FTE positions	$	12,274,900
Tax compliance—337.0 FTE positions		43,838,200
Tax and economic policy—137.0 FTE positions		20,763,200
Tax processing—176.0 FTE positions		18,299,700
Health insurance claims fund—15.0 FTE positions		1,997,700
Home heating assistance		2,967,800
Bottle act implementation		250,000
Tobacco tax enforcement—13.0 FTE positions		1,550,700
GROSS APPROPRIATION	$	101,942,200
Appropriated from:		
Interdepartmental grant revenues:		
IDG from MDOT, Michigan transportation fund		2,100,000
IDG from MDOT, state aeronautics fund		69,400
Federal revenues:		
HHS-SSA, low-income energy assistance		2,967,800
Special revenue funds:		
Bottle deposit fund		250,000
Delinquent tax collection revenue		72,691,100
Emergency 911 fund		152,900
Health insurance claims assessment fund		1,997,700
Tobacco tax revenue		4,005,100
Waterways fund		102,700
State general fund/general purpose	$	17,605,500
(6) BANKING AND MANAGEMENT SERVICES		
Full-time equated classified positions 353.0		
Department and budget services—58.0 FTE positions	$	5,433,800
Unclaimed property—29.0 FTE positions		4,709,400
Collections—203.0 FTE positions		26,788,100
Finance and accounting—24.0 FTE positions		2,388,900
Receipts processing—39.0 FTE positions		4,315,600
GROSS APPROPRIATION	$	43,635,800
Appropriated from:		
Interdepartmental grant revenues:		
IDG from accounting service center user charges		473,600
IDG from MDHS, title IV-D		752,900
IDG, levy/warrant cost assessment fees		2,000,000
IDG, state agency collection fees		2,842,500
IDG, data/collection services fees		289,600
Special revenue funds:		
Delinquent tax collection revenue		24,260,000
Escheats revenue		4,709,400
Garnishment fees		2,445,500
Justice system fund		469,700
State restricted indirect funds		267,700
Treasury fees		45,400
State general fund/general purpose	$	5,079,500
(7) FINANCIAL PROGRAMS		
Full-time equated classified positions 202.5		
Investments—82.0 FTE positions	$	19,657,900
John R. Justice grant program		287,300

		For Fiscal Year Ending Sept. 30, 2014
Common cash and debt management—22.5 FTE positions	$	1,599,500
Dual enrollment payments		1,003,200
Student financial assistance programs—25.5 FTE positions		2,649,700
Michigan finance authority - bond finance programs—72.5 FTE positions		38,477,000
GROSS APPROPRIATION	$	63,674,600
Appropriated from:		
Interdepartmental grant revenues:		
IDG, fiscal agent service fees		202,000
Federal revenues:		
DED-OPSE, federal lenders allowance		10,557,900
DED-OPSE, higher education act of 1965, insured loans		24,920,100
Federal - John R. Justice grant		287,300
Special revenue funds:		
Defined contribution administrative fee revenue		100,000
MFA, bond and loan program revenue		2,999,000
Michigan merit award trust fund		1,123,700
Retirement funds		18,174,200
School bond fees		820,100
Treasury fees		1,591,500
State general fund/general purpose	$	2,898,800
(8) DEBT SERVICE		
Water pollution control bond and interest redemption	$	1,132,700
Quality of life bond		79,965,800
Clean Michigan initiative		57,187,400
Great Lakes water quality bond		15,916,600
GROSS APPROPRIATION	$	154,202,500
Appropriated from:		
Special revenue funds:		
Refined petroleum fund		3,014,500
State general fund/general purpose	$	151,188,000
(9) GRANTS		
Convention facility development distribution	$	74,850,000
Senior citizen cooperative housing tax exemption program		12,020,000
Emergency 911 payments		27,000,000
Facility for rare isotope beams debt service		7,300,000
Health and safety fund grants		9,000,000
GROSS APPROPRIATION	$	130,170,000
Appropriated from:		
Special revenue funds:		
Emergency 911 fund		27,000,000
Convention facility development fund		74,850,000
Health and safety fund		9,000,000
State general fund/general purpose	$	19,320,000
(10) BUREAU OF STATE LOTTERY		
Full-time equated classified positions 183.0		
Lottery operations—183.0 FTE positions	$	23,890,300
Promotion and advertising		18,622,000
Lottery information technology services and projects		5,162,900
GROSS APPROPRIATION	$	47,675,200
Appropriated from:		
Special revenue funds:		
State lottery fund		47,675,200
State general fund/general purpose	$	0
(11) CASINO GAMING		
Full-time equated classified positions 126.0		
Michigan gaming control board	$	50,000
Casino gaming control administration—116.0 FTE positions		24,721,600
Casino gaming information technology services and projects		1,820,700
Racing commission—10.0 FTE positions		2,312,500
GROSS APPROPRIATION	$	28,904,800

	For Fiscal Year Ending Sept. 30, 2014
Appropriated from:	
Special revenue funds:	
Casino gambling agreements	$ 719,300
Equine development fund	2,435,500
Laboratory fees	700,000
State services fee fund	25,050,000
State general fund/general purpose	$ 0
(12) PAYMENTS IN LIEU OF TAXES	
Commercial forest reserve	$ 3,054,900
Purchased lands	6,512,400
Swamp and tax reverted lands	7,779,800
GROSS APPROPRIATION	$ 17,347,100
Appropriated from:	
Special revenue funds:	
Private funds	22,000
Game and fish protection fund	2,333,600
Michigan natural resources trust fund	1,434,000
Michigan state waterways fund	194,600
State general fund/general purpose	$ 13,362,900
(13) MICHIGAN STRATEGIC FUND	
Full-time equated classified positions 409.0	
Administrative services—22.0 FTE positions	$ 3,058,700
Job creation services—139.0 FTE positions	23,429,200
Pure Michigan	29,000,000
Innovation and entrepreneurship	28,500,000
Business attraction and community revitalization	95,200,000
Community ventures—7.0 FTE positions	9,800,000
Michigan film office—6.0 FTE positions	883,700
Community development block grants	47,000,000
Arts and cultural program	8,150,000
Precollege engineering	340,000
GEAR-UP program grants	4,730,700
Carl D. Perkins grants	19,000,000
Adult basic education	20,000,000
Adult education—16.0 FTE positions	2,738,300
Bureau of energy systems	4,610,900
Postsecondary education—9.0 FTE positions	2,051,500
Employment services—125.0 FTE positions	35,166,900
Workforce development agency administrative services—22.0 FTE positions	1,740,100
Workforce program administration—57.0 FTE positions	13,404,400
Workforce development programs	250,819,100
Welfare-to-work programs	89,357,200
Workforce development agency rent and property management	870,500
Land bank fast track authority—6.0 FTE positions	1,142,500
Information technology services and projects	1,082,500
GROSS APPROPRIATION	$ 692,076,200
Appropriated from:	
Federal revenues:	
DAG, employment and training	3,500,000
DED-OESE, GEAR-UP	4,730,700
DED-OVAE, adult education	20,000,000
DED-OVAE, basic grants to states	19,000,000
DOE-OEERE, multiple grants	4,796,800
DOL-ETA, workforce investment act	184,003,300
DOL, federal funds	112,800,000
Federal funds	5,950,000
Social security act, temporary assistance to needy families	64,898,800
NFAH-NEA, promotion of the arts, partnership agreements	1,050,000
HUD-CPD, community development block grant	49,780,700
U.S. EPA revolving loan fund	1,000,000

		For Fiscal Year Ending Sept. 30, 2014
Special revenue funds:		
Local revenues	$	4,433,500
Private funds		5,074,900
Private - oil overcharge		30,000
Private - special project advances		250,000
Private - Michigan council for the arts fund		100,000
Industry support fees		5,500
Defaulted loan collection fees		150,000
Land bank fast track fund		300,000
Michigan film promotion fund		648,800
Public utility assessments		869,300
21st century jobs trust fund		75,000,000
State general fund/general purpose	$	133,703,900
(14) REVENUE SHARING		
Constitutional state general revenue sharing grants	$	737,257,700
County incentive program		22,652,000
County revenue sharing		116,608,000
Economic vitality incentive program		226,340,000
Competitive grant assistance program		5,000,000
GROSS APPROPRIATION	$	1,107,857,700
Appropriated from:		
Special revenue funds:		
Sales tax		1,107,857,700
State general fund/general purpose	$	0
(15) MICHIGAN STRATEGIC FUND - MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY		
Full-time equated classified positions 347.0		
Payments on behalf of tenants	$	166,860,000
Housing and rental assistance—347.0 FTE positions		57,191,300
Lighthouse preservation program		307,500
Rent and administrative support		3,845,800
Michigan state housing development authority technology services and projects		3,533,100
GROSS APPROPRIATION	$	231,737,700
Appropriated from:		
Federal revenues:		
HUD, lower income housing assistance		166,860,000
Special revenue funds:		
Michigan state housing development authority fees and charges		64,570,200
Michigan lighthouse preservation fund		307,500
State general fund/general purpose	$	0
(16) INFORMATION TECHNOLOGY		
Treasury operations information technology services and projects	$	24,360,600
GROSS APPROPRIATION	$	24,360,600
Appropriated from:		
Interdepartmental grant revenues:		
IDG from MDOT, Michigan transportation fund		400,000
Federal revenues:		
DED-OPSE, federal lenders allowance		612,300
Special revenue funds:		
Delinquent tax collection revenue		15,481,800
Tobacco tax revenue		125,600
Retirement funds		750,200
State general fund/general purpose	$	6,990,700
(17) ONE-TIME BASIS ONLY APPROPRIATIONS		
Competitive grant assistance program	$	10,000,000
County incentive program		6,500,000
Economic vitality incentive program		9,500,000

		For Fiscal Year Ending Sept. 30, 2014
MSF, film incentives	$	50,000,000
MSF, skilled trades training program		10,000,000
MSF, business attraction and community revitalization		24,800,000
Treasury, sales, use, and withholding system replacement		1,763,300
Michigan casino gaming board system replacement		3,000,000
Treasury, distressed communities		5,000,000
GROSS APPROPRIATION	$	120,563,300
Appropriated from:		
Special revenue funds:		
Casino gaming fund		2,300,000
State services fee fund		700,000
Sales tax		26,000,000
State general fund/general purpose	$	91,563,300

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2013-2014

GENERAL SECTIONS

Sec. 201. (1) Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2013-2014 is $2,866,751,600.00 and state spending from state resources to be paid to local units of government for fiscal year 2013-2014 is $1,303,826,600.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF STATE		
Fees to local units	$	109,800
Motorcycle safety grants		1,251,000
Subtotal	$	1,360,800
DEPARTMENT OF TREASURY		
Senior citizen cooperative housing tax exemption	$	12,020,000
Health and safety fund grants		9,000,000
Constitutional state general revenue sharing grants		737,257,700
Economic vitality incentive program		235,840,000
Convention facility development fund distribution		74,850,000
Emergency 9-1-1 payments		24,700,000
Competitive grant assistance program		15,000,000
County incentive program		29,152,000
County revenue sharing payments		116,608,000
Airport parking distribution pursuant to section 909		15,466,200
Payments in lieu of taxes		17,347,100
Welfare-to-work programs		15,224,800
Subtotal	$	1,302,465,800
TOTAL GENERAL GOVERNMENT	$	1,303,826,600

(2) Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources for fiscal year 2013-2014 is estimated at $29,815,416,700.00 in the 2013-2014 appropriations acts and total state spending from state sources paid to local units of government for fiscal year 2013-2014 is estimated at $15,790,923,500.00. The state-local proportion is estimated at 53.6% of total state spending from state resources.

(3) If payments to local units of government and state spending from state sources for fiscal year 2013-2014 are different than the amounts estimated in subsection (2), the state budget director shall report the payments to local units of government and state spending from state sources that were made for fiscal year 2013-2014 to the senate and house of representatives standing committees on appropriations within 30 days after the final book-closing for fiscal year 2013-2014.

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

Sec. 203. As used in this article:

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

(b) "ATM" means automated teller machine.

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

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

(e) "DED" means the United States department of education.

(f) "DED-OESE" means the DED office of elementary and secondary education.

(g) "DED-OPSE" means the DED office of postsecondary education.

(h) "DED-OVAE" means the DED office of vocational and adult education.

(i) "DOE-OEERE" means the United States department of energy, office of energy efficiency and renewable energy.

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

(k) "EEOC" means the United States equal employment opportunity commission.

(*l*) "EPA" means the United States environmental protection agency.

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

(n) "Fund" means the Michigan strategic fund.

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

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

(q) "HAVA" means help America vote act.

(r) "HHS" means the United States department of health and human services.

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

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

(u) "HUD" means the United States department of housing and urban development.

(v) "HUD-CPD" means the United States department of housing and urban development - community planning and development.

(w) "IDG" means interdepartmental grant.

(x) "JCOS" means the joint capital outlay subcommittee.

(y) "MAIN" means the Michigan administrative information network.

(z) "MCL" means the Michigan Compiled Laws.

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

(bb) "MDE" means the Michigan department of education.

(cc) "MDLARA" means the Michigan department of licensing and regulatory affairs.

(dd) "MDEQ" means the Michigan department of environmental quality.

(ee) "MDHS" means the Michigan department of human services.

(ff) "MDMVA" means the Michigan department of military and veterans affairs.

(gg) "MDOT" means the Michigan department of transportation.

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

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

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

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

(*ll*) "MPE" means the Michigan public employees.

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

(nn) "MSHDA" means Michigan state housing development authority.

(oo) "NERE" means nonexclusively represented employees.

(pp) "NFAH-NEA" means the national foundation of the arts and the humanities - national endowment for the arts.

(qq) "PA" means public act.

(rr) "PATH" means partnership, accountability, training, and hope.

(ss) "RFI" means a request for information.

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

(uu) "RFQ" means a request for qualifications.

(vv) "SEIU" means service employees international union.

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

Sec. 206. The departments and agencies receiving appropriations in part 1 shall cooperate with the department of technology, management, and budget to maintain a searchable website that is updated at least quarterly and that is accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

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

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

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

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

(e) Job specifications and wage rates.

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

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

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

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

	2012	2013	2014
Michigan personal income (millions)	$370,599	$379,864	$395,058
less: transfer payments	83,672	86,768	91,089
Subtotal	$286,927	$293,096	$303,969
Divided by: Detroit Consumer Price Index for 12 months ending June 30	2.143	2.181	2.218
Equals: real adjusted Michigan Personal income	$133,890	$134,386	$137,042
Percentage change	N/A	0.4%	2.0%
Growth rate in excess of 2%?	N/A	NO	N/A
Equals: countercyclical budget and economic stabilization fund pay-in calculation for the fiscal year ending September 30, 2014 (millions)	N/A	$0.0	N/A
Growth rate less than 0%?	N/A	N/A	NO
Equals: countercyclical budget and economic stabilization fund pay-out calculation for the fiscal year ending September 30, 2014 (millions)	N/A	N/A	$0.0

(2) Notwithstanding subsection (1), there is appropriated for the fiscal year ending September 30, 2014, from general fund/general purpose revenue for deposit into the countercyclical budget and economic stabilization fund the sum of $75,000,000.00.

Sec. 211b. (1) The roads and risks reserve fund is created within the state treasury.

(2) For the fiscal year ending September 30, 2014, there is appropriated $230,000,000.00 from general fund/general purpose revenue for deposit into the roads and risks reserve fund.

(3) Funds may only be spent from the roads and risks reserve fund upon appropriation. One-half of the reserve funds are available for appropriation for roads effective October 1, 2013. It is the intent of the legislature that the balance of the reserve funds will be appropriated for roads effective February 1, 2014 if those funds have not been appropriated for other purposes prior to that date.

(4) Interest and earnings from the investment of funds deposited in the roads and risks reserve fund shall be deposited in the general fund.

(5) Funds in the roads and risks reserve fund at the close of a fiscal year shall remain in the roads and risks reserve fund and shall not lapse to the general fund.

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

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

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

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

(a) The dates of each travel occurrence.

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

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

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

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

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

Sec. 227. Within 14 days after the release of the executive budget recommendation, the departments and agencies receiving appropriations in part 1 shall cooperate with the state budget director to provide the chairs of the senate and house of representatives standing committees on appropriations, the chairs of the senate and house of representatives standing committees on appropriations subcommittees on general government, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2013 and September 30, 2014.

Sec. 228. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental

program or program areas. The report shall be transmitted to the chairpersons of the senate and house of representatives standing committees on appropriations and the senate and house fiscal agencies.

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

Sec. 231. (1) It is the intent of the legislature that departments and agencies receiving appropriations in part 1 properly account for their spending and do not use FTE positions as placeholders for spending in other parts of their budgets.

(2) The departments and agencies receiving appropriations under part 1 shall provide a report to the legislature specifying the number of filled, FTE positions in pay status in the immediately preceding fiscal year by February 1. When reporting on the number of filled, FTE positions in pay status, the department or agency shall provide the maximum number of filled, FTE positions in pay status by appropriation line item in the last pay period of each quarter of the immediately preceding fiscal year. The report shall also include a listing of all funded, FTE positions by position title.

Sec. 235. No state department or agency shall issue an RFP for a contract in excess of $5,000,000.00 unless the department or agency has first considered issuing an RFI or an RFQ relative to that contract to better enable the department or the agency to learn more about the market for the products or services that are the subject of the future RFP. The department or agency shall notify MDTMB of the evaluation process used to determine if an RFI or RFQ was not necessary prior to issuing the RFP.

DEPARTMENT OF ATTORNEY GENERAL

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Sec. 309. From the prisoner reimbursement funds appropriated in part 1, the department may spend up to $614,400.00 on activities related to the state correctional facility reimbursement act, 1935 PA 253, MCL 800.401 to 800.406. In addition to the funds appropriated in part 1, if the department collects in excess of $1,131,000.00 in gross annual prisoner reimbursement receipts provided to the general fund, the excess, up to a maximum of $1,000,000.00, is appropriated to the department of attorney general and may be spent on the representation of the department of corrections and its officers, employees, and agents, including, but not limited to, the defense of litigation against the state, its departments, officers, employees, or agents in civil actions filed by prisoners.

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

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

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

DEPARTMENT OF CIVIL RIGHTS

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

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

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

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

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

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

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

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

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

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

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

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

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

(a) A detailed description of the department operations.

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

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

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

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

(f) A listing of amounts awarded to claimants.

(g) Expenditures associated with complaint investigation and enforcement.

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

(2) The report required under subsection (1) shall be transmitted not later than November 30 to the office of the state budget, the chairpersons of the senate and house of representatives standing committees on appropriations, and the senate and house fiscal agencies.

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

LEGISLATURE

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

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

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

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

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

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

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

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

Sec. 606. The appropriations in part 1 to the legislative branch, for property management, shall be used to purchase equipment and services for building maintenance in order to ensure a safe and productive work environment. These funds are designated as work project appropriations and shall not lapse at the end of the fiscal year, and shall continue to be available for expenditure until the project has been completed. The total cost is estimated at $500,000.00, and the tentative completion date is September 30, 2018.

Sec. 607. The appropriations in part 1 to the legislative branch, for automated data processing, shall be used to purchase equipment, software, and services in order to support and implement data processing requirements and technology improvements. These funds are designated as work project appropriations and shall not lapse at the end of the fiscal year, and shall continue to be available for expenditure until the project has been completed. The total cost is estimated at $500,000.00, and the tentative completion date is September 30, 2018.

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

LEGISLATIVE AUDITOR GENERAL

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

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

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

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

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

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

DEPARTMENT OF STATE

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

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

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

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

Sec. 703. From the funds appropriated in part 1, the department of state shall sell copies of records including, but not limited to, records of motor vehicles, off-road vehicles, snowmobiles, watercraft, mobile homes, personal identification cardholders, drivers, and boat operators and shall charge $8.00 per record sold only as authorized in section 208b of the Michigan vehicle code, 1949 PA 300, MCL 257.208b, section 7 of 1972 PA 222, MCL 28.297, and sections 80130, 80315, 81114, and 82156 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.80130, 324.80315, 324.81114, and 324.82156. The revenue received from the sale of records shall be credited to the transportation administration collection fund created under section 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b.

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

Sec. 705. (1) The department of state may accept gifts, donations, contributions, and grants of money and other property from any private or public source to underwrite, in whole or in part, the cost of a departmental publication that is prepared and disseminated under the Michigan vehicle code, 1949 PA 300, MCL 257.1 to 257.923. A private or public funding source may receive written recognition in the publication and may furnish a traffic safety message, subject to departmental approval, for inclusion in the publication. The department may reject a gift, donation, contribution, or grant. The department may furnish copies of a publication underwritten, in whole or in part, by a private source to the underwriter at no charge.

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

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

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

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

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

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

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

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

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

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

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

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

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

(2) Commemorative and specialty license plate fee revenue collected by the department of state and deposited in the transportation administration collection fund created in section 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b, in addition to the amount appropriated in part 1 to the department of state, shall remain in the transportation administration collection fund created in section 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b, and be available for future appropriation.

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

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

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

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

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

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

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

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

Sec. 714. (1) Except as otherwise provided under subsection (2), at least 180 days before closing a branch office or consolidating a branch office and at least 60 days before relocating a branch office, the department of state shall inform members of the senate and house of representatives standing committees on appropriations and legislators who represent affected areas regarding the details of the proposal. The information provided shall be in written form and include all analyses done regarding criteria for changes in the location of branch offices, including, but not limited to, branch transactions, revenue, and the impact on citizens of the affected area. The impact on citizens shall include information regarding additional distance to branch office locations resulting from the plan. The written notice provided by the department of state shall also include detailed estimates of costs and savings that will result from the overall changes made to the branch office structure and the same level of detail regarding costs for new leased facilities and expansions of current leased space.

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

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

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

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

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

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

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

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

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

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

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

Sec. 721. From the funds appropriated in part 1, the department of state may collect ATM commission fees from companies that have ATMs located in secretary of state branch offices. The commission received from the use of these ATMs shall be credited to the transportation administration collection fund created under section 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b.

DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND BUDGET

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

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

(3) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $150,000.00 for local contingency funds. These funds are not available for expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

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

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

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

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

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

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

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

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

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

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

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

Sec. 809. The department of technology, management, and budget shall notify the chairpersons of the senate and house of representatives standing committees on appropriations and the chairpersons of the senate and house of representatives standing committees on appropriations subcommittees on general government on any revisions that increase or decrease current contracts by more than $500,000.00 for computer software development, hardware acquisition, or quality assurance at least 14 days before the department of technology, management, and budget finalizes the revisions.

Sec. 810. The department of technology, management, and budget shall maintain an Internet website that contains notice of all invitations for bids and requests for proposals over $50,000.00 issued by the department or by any state agency operating under delegated authority. The department shall not accept an invitation for bid or request for proposal in less than 14 days after the notice is made available on the Internet website, except in situations where it would be in the best interest of the state and documented by the department. In addition to the requirements of this section, the department may advertise the invitations for bids and requests for proposals in any manner the department determines appropriate, in order to give the greatest number of individuals and businesses the opportunity to make bids or requests for proposals.

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

Sec. 812. The Michigan veterans' memorial park commission may receive and expend money from any source, public or private, including, but not limited to, gifts, grants, donations of money, and government appropriations, for the purposes described in Executive Order No. 2001-10. Funds are appropriated and allocated when received and may be expended upon receipt. Any deposits made under this section and unencumbered funds are restricted revenues and may be carried over into succeeding fiscal years.

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

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

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

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

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

(5) In order to reduce costs and maintain quality, it is the intent of the legislature that, excluding the fleet of motor vehicles for the department of state police, when economically feasible, the department of technology, management, and budget will prioritize the utilization of remanufactured parts as the primary means of maintenance and repair for the state of Michigan's fleet of motor vehicles.

Sec. 814. The department of technology, management, and budget shall develop a plan regarding the use of the funds appropriated in part 1 for the enterprisewide information technology investments. The plan shall include, but not be limited to, a description of proposed information technology investments, the time frame for completion of the information technology investments, the proposed cost of the information technology investments, the number of employees assigned to implement each information technology investment, the contracts entered into for each information technology investment, and any other information the department deems necessary. The plan shall be distributed to the senate and house of representatives standing committees on appropriations subcommittees on general government, as well as the senate and house fiscal agencies, by February 1.

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

Sec. 817. The department of technology, 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.

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

Sec. 819. In addition to the funds appropriated in part 1, the department of technology, management, and budget may receive and expend money from the Ronald Wilson Reagan memorial monument fund as provided in the Ronald Wilson Reagan memorial monument fund commission act, 2004 PA 489, MCL 399.261 to 399.266.

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

Sec. 821. The department of technology, management, and budget shall develop a plan regarding the office space consolidation project, including the use of the funds appropriated pursuant to 2012 PA 200 for the space consolidation fund. The plan shall include, but not be limited to, the description of the proposed office space to be consolidated, the time frame for completion of the office space consolidation, the proposed itemized cost of the office space consolidation, the number of employees assigned to implement the office space consolidation, the contracts entered into for the office space consolidation, and any other information the department deems necessary. The plan shall be updated and distributed annually to the senate and house of representatives standing committees on appropriations subcommittees on general government, as well as the senate and house fiscal agencies.

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

Sec. 822a. In addition to the general fund/general purpose appropriations for special maintenance, remodeling, and addition - state facilities in part 1, there is also appropriated related federal and state restricted funds up to the amounts

that will be earned based upon the initiatives undertaken with the funds in part 1. The state budget director shall determine and authorize the appropriate manner for implementing this section.

Sec. 822b. In addition to the general fund/general purpose appropriations for enterprisewide information technology investments in part 1, there is also appropriated related federal and state restricted funds up to the amounts that will be earned based upon the initiatives undertaken with the funds in part 1. The state budget director shall determine and authorize the appropriate manner for implementing this section.

Sec. 822c. Michigan State University shall return all unexpended state appropriations contained in 2011 PA 63 for asbestos abatement at the former state police headquarters site to the state treasury for deposit into the general fund. From the unexpended funds returned by Michigan State University, there is hereby appropriated an amount not to exceed $430,500.00 to the department of technology, management, and budget for combined sewer overflow connections to the municipal sewer system at the former state police headquarters site. The funds appropriated shall be made available to Michigan State University for reimbursement upon the presentation of documentation related to the expenditure of funds for the completed project.

Sec. 822d. (1) A public-private partnership investment fund is created in MDTMB. Subject to subsections (2) and (3), public-private partnership investments shall include, but are not limited to, all of the following:

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

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

(c) Financial and investment incentive opportunities.

(d) Infrastructure construction, maintenance, and operation.

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

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

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

(4) Investment development revenue, including a portion of the proceeds from the sale of any public-private partnership investment designated in subsection (1), shall be deposited into the fund created in subsection (1) and shall be available for administration, development, financing, marketing, and operating expenditures associated with public-private partnerships, unless otherwise provided by law. Public-private partnership investments authorized in subsection (1) are authorized for public or private operation or sale consistent with state law. Expenditures from the fund are authorized for investment purposes as designated in subsection (1) to enhance the marketable value of each investment. The unencumbered balance remaining in the fund at the end of the fiscal year may be carried forward for appropriation in future years.

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

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

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

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

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

INFORMATION TECHNOLOGY

Sec. 823. (1) The department of technology, management, and budget may sell and accept paid advertising for placement on any state website under its jurisdiction. The department shall review and approve the content of each advertisement. The department may refuse to accept advertising from any person or organization or require modification to advertisements based upon criteria determined by the department. Revenue received under this subsection shall be

used for operating costs of the department and for future technology enhancements to state of Michigan e-government initiatives. Funds received under this subsection shall be limited to $250,000.00. Any funds in excess of $250,000.00 shall be deposited in the state general fund.

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

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

Sec. 824. The department of technology, management, and budget may enter into agreements to supply spatial information and technical services to other principal executive departments, state agencies, local units of government, and other organizations. The department of technology, management, and budget may receive and expend funds in addition to those authorized in part 1 for providing information and technical services, publications, maps, and other products. The department of technology, management, and budget may expend amounts received for salaries, supplies, and equipment necessary to provide informational products and technical services. Prior to December 1 of each year, the department shall provide a report to the senate and house of representatives standing committees on appropriations subcommittees on general government, detailing the sources of funding and expenditures made under this section.

Sec. 825. The legislature shall have access to all historical and current data contained within MAIN pertaining to state departments. State departments shall have access to all historical and current data contained within MAIN.

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

(a) Application and mobile development and maintenance.

(b) Desktop computer support and management.

(c) Cyber security.

(d) Social media.

(e) Mainframe computer support and management.

(f) Server support and management.

(g) Local area network support and management, including, but not limited to, wired and wireless network build-out, support, and management.

(h) Information technology project management.

(i) Information technology planning and budget management.

(j) Telecommunication services, infrastructure, and support.

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

(2) The department of technology, management, and budget shall assess all subscribers of the Michigan public safety communications system reasonable access and maintenance fees.

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

(4) The department of technology, management, and budget shall provide a report to the senate and house of representatives standing committees on appropriations, the senate and house fiscal agencies, and the state budget director on April 15 and on October 15, indicating the amount of revenue collected under this section and expended for support and maintenance of the Michigan public safety communications system for the immediately preceding 6-month period. Any deposits made under this section and unencumbered funds are restricted revenues and shall be carried forward into succeeding fiscal years.

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

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

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

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

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

Sec. 831. (1) The information, communications, and technology innovation fund, established pursuant to 2011 PA 63 and 2012 PA 200, shall be administered by the department of technology, management, and budget for the purpose of providing a revolving, self-sustaining resource for financing information, communications, and technology innovation projects. From the funds appropriated to the information, communications, and technology innovation fund by 2011 PA 63 and 2012 PA 200, or received by the information, communications, and technology innovation fund under subsections (2) and (3), the department of technology, management, and budget may issue loans to state agencies, local units of government, colleges and universities in this state, school districts, other public entities that provide public sector services, and nonprofit organizations that provide public sector services, as determined by the department of technology, management, and budget in support of information, communications, and technology innovation projects.

(2) In addition to funds appropriated by 2011 PA 63 and 2012 PA 200, the information, communications, and technology innovation fund may accept contributions, gifts, bequests, devises, grants, and donations.

(3) In addition to the funds appropriated by 2011 PA 63 and 2012 PA 200, money received by the department of technology, management, and budget as repayment of information, communications, and technology innovation project loans, or other reimbursement or revenue received by the department of technology, management, and budget as a result of information, communications, and technology innovation project loans, interest earned on that money, or subsection (2) revenue, shall be deposited in the information, communications, and technology innovation fund and is appropriated for information, communications, and technology innovation fund projects described in subsection (1). At the close of the fiscal year, any unencumbered funds remaining in the information, communications, and technology innovation fund shall remain in the fund and be carried forward into the succeeding fiscal year.

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

(2) If potential penalties are assessed by the federal government, the department of technology, management, and budget shall submit a report to the senate and house appropriations subcommittees on general government and the senate and house fiscal agencies within 90 days specifying the department's plans to avoid actual penalties and ensure federal certification of the Michigan child support enforcement system.

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

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

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

(2) An antenna shall not be placed on any site pursuant to this section without complying with the respective local zoning codes and local unit of government processes.

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

STATE BUILDING AUTHORITY

Sec. 840. (1) Subject to section 242 of the management and budget act, 1984 PA 431, MCL 18.1242, and upon the approval of the state building authority, the department may expend from the general fund of the state during the fiscal year an amount to meet the cash flow requirements of those state building authority projects solely for lease to a state agency identified in both part 1 and this section, and for which state building authority bonds or notes have not been issued, and for the sole acquisition by the state building authority of equipment and furnishings for lease to a state agency as permitted by 1964 PA 183, MCL 830.411 to 830.425, for which the issuance of bonds or notes is authorized by a legislative appropriation act that is effective for the fiscal year ending September 30, 2014. Any general fund advances for which state building authority bonds have not been issued shall bear an interest cost to the state building authority at a rate not to exceed that earned by the state treasurer's common cash fund during the period in which the advances are outstanding and are repaid to the general fund of the state.

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

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

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

Sec. 841. (1) State building authority funding to finance construction or renovation of a facility that collects revenue in excess of money required for the operation of that facility shall not be released to a university or community college unless the institution agrees to reimburse that excess revenue to the state building authority. The excess revenue shall be credited to the general fund to offset rent obligations associated with the retirement of bonds issued for that facility. The auditor general shall annually identify and present an audit of those facilities that are subject to this section. Costs associated with the administration of the audit shall be charged against money recovered pursuant to this section.

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

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

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

Sec. 843. The state building authority shall provide to the JCOS and senate and house fiscal agencies a report relative to the status of construction projects associated with state building authority bonds as of September 30 of each year, on or before October 15, or not more than 30 days after a refinancing or restructuring bond issue is sold. The report shall include, but is not limited to, the following:

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

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

(c) A list of all projects authorized for construction or identified in an appropriations act for which approval of schematic/preliminary plans or total authorized cost is pending that have state building authority bonds identified as a source of financing.

CIVIL SERVICE

Sec. 850. (1) In accordance with section 5 of article XI of the state constitution of 1963, all restricted funds shall be assessed a sum not less than 1% of the total aggregate payroll paid from those funds for financing the civil service commission on the basis of actual 1% restricted sources total aggregate payroll of the classified service for the preceding fiscal year. This includes, but is not limited to, restricted funds appropriated in part 1 of any appropriations act. Unexpended 1% appropriated funds shall be returned to each 1% fund source at the end of the fiscal year.

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

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

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

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

CAPITAL OUTLAY

Sec. 860. As used in sections 861 through 865:

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

(b) "Community college" does not include a state agency or university.

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

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

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

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

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

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

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

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

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

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

(b) The balance remaining in each account.

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

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

(e) The appropriations history for the project.

(f) The professional service contractor.

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

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

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

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

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

(b) Whether a program statement is approved.

(c) Whether schematics are approved by the department.

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

(e) The name of the professional service contractor.

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

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

Sec. 865. (1) A site preparation economic development fund is created in the department. As used in this section, "economic development sites" means those state-owned sites declared as surplus property pursuant to section 251 of the management and budget act, 1984 PA 431, MCL 18.1251, that would provide economic benefit to the area or to the state. The Michigan economic development corporation board and the state budget director shall determine whether or not a specific state-owned site qualifies for inclusion in the fund created under this subsection.

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

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

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

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

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

CAPITAL OUTLAY - UNIVERSITIES AND COMMUNITY COLLEGES

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

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

(3) An expenditure under this article is authorized when the release of the appropriation is approved by the board upon the recommendation of the director. The director may recommend to the board the release of any appropriation in part 1 only after the director is assured that the legal entity operating the community college to which the appropriation is made has complied with this article and has matched the amounts appropriated as required by this article. A release of funds in part 1 shall not exceed 50% of the total cost of planning and construction of any project, not including lump-sum remodeling and additions and special maintenance, unless otherwise appropriated by the legislature. Further planning and construction of a project authorized by this article or applicable sections of the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, shall be in accordance with the purpose and scope as defined and delineated in the approved program statements and planning documents. This article is applicable to all projects for which planning appropriations were made in previous acts.

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

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

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

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

ONE-TIME APPROPRIATIONS

Sec. 890. (1) The funds appropriated in part 1 for the regional prosperity initiative are to be used as grants to eligible regional planning organizations qualifying for funding as a regional prosperity collaborative, a regional prosperity council, or a regional prosperity board. A regional planning organization may not qualify for funding under more than 1 category in the same state fiscal year. An eligible regional planning organization is defined under any of the following:

(a) An existing regional planning commission pursuant to 1945 PA 281, MCL 125.11 to 125.25.

(b) An existing regional economic development commission pursuant to 1966 PA 46, MCL 125.1231 to 125.1237.

(c) An existing metropolitan area council pursuant to 1989 PA 292, MCL 124.651 to 124.729.

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

(2) Regional planning organizations may qualify to receive not more than $250,000.00 of incentive based funding as a regional prosperity collaborative subject to meeting all of the following requirements:

(a) The existence or formation of a regional prosperity collaborative, defined as any committee developed by a regional planning organization which serves to bring organizational representation together from private, public, and nonprofit entities within a region for the purpose of creating a phase one: regional prosperity plan, as follows:

(*i*) The collaborative must include regional representatives from adult education, workforce development, economic development, transportation, and higher education organizations.

(*ii*) The phase one: regional prosperity plan is required, at a minimum, to include a 5-year economic development blueprint for the region, a performance dashboard and measurable annual goals.

(*iii*) The 5-year economic development blueprint must include plans related to regional planning of adult education, workforce development, economic development, transportation, and higher education.

(*iv*) The regional prosperity collaborative shall adopt its phase one: regional prosperity plan by a 2/3 majority vote of its members.

(b) Accountability and transparency, which requires the regional prosperity collaborative to meet the following requirements:

(*i*) Convene monthly meetings to consider and discuss issues leading to a common vision of economic prosperity for the region, including, but not limited to, economic development, talent, and infrastructure opportunities.

(*ii*) Make available on a publicly accessible Internet site by 1 or all of the regional prosperity collaborative member organizations, pertinent documents, including, but not limited to, monthly meeting agendas, minutes of monthly meetings, and the regional prosperity plan and performance dashboard.

(3) Regional planning organizations eligible to receive a payment as a regional prosperity collaborative under subsection (2) may qualify to receive a 1-time grant of not more than $75,000.00 for feasibility and process mapping to produce a plan to transform the regional prosperity collaborative into a regional prosperity council or regional prosperity board, including necessary local formal agreements, to make recommendations that eliminate duplicative efforts and administrative functions, and to leverage resources through cooperation, collaboration, and consolidations of structures throughout the region.

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

(a) The formation of a regional prosperity council, defined as a regional body with representation from private, public, and nonprofit entities with shared administrative services and an executive governing entity, as demonstrated by a formal local agreement or agreements for the purpose of creating a phase two: regional prosperity plan, as follows:

(*i*) The council must include regional representatives from adult education, workforce development, economic development, transportation, and higher education organizations.

(*ii*) The council shall identify additional opportunities for shared administrative services and decision-making among the private, public, and nonprofit entities within the region and continue collaboration among regional prosperity council members, including, but not limited to, representatives from adult education providers, workforce development agencies, economic development agencies, transportation service providers, and higher education institutions.

(*iii*) The phase two: regional prosperity plan is required to include a status report of the approved 5-year plan and the addition of a 10-year economic development blueprint for the region, including a performance dashboard with measurable annual goals, and a prioritized list of regional projects.

(*iv*) The regional prosperity council shall adopt its phase two: regional prosperity plan by a 2/3 vote.

(b) Accountability and transparency, which requires the regional prosperity council to meet the following requirements:

(*i*) Convene monthly meetings to consider, discuss, and make business decisions on issues leading to a common vision of economic prosperity for the region, including, but not limited to, economic development, talent, and infrastructure opportunities.

(*ii*) Make available on a publicly accessible Internet site by 1 or all of the regional prosperity council member organizations, pertinent documents, including, but not limited to, monthly meeting agendas, minutes of monthly meetings, local agreements pertinent to the organization and operations of the council, feasibility studies, the regional prosperity plan, and performance dashboard.

(5) Regional planning organizations eligible to receive a payment as a regional prosperity council under subsection (4) may qualify to receive a 1-time grant of not more than $75,000.00 for feasibility and process mapping to produce a plan to transform the regional prosperity council into a regional prosperity board, including a singular private/public governance structure that comports with federal guidelines for governance under the workforce investment act, Public Law 105-220, the moving ahead for progress in the 21st century act, Public Law 112-141, the economic development administration and Appalachian regional development reform act of 1998, Public Law 105-393, and recommendations to eliminate duplicative efforts, administrative functions, and leverage resources through cooperation, collaboration, and consolidations of structures throughout the region.

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

(a) The formation of a regional prosperity board, defined as a regional body with representation from private, public, and nonprofit entities engaged in joint decision-making practices for the purpose of creating a phase three: regional prosperity plan, as follows:

(*i*) The board, at a minimum, must demonstrate the consolidation of regional metropolitan planning organization board or boards, state designated regional planning agency board or boards, workforce development board or boards, and federally designated economic development district or districts.

(*ii*) The board shall create a regional services recommendations report outlining the prioritized list of state funded services and programs provided to the region, and recommendations for state-regional partnerships to support the adopted regional prosperity plan.

(*iii*) The phase three: regional prosperity plan is required to include a status report of the approved 10-year plan.

(*iv*) The regional prosperity board shall adopt its phase three: regional prosperity plan by a 2/3 vote of its members.

(b) Accountability and transparency, which requires the regional prosperity board to meet the following requirements:

(*i*) Convene monthly meetings to consider, discuss, and make business decisions on issues leading to a common vision of economic prosperity for the region, including, but not limited to, economic development, talent, and infrastructure opportunities.

(*ii*) Make available on a publicly accessible Internet site by 1 or all of the regional prosperity board member organizations, pertinent documents, including, but not limited to, monthly meeting agendas, minutes of monthly meetings, local agreements pertinent to the organization and operations of the council, feasibility studies, the regional prosperity plan, performance dashboard, and the regional services recommendation report.

(7) Regional planning organizations eligible to receive a payment as a regional prosperity board under subsection (6) may qualify to receive not more than $125,000.00, to build or enhance infrastructure or tools necessary to facilitate greater collaboration among regional prosperity board members, and to implement the regional prosperity plan projects.

(8) The department shall develop an application process and method of grant distribution for the regional prosperity initiative. Funding applications from regional planning organizations shall be due to the department by November 1, 2013. The department shall notify regional planning organizations of grant application status by January 1, 2014. The department shall ensure that processes are established to verify that qualifying regional planning organizations meet the requirements under subsections (2), (3), (4), (5), (6), and (7), as applicable.

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

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

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

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

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

DEPARTMENT OF TREASURY

OPERATIONS

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

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

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

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

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

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

(3) In addition to the amount appropriated to the department of treasury for debt service in part 1, there is appropriated all repayments received by the state on loans made from the school bond loan fund not required to be deposited in the school loan revolving fund by or pursuant to section 4 of 1961 PA 112, MCL 388.984, to the extent determined by the state treasurer, for the payment of debt service, including, without limitation, optional and mandatory redemptions, on bonds, notes or commercial paper issued by the state pursuant to 1961 PA 112, MCL 388.981 to 388.985.

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

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

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

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

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

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

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

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

(2) The appropriations under subsection (1) shall be funded by restricting revenues from common cash interest earnings and investment earnings in an amount sufficient to record these expenditures.

Sec. 905. A revolving fund known as the municipal finance fee fund is created in the department of treasury. Fees are established under the revised municipal finance act, 2001 PA 34, MCL 141.2101 to 141.2821, and the fees collected shall be credited to the municipal finance fee fund and may be carried forward for future appropriation.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Sec. 915. Pursuant to section 61 of the Michigan campaign finance act, 1976 PA 388, MCL 169.261, there is appropriated from the general fund to the state campaign fund an amount equal to the amounts designated for tax year 2012. Except as otherwise provided in this section, the amount appropriated shall not revert to the general fund and shall remain in the state campaign fund. Any amounts remaining in the state campaign fund in excess of $10,000,000.00 on December 31 shall revert to the general fund.

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

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

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

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

Sec. 919. (1) From funds appropriated in part 1, the department of treasury may contract with private auditing firms to audit for and collect unclaimed property due this state in accordance with the uniform unclaimed property act, 1995 PA 29, MCL 567.221 to 567.265. In addition to the amounts appropriated in part 1 to the department of treasury, there are appropriated amounts necessary to fund auditing and collection costs and fees not to exceed 12% of the collections, or a lesser amount as prescribed by the contract. The appropriation to fund collection costs and fees for the auditing and collection of unclaimed property due this state is from the fund or account to which the revenues being collected are recorded or dedicated.

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

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

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

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

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

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

(c) The total estimated cost of the project is $287,300.00.

(d) The tentative completion date is September 30, 2015.

Sec. 927. The department of treasury shall submit annual progress reports to the senate and house of representatives standing committees on appropriations subcommittees on general government and the senate and house fiscal agencies, regarding personal property tax audits. The report shall include the number of audits, revenue generated, and number of complaints received by the department related to the audits.

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

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

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

Sec. 931. (1) The appropriation in part 1 to the department of treasury for treasury fees shall be assessed against all restricted funds that receive common cash earnings or other investment income. Treasury fees include all costs, including administrative overhead, relating to the investment of each restricted fund. The fee assessed against each restricted fund will be based on the size of the restricted fund (the absolute value of the average daily cash balance plus the market value of investments in the prior fiscal year) and the level of effort necessary to maintain the restricted fund as required by each department. The department of treasury shall provide a report to the state budget director, the senate and house of representatives standing committees on appropriations subcommittees on general government, and the senate and house fiscal agencies by November 30 of each year identifying the fees assessed against each restricted fund and the methodology used for assessment.

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

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

Sec. 934. (1) The department of treasury may expend revenues received under the hospital finance authority act, 1969 PA 38, MCL 331.31 to 331.84, the shared credit rating act, 1985 PA 227, MCL 141.1051 to 141.1076, the higher education facilities authority act, 1969 PA 295, MCL 390.921 to 390.934, the Michigan public educational facilities authority, Executive Reorganization Order No. 2002-3, MCL 12.192, the Michigan tobacco settlement finance authority

act, 2005 PA 226, MCL 129.261 to 129.279, the land bank fast track act, 2003 PA 258, MCL 124.751 to 124.774, part 505 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.50501 to 324.50522, the state housing development authority act of 1966, 1966 PA 346, MCL 125.1401 to 125.1499c, and the Michigan finance authority, Executive Reorganization Order No. 2010-2, MCL 12.194, for necessary salaries, wages, supplies, contractual services, equipment, worker's compensation insurance premiums, grants to the civil service commission and state employees' retirement fund, and other expenses as allowed under those acts.

(2) The department of treasury shall report by January 31 to the senate and house appropriations subcommittees, the senate and house fiscal agencies, and the state budget director on the amount and purpose of expenditures made under subsection (1) from funds received in addition to those appropriated in part 1. The report shall also include a listing of reimbursement of revenue, if any. The report shall cover the 2012-2013 fiscal year.

Sec. 935. The funds appropriated in part 1 for dual enrollment payments for an eligible student enrolled in a state-approved nonpublic school shall be distributed as provided under the postsecondary enrollment options act, 1996 PA 160, MCL 388.511 to 388.524, and the career and technical preparation act, 2000 PA 258, MCL 388.1901 to 388.1913, in a form and manner as determined by the department of treasury.

Sec. 944. If the department hires a pension plan consultant using any of the funds appropriated in part 1, the department shall annually forward any report provided to the department by that consultant to the senate and house of representatives standing committees on appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget director.

Sec. 945. The assessment and certification division of the department of treasury shall conduct a review of local unit assessment administration practices, procedures, and records, also known as the 14-point review, in at least 1 assessment jurisdiction per county.

REVENUE SHARING

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

Sec. 951. (1) The funds appropriated in part 1 for the competitive grant assistance program are to be used for assistance grants to cities, villages, townships, counties, authorities, school districts, intermediate school districts, public community colleges, and public universities to offset the costs associated with mergers, interlocal agreements, and cooperative efforts for those cities, villages, townships, counties, authorities, school districts, intermediate school districts, public community colleges, and public universities that elect to combine government operations. For an authority, school district, intermediate school district, public community college, or public university to qualify for grant funding under this section, the authority, school district, intermediate school district, public community college, or public university must combine operations with a city, village, township, or county. The department of treasury shall develop an application process and method of grant distribution.

(2) The unexpended funds appropriated in part 1 for the competitive grant assistance program, economic vitality incentive program, and the county incentive program are designated as work project appropriations and any unencumbered or unallotted funds shall not lapse at the end of the fiscal year and shall be available for expenditure for projects under this section until the projects have been completed. The following is in compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

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

(b) The projects will be accomplished by grants to qualified governmental units.

(c) The total estimated cost of all projects is $279,992,000.00.

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

Sec. 952. (1) The funds appropriated in part 1 for the economic vitality incentive program are to be used for grants to cities, villages, and townships such that, subject to fulfilling the requirements under subsection (3), (4), or (5), or any combination of those subsections, each city, village, or township that received a payment under section 950(2) of 2009 PA 128 greater than $4,500.00 is eligible to receive a maximum of 76.18459% of its total payment received under section 950(2) of 2009 PA 128, rounded to the nearest dollar. For the purposes of this subsection, any city or village that according to the 2010 federal decennial census is determined to have population in more than 1 county will be treated as a single entity when determining the payment received under section 950(2) of 2009 PA 128.

(2) The funds appropriated in part 1 for the county incentive program are to be used for grants to counties such that each county is eligible to receive an amount equal to the amount by which the balance in its revenue sharing reserve fund under section 44a of the general property tax act, 1893 PA 206, MCL 211.44a, for the county's most recent fiscal year that ends prior to the January 1 of the state's fiscal year is less than the amount calculated under section 44a(13) of the general property tax act, 1893 PA 206, MCL 211.44a, for the county fiscal year that begins in the state's fiscal year. The amount calculated under this subsection shall be adjusted as necessary to reflect partial county fiscal years and prorated based on the total amount appropriated for distribution to all eligible counties. Payments under this subsection will be distributed to an eligible county subject to the county's fulfilling the requirements under subsection (3), (4), or (5), or any combination of those subsections. Cities, villages, townships, and counties eligible to receive a potential payment from the allocation under this subsection or subsection (1) may qualify to receive payments under 1 or more of the 3 categories described under subsections (3), (4), and (5).

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

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

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

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

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

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

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

unfunded accrued liabilities. The department shall develop a certification process and method for cities, villages, townships, or counties to follow.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Sec. 955. (1) The funds appropriated in part 1 for county revenue sharing shall be distributed by the department to eligible counties pursuant to the Glenn Steil state revenue sharing act of 1971, 1971 PA 140, MCL 141.901 to 141.921.

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

LOTTERY

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

Sec. 963. The bureau of state lottery shall inform all lottery retailers that the cash side of department of human services bridge cards cannot be used to purchase lottery tickets.

CASINO GAMING

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

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

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

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

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

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

(6) The department of treasury shall submit a report by September 30 to the senate and house of representatives standing committees on appropriations and the state budget director on the receipts and distribution of revenues by local revenue sharing boards.

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

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

Sec. 977. All appropriations from the Michigan agriculture equine industry development fund, except for the racing commission and laboratory analysis program appropriations, shall be reduced proportionately if revenues to the Michigan agriculture equine industry development fund decline during the fiscal year ending September 30, 2014 to a level lower than the amount appropriated in part 1.

Sec. 978. The Michigan gaming control board shall use actual expenditure data in determining the actual regulatory costs of conducting racing dates and shall provide that data to the senate and house appropriations subcommittees on agriculture and general government and the senate and house fiscal agencies. The Michigan gaming control board shall not be reimbursed for more than the actual regulatory cost of conducting race dates. If a certified horsemen's organization funds more than the actual regulatory cost, the balance shall remain in the agriculture equine industry development

fund to be used to fund subsequent race dates conducted by race meeting licensees with which the certified horsemen's organization has contracts. If a certified horsemen's organization funds less than the actual regulatory costs of the additional horse racing dates, the Michigan gaming control board shall reduce the number of future race dates conducted by race meeting licensees with which the certified horsemen's organization has contracts. Prior to the reduction in the number of authorized race dates due to budget deficits, the executive director of the Michigan gaming control board shall provide notice to the certified horsemen's organizations with an opportunity to respond with alternatives. In determining actual costs, the Michigan gaming control board shall take into account that each specific breed may require different regulatory mechanisms.

Sec. 979. In addition to the funds appropriated in part 1, the Michigan gaming control board may receive and expend state lottery fund revenue in an amount not to exceed $4,000,000.00 for necessary expenses incurred in the licensing and regulation of millionaire parties pursuant to Executive Order No. 2012-4. In accordance with section 8 of the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.108, the amount of necessary expenses shall not exceed the amount of revenue received under that act. The Michigan gaming control board shall provide a report to the senate and house of representatives appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget office by April 15. The report shall include, but not be limited to, total expenditures related to the licensing and regulating of millionaire parties, steps taken to ensure charities are receiving revenue due to them, progress on promulgating rules to ensure compliance with the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.101 to 432.120, and any enforcement actions taken.

MICHIGAN STRATEGIC FUND - HOUSING AND COMMUNITY DEVELOPMENT

Sec. 980. MSHDA shall annually present a report to the state budget office and the subcommittees on the status of the authority's housing production goals under all financing programs established or administered by the authority. The report shall give special attention to efforts to raise affordable multifamily housing production goals.

Sec. 981. MSHDA shall report to the subcommittees, the state budget director, and the fiscal agencies by December 1 on the status of the loans entered into by the Michigan broadband development authority.

Sec. 984. In addition to the funds appropriated in part 1, the funds collected by state historic preservation programs for document reproduction and services and application fees are appropriated for all expenses necessary to provide the required services. These funds are available for expenditure when they are received and may be carried forward into the succeeding fiscal year.

MICHIGAN STRATEGIC FUND

Sec. 1001. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $20,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

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

Sec. 1005. In addition to the appropriations in part 1, Travel Michigan may receive and expend private revenue related to the use of "Pure Michigan" and all other copyrighted slogans and images. This revenue may come from the direct licensing of the name and image or from the royalty payments from various merchandise sales. Revenue collected is appropriated for the marketing of the state as a travel destination. The funds are available for expenditure when they are received by the department of treasury. The fund shall provide a report that lists the revenues by source received from the use of "Pure Michigan" and all other copyrighted slogans and images. The report shall provide a detailed list

of expenditures of revenues received under this section. The report shall be provided to the appropriations subcommittees on general government, the fiscal agencies, and the state budget office by June 1.

Sec. 1007. (1) The fund shall provide reports to the relevant subcommittees, the state budget director, and the fiscal agencies concerning the activities of the Michigan economic development corporation grants and investment programs financed from the fund using investment, Indian gaming revenues, or other revenues. The report shall provide a list of individual grants, loans, and investments made from the fund or by the Michigan economic development corporation from the funds appropriated in part 1 and shall include the name of the recipient, the amount awarded to the recipient, and the purpose of the grant. The activities report shall also include, but not be limited to, the following programs funded in part 1:

(a) Travel Michigan, including any expenditures authorized under section 89b of the Michigan strategic fund act, 1984 PA 270, MCL 125.2089b, to supplement the Michigan promotion program. The report shall include the number of commercials produced, the markets in which media buys have been made, any web-based products that were created with these funds and identify the geographical market locations and recreational activities used in Michigan tourism promotion material.

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

(c) Business services.

(d) Community development block grants.

(e) Strategic fund administration.

(f) Renaissance zones.

(g) 21st century investment program.

(h) Business and clean air ombudsman.

(i) Michigan business development program.

(j) Community revitalization program.

(k) Film incentives.

(*l*) Any other programs of the fund.

(2) The reports in subsection (1) shall be submitted by February 15. The report for each program in subsection (1)(a) through (*l*) shall include details on all revenue sources, actual expenditures, and number of FTEs for that program for the previous fiscal year.

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

Sec. 1009. (1) Of the funds appropriated to the fund or through grants to the Michigan economic development corporation, no funds shall be expended for the purchase of options on land or the purchase of land unless at least 1 of the following conditions applies:

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

(b) The land is obtained through a purchase or exercise of an option at the invitation of the local unit of government and local economic development agency.

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

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

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

(2) Any encumbered funds shall be used for the same purposes for which funding was originally appropriated in this article.

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

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

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

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

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

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

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

Sec. 1014. (1) All funds received from repayment of loans, unused grants, revenues received from sales or cash flow participation agreements, guarantees, or any combination of these or accrued interest originally distributed as part of the core communities fund, created by 2000 PA 291, shall be received, held, and applied by the fund for the purposes described in 2000 PA 291.

(2) The fund shall provide an annual report on the status of this fund which includes information that details the awards made. The report shall be provided to the appropriations subcommittees on general government, the fiscal agencies, and the state budget office by January 31.

Sec. 1020. Federal pass-through funds to local institutions and governments that are received in amounts in addition to those included in part 1 and that do not require additional state matching funds are appropriated for the purposes intended. The fund may carry forward into the succeeding fiscal year unexpended federal pass-through funds to local institutions and governments that do not require additional state matching funds. The fund shall report the amount and source of the funds to the senate appropriation subcommittee on economic development, the house appropriation subcommittee on general government, the senate and house fiscal agencies, and the state budget office within 10 business days after receiving any additional pass-through funds.

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

Sec. 1031. The Michigan strategic fund shall report to the senate and house of representatives appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget office by April 15 on the spending plan for the line items for innovation and entrepreneurship and business attraction and community revitalization. If the spending plan for the fiscal year is changed after that date, the fund shall notify the report recipients listed previously within 10 business days.

Sec. 1032. (1) The Michigan film office shall report to the subcommittees and the fiscal agencies on the status of the film incentives at the same time as it submits the annual report required under section 455 of the Michigan business tax act, 2007 PA 36, MCL 208.1455. The department of treasury and the Michigan strategic fund shall provide the Michigan film office with the data necessary to prepare the report. Incentives included in the report shall include all of the following:

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

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

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

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

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

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

(g) Any spending or activities supported by the appropriations in part 1 for film incentives.

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

(a) For each tax credit, the number of contracts signed, the projected expenditures qualifying for the credit, and the estimated value of the credits. For loans, the number of loans made under each section, the interest rate of those loans,

the loan amount, the percent of the projected budget of each production financed by those loans, and the estimated interest earnings from the loan. For each film incentive awarded, including any program to support and promote a qualified facility and other film infrastructure as defined in section 29h of the Michigan strategic fund act, 1984 PA 270, MCL 125.2029h, the total funding awarded for each of the following:

(*i*) Direct production expenditures.

(*ii*) Michigan personnel expenditures.

(*iii*) Crew personnel expenditures.

(*iv*) Qualified personnel expenditures.

(*v*) Postproduction expenditures.

(*vi*) Qualified facility or infrastructure expenditures.

(*vii*) Spending for program administration.

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

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

(*i*) The number of temporary jobs created.

(*ii*) The number of permanent jobs created.

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

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

(a) Indicate how the information would describe the commercial and financial operations or intellectual property of the company.

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

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

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

Sec. 1033. The Michigan film office shall report to the chairpersons of the senate and house of representatives standing committees on appropriations subcommittees on general government and the senate and house fiscal agencies on the status of the film incentives approved under section 29h of the Michigan strategic fund act, 1984 PA 270, MCL 125.2029h, not later than 30 days following the end of each quarter of the fiscal year. The report shall include all of the following:

(a) Direct and indirect economic impacts in this state attributable to the assistance.

(b) Direct and indirect job creation in this state attributable to the assistance.

(c) Direct and indirect private investment in this state attributable to the assistance.

(d) The name of each eligible production company and the amount of each incentive disbursed for each state certified qualified production.

Sec. 1033b. For funds appropriated in part 1 from the general fund/general purpose revenue and used for the purpose of the Michigan strategic fund - film incentive program, the applicable percentage of the state certified qualified production expenditures provided in section 29h(3)(d) of the Michigan strategic fund act, 1984 PA 270, MCL 125.2029h, shall be determined based on the date of the agreement.

Sec. 1034. (1) Each business incubator or accelerator that received an award pursuant to section 1034 of article VIII of 2012 PA 200 shall maintain and update a dashboard of indicators to measure the effectiveness of the business incubator and accelerator programs. Indicators shall include the direct jobs created, new companies launched as a direct result of business incubator or accelerator involvement, businesses expanded as a direct result of business incubator or accelerator involvement, direct investment in client companies, private equity financing obtained by client companies, grant funding obtained by client companies, and other measures developed by the recipient business incubators and

accelerators in conjunction with the Michigan economic development corporation. Dashboard indicators shall be reported for the prior fiscal year and cumulatively, if available. Each recipient shall submit a copy of their dashboard indicators to the Michigan strategic fund by March 1. The Michigan strategic fund shall transmit the local reports to the senate and house of representatives appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget office by March 15.

(2) It is the intent of the legislature that any additional funding awarded for business incubators or accelerators shall be based on the performance of the program as a whole and the results of each incubator or accelerator as reported in the dashboard indicators.

Sec. 1034b. From the funds appropriated in part 1 for innovation and entrepreneurship, the fund shall allocate $500,000.00 to the Van Andel Institute to be used as a match for funding received from the department of defense and the national institutes of health for advanced medical research.

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

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

(b) A nonrefundable application fee may be assessed for each application. Application fees shall be deposited in the council for the arts fund and are appropriated for expenses necessary to administer the programs. These funds are available for expenditure when they are received and may be carried forward to the following fiscal year.

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

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

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

Sec. 1036. (1) The general fund/general purpose funds appropriated in part 1 to the Michigan strategic fund for the programs listed below shall be transferred to the specific funds designated by statute for those programs as follows:

(a) The business attraction and community revitalization funds shall be transferred to the 21st century jobs trust fund per section 90b(3) of the Michigan strategic fund act, 1984 PA 270, MCL 125.2090b.

(b) The film incentives program funds shall be transferred to the Michigan film promotion fund established in the Michigan strategic fund act, 1984 PA 270, MCL 125.2029d.

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

Sec. 1037. (1) No long-term indebtedness shall be issued by the Michigan strategic fund or funds expended from the appropriations in part 1 for facility for rare isotope beams debt service until Michigan State University provides certification to the Michigan strategic fund and the state budget director that all necessary approvals have been secured and federal funds are available to commence construction of the facility for rare isotope beams project from the United States department of energy.

(2) Bond proceeds may only be spent to reimburse costs incurred by Michigan State University in the construction of the facility for rare isotope beams project up to an amount not to exceed $90,960,100.00. All construction costs for the project in excess of this amount are the responsibility of Michigan State University. The Michigan strategic fund is not responsible for operating costs of the project facility. Prior to reimbursement, the Michigan strategic fund and Michigan State University shall enter into an agreement providing for the terms of reimbursement, allowable costs, financial reporting, and any other requirements necessary to complete the transaction.

(3) The state budget director retains the authority and fiduciary responsibility normally associated with the maintenance of the public's financial and policy interests relative to state-financed construction projects. The state budget director may take appropriate action to protect the public's financial and policy interests, including, but not limited to, rescinding subsection (2) reimbursement payments for construction of the facility for rare isotope beams project should Michigan State University or the United States department of energy not provide the necessary resources to complete the project. The state budget director shall provide notification to the senate and house appropriations committees, senate fiscal agency, house fiscal agency, and the Michigan strategic fund within 10 days of exercising the authority under this subsection.

(4) The department of technology, management, and budget may assist the Michigan strategic fund with implementation of this program for purposes of administrative efficiency.

Sec. 1038. In addition to the amounts appropriated in part 1, the land bank fast track authority may expend revenues received under the land bank fast track act, 2003 PA 258, MCL 124.751 to 124.774, for the purposes authorized by the act, including, but not limited to, the acquisition, lease, management, demolition, maintenance, or rehabilitation of real or personal property, payment of debt service for notes or bonds issued by the authority, and other expenses to clear or quiet title property held by the authority.

Sec. 1039. The fund shall provide a report by February 15 to the senate and house of representatives standing committees on appropriations subcommittees on general government, the state budget director, and the fiscal agencies on the status of the skilled trades training program funded in part 1. The report shall include the following:

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

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

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

(d) Training models established by each awardee.

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

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

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

Sec. 1041. From the funds appropriated in part 1 for business attraction and community revitalization, the fund shall request the transfer by the state treasurer of not more than 60% of the funds prior to April 1, 2014.

Sec. 1050. (1) The fund shall publish the "activities classification structure data book" for Michigan community colleges on or before March 1.

(2) The fund shall compile information received from community colleges on North American Indian tuition waivers granted pursuant to 1976 PA 174, MCL 390.1251 to 390.1253, and shall submit this compilation to the house and senate appropriations subcommittees on community colleges, the fiscal agencies, and the state budget director by March 1.

(3) The fund shall compile information received from community colleges on the number and types of associate degrees and other certificates awarded during the previous fiscal year and shall submit this compilation to the house and senate appropriations subcommittees on community colleges, the fiscal agencies, and the state budget director by March 1.

(4) The fund shall place the reports required in this section on a publicly available website.

Sec. 1053. The appropriation in part 1 for precollege engineering is for precollege programs in engineering and sciences. The fund shall allocate 1/2 of the appropriated amount to the Detroit precollege engineering program and the Grand Rapids area precollege engineering program which were appropriated funds under 2005 PA 156.

Sec. 1054. From the funds appropriated in part 1 for workforce programs subgrantees, the fund may allocate funding for grants to nonprofit organizations that offer programs to workforce investment act - eligible youth focusing on entrepreneurship, work-readiness skills, job shadowing, and financial literacy. Organizations eligible for funding under this section must have the capacity to provide similar programs in urban areas, as determined by the United States bureau of the census according to the most recent federal decennial census. Additionally, programs eligible for funding under this section must include the participation of local business partners. The fund shall develop other appropriate eligibility requirements to ensure compliance with applicable federal rules and regulations.

MICHIGAN STRATEGIC FUND - WORKFORCE DEVELOPMENT

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

Sec. 1062. The fund shall make available, in person or by telephone, 1 disabled veterans outreach program specialist or local veterans employment representative to Michigan works! service centers, as resources permit, during hours of operation, and shall continue to make the appropriate placement of veterans and disabled veterans a priority.

Sec. 1063. (1) In addition to the funds appropriated in part 1, any unencumbered and unrestricted federal workforce investment act or trade adjustment assistance funds available from prior fiscal years are appropriated for the purposes originally intended.

(2) The fund shall report by January 15 to the subcommittees, the fiscal agencies, and the state budget office on the amount by fiscal year of federal workforce investment act funds appropriated under this section.

Sec. 1068. (1) Of the funds appropriated in part 1 for the workforce training programs, the fund shall provide a report by February 1 to the senate and house of representatives standing committees on appropriations subcommittees on general government, the state budget director, and the fiscal agencies on the status of the workforce training programs. The report shall include the following:

(a) The amount of funding allocated to each Michigan works! agency and the total funding allocated to the workforce training programs statewide by fund source.

(b) The number of participants enrolled in education or training programs by each Michigan works! agency.

(c) The average duration of training for training program participants by each Michigan works! agency.

(d) The number of participants enrolled in remedial education programs and the number of participants enrolled in literacy programs.

(e) The number of participants enrolled in programs at 2-year institutions.

(f) The number of participants enrolled in 4-year institutions.

(g) The number of participants enrolled in proprietary schools or other technical training programs.

(h) The number of participants that have completed education or training programs.

(i) The number of participants who secured employment in Michigan within 1 year of completing a training program.

(j) The number of participants who completed a training program and secured employment in a field related to their training.

(k) The average wage earned by participants who completed a training program and secured employment within 1 year.

(2) Data collection for the report shall be for the period October 1, 2012 through September 30, 2013.

REVENUE STATEMENT

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

BUDGET RECOMMENDATIONS BY OPERATING FUNDS
(Amounts in millions)
Fiscal Year 2013-2014

	Fund	Beginning Available Balance	Estimated Revenue	Ending Balance
OPERATING FUNDS				
General fund/general purpose	0110	278.4	8,973.8	15.7
General fund/special purpose		1,007.0	24,628.1	193.5
Special Revenue Funds:				
Countercyclical budget and economic stabilization	0111	505.8	0.7	506.5
Game and fish protection	0112	5.9	65.5	6.1
Michigan employment security act administration	0113	0.0	5.5	0.0
State aeronautics	0114	2.2	102.5	0.0
Michigan veterans' benefit trust	0115	3.3	5.9	3.3
State trunkline	0116	0.0	1,855.0	0.0
Michigan state waterways	0117	4.3	26.5	4.4
Blue Water Bridge	0118	0.0	24.4	0.0

Michigan transportation	0119	0.0	1,882.5	0.0
Comprehensive transportation	0120	14.0	428.6	1.9
School aid	0122	0.0	13,426.9	0.0
Game and fish protection trust	0124	0.0	8.6	0.0
State park improvement	0125	2.0	53.6	3.2
Forest development	0126	0.0	29.2	0.0
Michigan natural resources trust	0129	24.2	25.6	24.2
Michigan state parks endowment	0130	7.7	48.2	7.5
Safety education and training	0131	6.2	9.4	5.1
Bottle deposit	0136	14.6	14.1	6.0
State construction code	0138	13.1	10.3	3.8
Children's trust	0139	1.1	2.1	1.1
State casino gaming	0140	8.0	38.3	2.6
Michigan nongame fish and wildlife	0143	0.1	0.5	0.1
Michigan merit award trust	0154	62.0	118.7	62.4
Outdoor recreation legacy	0162	0.6	3.0	0.6
Off-road vehicle account	0163	1.1	3.3	1.1
Snowmobile account	0164	3.9	10.8	3.8
Silicosis dust disease and logging	0870	1.6	1.3	1.6
Utility consumer representation	0893	2.1	0.5	1.7
TOTALS		$1,968.8	$51,803.4	$856.2

PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 1201. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2015 for the line items listed in part 1. The fiscal year 2014-2015 appropriations are anticipated to be the same as those for fiscal year 2013-2014, except that the line items will be adjusted for changes in caseload and related costs, federal fund match rates, economic factors, and available revenue. These adjustments will be determined after the January 2014 consensus revenue estimating conference.

Sec. 1202. It is the intent of the legislature that the department identify the amounts for normal retirement costs and legacy retirement costs for the fiscal year ending on September 30, 2015 for the line items listed in part 1.

ARTICLE X

DEPARTMENT OF HUMAN SERVICES

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of human services for the fiscal year ending September 30, 2014, from the following funds:

DEPARTMENT OF HUMAN SERVICES

APPROPRIATION SUMMARY

Full-time equated classified positions	12,144.5	
Full-time equated unclassified positions	6.0	
Total full-time equated positions	12,150.5	
GROSS APPROPRIATION		$ 6,018,383,400

		For Fiscal Year Ending Sept. 30, 2014
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers	$	18,127,100
ADJUSTED GROSS APPROPRIATION	$	6,000,256,300
Federal revenues:		
Federal - supplemental nutrition assistance revenues (ARRA)		35,846,200
Social security act, temporary assistance for needy families		546,239,200
Federal supplemental security income		8,543,100
Total other federal revenues		4,223,889,400
Special revenue funds:		
Total private revenues		11,582,800
Total local revenues		35,685,600
Total other state restricted revenues		135,470,000
State general fund/general purpose	$	1,003,000,000
State general fund/general purpose schedule:		
Ongoing state general fund/general purpose 1,000,960,400		
One-time state general fund/general purpose 2,039,600		

Sec. 102. EXECUTIVE OPERATIONS

Total full-time equated positions 673.7		
Full-time equated unclassified positions 6.0		
Full-time equated classified positions 667.7		
Unclassified salaries—6.0 FTE positions	$	707,000
Salaries and wages—270.7 FTE positions		16,223,900
Contractual services, supplies, and materials		12,115,400
Demonstration projects—7.0 FTE positions		6,796,000
Inspector general salaries and wages—132.0 FTE positions		7,495,100
Electronic benefit transfer EBT		9,509,000
Michigan community service commission—15.0 FTE positions		11,382,900
AFC, children's welfare and day care licensure—243.0 FTE positions		25,237,400
State office of administrative hearings and rules		7,351,400
GROSS APPROPRIATION	$	96,818,100
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of education		8,100,700
Federal revenues:		
Social security act, temporary assistance for needy families		10,149,200
Total other federal revenues		45,714,100
Special revenue funds:		
Total private revenues		3,845,800
Total local revenues		16,400
Total other state restricted revenues		5,400
State general fund/general purpose	$	28,986,500

Sec. 103. CHILD SUPPORT ENFORCEMENT

Full-time equated classified positions 191.7		
Child support enforcement operations—185.7 FTE positions	$	21,697,200
Legal support contracts		113,253,600
Child support incentive payments		32,409,600
State disbursement unit—6.0 FTE positions		11,315,400
GROSS APPROPRIATION	$	178,675,800
Appropriated from:		
Federal revenues:		
Total federal revenues		155,489,700
State general fund/general purpose	$	23,186,100

Sec. 104. COMMUNITY ACTION AND ECONOMIC OPPORTUNITY

Full-time equated classified positions 16.0		
Bureau of community action and economic opportunity operations—16.0 FTE positions	$	2,044,200

		For Fiscal Year Ending Sept. 30, 2014
Community services block grant	$	25,840,000
Weatherization assistance		16,340,000
GROSS APPROPRIATION	$	44,224,200
Appropriated from:		
Federal revenues:		
Social security act, temporary assistance for needy families		500
Total other federal revenues		44,223,700
State general fund/general purpose	$	0

Sec. 105. ADULT AND FAMILY SERVICES

Full-time equated classified positions 594.7		
Executive direction and support—4.0 FTE positions	$	379,400
Guardian contract		490,200
Adult services policy and administration—7.0 FTE positions		819,100
Office of program policy—31.7 FTE positions		4,151,200
Michigan rehabilitation services—550.0 FTE positions		138,275,900
Independent living		5,988,600
Employment and training support services		4,819,100
Wage employment verification reporting		547,300
Nutrition education—2.0 FTE positions		30,034,200
Elder law of Michigan MiCAFE contract		175,000
Elder abuse prosecuting attorney		300,000
GROSS APPROPRIATION	$	185,980,000
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of education		13,200
Federal revenues:		
Social security act, temporary assistance for needy families		4,869,700
Federal supplemental security income		8,543,100
Total other federal revenues		141,040,800
Special revenue funds:		
Total private revenues		1,935,000
Local vocational rehabilitation match		6,500,000
Second injury fund		148,400
Rehabilitation service fees		1,434,300
State general fund/general purpose	$	21,495,500

Sec. 106. CHILDREN'S SERVICES

Full-time equated classified positions 120.8		
Salaries and wages—58.2 FTE positions	$	2,848,900
Contractual services, supplies, and materials		1,143,000
Interstate compact		179,600
Families first		17,244,500
Strong families/safe children		12,350,100
Child protection and permanency—23.0 FTE positions		13,184,000
Family reunification program		3,977,100
Family preservation and prevention services administration—11.0 FTE positions		1,408,300
Children's trust fund administration—12.0 FTE positions		787,600
Children's trust fund grants		2,325,100
Attorney general contract		3,939,000
Prosecuting attorney contracts		2,561,700
Child protection		673,900
Domestic violence prevention and treatment—14.6 FTE positions		15,205,800
Rape prevention and services—0.5 FTE position		5,072,300
Child advocacy centers—0.5 FTE position		2,000,000
Child abuse and neglect - children's justice act—1.0 FTE position		817,700
Family preservation and prevention services programs		2,500,000
GROSS APPROPRIATION	$	88,218,600

		For Fiscal Year Ending Sept. 30, 2014
Appropriated from:		
Federal revenues:		
Social security act, temporary assistance for needy families	$	44,643,400
Total other federal revenues		30,881,100
Special revenue funds:		
Compulsive gaming prevention fund		1,040,000
Sexual assault victims' prevention and treatment fund		3,000,000
Child advocacy centers fund		2,000,000
Children's trust fund		2,070,100
State general fund/general purpose	$	4,584,000

Sec. 107. CHILD WELFARE SERVICES

Full-time equated classified positions 3,997.2		
Children's services administration—97.0 FTE positions	$	6,892,600
Title IV-E compliance and accountability office—4.0 FTE positions		506,900
Child welfare institute—45.0 FTE positions		8,010,900
Child welfare field staff - caseload compliance—2,511.0 FTE positions		119,472,400
Child welfare field staff - noncaseload compliance—330.0 FTE positions		17,250,000
Education planners—15.0 FTE positions		807,700
Permanency planning conference coordinators—56.0 FTE positions		3,366,500
Child welfare first line supervisors—585.0 FTE positions		39,776,300
Administrative support workers—243.0 FTE positions		10,175,400
Second line supervisors and technical staff—59.0 FTE positions		4,584,600
Permanency resource managers—30.5 FTE positions		1,864,400
Contractual services, supplies, and materials		8,920,400
Settlement monitor		1,625,800
Foster care payments		187,703,500
Serious emotional disturbance - waiver program		3,275,800
Serious emotional disturbance - nonwaiver program		2,932,000
Guardianship assistance program		5,862,900
Child care fund		171,036,600
Child care fund administration—6.2 FTE positions		828,200
Adoption subsidies		244,074,500
Adoption support services—10.0 FTE positions		24,696,700
Youth in transition—5.5 FTE positions		14,443,600
Child welfare medical/psychiatric evaluations		6,607,500
Psychotropic oversight contracts		1,118,200
GROSS APPROPRIATION	$	885,833,400
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of education		138,700
Federal revenues:		
Social security act, temporary assistance for needy families		202,330,600
Total other federal revenues		305,175,100
Special revenue funds:		
Private - collections		3,200,900
Local funds - county chargeback		14,494,000
State general fund/general purpose	$	360,494,100

Sec. 108. JUVENILE JUSTICE SERVICES

Full-time equated classified positions 182.0		
W.J. Maxey training school—69.0 FTE positions	$	10,592,400
Bay pines center—42.0 FTE positions		4,769,000
Shawono center—42.0 FTE positions		4,851,500
County juvenile officers		3,904,300
Community support services—2.0 FTE positions		1,295,200
Juvenile justice administration and maintenance—24.0 FTE positions		4,044,700
Juvenile accountability block grant—0.5 FTE position		1,281,300

		For Fiscal Year Ending Sept. 30, 2014
Committee on juvenile justice administration—2.5 FTE positions	$	340,300
Committee on juvenile justice grants		3,000,000
In-home community care		1,000,000
Juvenile justice behavioral health study		250,000
GROSS APPROPRIATION	$	35,328,700
Appropriated from:		
Federal revenues:		
Total federal revenues		5,107,500
Special revenue funds:		
Local funds - state share education funds		2,168,100
Local funds - county chargeback		9,158,000
State general fund/general purpose	$	18,895,100

Sec. 109. LOCAL OFFICE STAFF AND OPERATIONS

Full-time equated classified positions 5,790.0		
Field staff, salaries and wages—5,548.0 FTE positions	$	295,152,500
Contractual services, supplies, and materials		13,404,800
Medical/psychiatric evaluations		1,420,100
Donated funds positions—208.0 FTE positions		13,757,600
Training and program support—24.0 FTE positions		2,441,300
Volunteer services and reimbursement		1,142,400
SSI advocates—10.0 FTE positions		786,400
GROSS APPROPRIATION	$	328,105,100
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of corrections		100,000
IDG from department of education		4,574,600
Federal revenues:		
Social security act, temporary assistance for needy families		65,310,100
Total other federal revenues		121,004,200
Special revenue funds:		
Local funds		3,349,100
Private funds - donated funds		2,601,100
Supplemental security income recoveries		786,400
State general fund/general purpose	$	130,379,600

Sec. 110. DISABILITY DETERMINATION SERVICES

Full-time equated classified positions 576.4		
Disability determination operations—546.9 FTE positions	$	85,975,200
Medical consultation program—25.4 FTE positions		3,316,500
Retirement disability determination—4.1 FTE positions		423,900
GROSS APPROPRIATION	$	89,715,600
Appropriated from:		
Interdepartmental grant revenues:		
IDG from DTMB - office of retirement services		536,100
Federal revenues:		
Total federal revenues		85,423,900
State general fund/general purpose	$	3,755,600

Sec. 111. CENTRAL SUPPORT ACCOUNTS

Rent	$	45,568,100
Occupancy charge		10,203,400
Travel		8,288,000
Equipment		62,600
Worker's compensation		1,727,100
Payroll taxes and fringe benefits		427,618,100
GROSS APPROPRIATION	$	493,467,300

		For Fiscal Year Ending Sept. 30, 2014
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of education	$	3,529,000
Federal revenues:		
Social security act, temporary assistance for needy families		116,624,800
Total other federal revenues		201,266,400
State general fund/general purpose	$	172,047,100

Sec. 112. PUBLIC ASSISTANCE

Full-time equated classified positions 8.0		
Family independence program	$	214,316,000
State disability assistance payments		20,831,800
Food assistance program benefits		2,798,081,200
Food assistance program benefits (ARRA)		35,846,200
State supplementation		62,535,000
State supplementation administration		2,381,100
Low-income home energy assistance program		149,951,600
Michigan energy assistance program—1.0 FTE position		60,000,000
Food bank funding		1,795,000
Homeless programs		15,721,900
Chaldean community foundation		1,000,000
Multicultural integration funding		2,015,500
Indigent burial		4,300,000
Emergency services local office allocations		13,608,500
Refugee assistance program—7.0 FTE positions		27,955,900
Energy self-sufficiency program		25,000,000
GROSS APPROPRIATION	$	3,435,339,700
Appropriated from:		
Federal revenues:		
Federal supplemental nutrition assistance revenues (ARRA)		35,846,200
Social security act, temporary assistance for needy families		85,966,700
Total other federal revenues		2,998,121,100
Special revenue funds:		
Child support collections		17,257,800
Low-income home energy assistance fund		60,000,000
Supplemental security income recoveries		10,617,600
Merit award trust fund		30,100,000
Public assistance recoupment revenue		7,010,000
State general fund/general purpose	$	190,420,300

Sec. 113. INFORMATION TECHNOLOGY

Information technology services and projects	$	114,559,200
Child support automation		42,117,700
GROSS APPROPRIATION	$	156,676,900
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of education		1,134,800
Federal revenues:		
Social security act, temporary assistance for needy families		16,344,200
Total other federal revenues		88,981,400
State general fund/general purpose	$	50,216,500

Sec. 114. ONE-TIME BASIS ONLY

Information technology services and projects	$	2,000,000
Demonstration projects		1,500,000
GROSS APPROPRIATION	$	3,500,000
Appropriated from:		
Federal revenues:		
Total other federal revenues		1,460,400
State general fund/general purpose	$	2,039,600

		For Fiscal Year Ending Sept. 30, 2014
Sec. 115. BUDGETARY SAVINGS		
Staffing reductions	$	(3,500,000)
GROSS APPROPRIATION	$	(3,500,000)
Appropriated from:		
State general fund/general purpose	$	(3,500,000)

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2013-2014

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2013-2014 is $1,138,470,000.00 and state spending from state resources to be paid to local units of government for fiscal year 2013-2014 is $92,153,400.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF HUMAN SERVICES		
Child care fund	$	85,118,900
County juvenile officers		3,656,500
State disability assistance payments		976,400
Legal support contracts		2,341,000
Family independence program		60,600
TOTAL	$	92,153,400

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

Sec. 203. As used in this article:

(a) "AFC" means adult foster care.

(b) "ARRA" means the American recovery and reinvestment act of 2009, Public Law 111-5.

(c) "Current fiscal year" means the fiscal year ending September 30, 2014.

(d) "Department" means the department of human services.

(e) "Director" means the director of the department of human services.

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

(g) "IDG" means interdepartmental grant.

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

(i) "Previous fiscal year" means the fiscal year ending September 30, 2013.

(j) "Settlement" means the settlement agreement entered in the case of Dwayne B. v Snyder, docket no. 2:06-cv-13548 in the United States district court for the eastern district of Michigan.

(k) "SSI" means supplemental security income.

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

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

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

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

Sec. 207. (1) Sanctions, suspensions, conditions for provisional license status, and other penalties shall not be more stringent for private service providers than for public entities performing equivalent or similar services.

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

Sec. 208. Unless otherwise specified, the department shall use the Internet to fulfill the reporting requirements of this article. This requirement shall include transmission of reports via electronic mail to the recipients identified for each reporting requirement, and it shall include placement of reports on the Internet.

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

Sec. 211. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 212. (1) In addition to funds appropriated in part 1 for all programs and services, there is appropriated for write-offs of accounts receivable, deferrals, and for prior year obligations in excess of applicable prior year appropriations, an amount equal to total write-offs and prior year obligations, but not to exceed amounts available in prior year revenues or current year revenues that are in excess of the authorized amount.

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

Sec. 213. The department may retain all of the state's share of food assistance overissuance collections as an offset to general fund/general purpose costs. Retained collections shall be applied against federal funds deductions in all appropriation units where department costs related to the investigation and recoupment of food assistance overissuances are incurred. Retained collections in excess of such costs shall be applied against the federal funds deducted in the executive operations appropriation unit.

Sec. 214. On a bimonthly basis, the department shall report on the number of FTEs in pay status by type of staff.

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

Sec. 217. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the house and senate appropriations committees, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

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

Sec. 219. The department shall cooperate with the department of technology, management, and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

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

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

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

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

(e) Job specifications and wage rates.

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

Sec. 221. (1) If the revenue collected by the department from private and local sources exceeds the amount spent from amounts appropriated in part 1, the revenue may be carried forward, with approval from the state budget director, into the subsequent fiscal year.

(2) The department shall provide a report on the amount of each revenue stream to be carried forward, as well as the cumulative amount, for the closing fiscal year by October 30 of the current fiscal year to the senate and house appropriations subcommittees on the department budget, the senate and house standing committees on families and human services, and the senate and house fiscal agencies and policy offices.

Sec. 222. (1) The department shall provide written notification to the chairpersons of the senate and house appropriations subcommittees on the budget for the department of any policy changes at least 30 days before the implementation date.

(2) The department shall make the entire policy and procedures manual available and accessible to the public via the department website.

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

Sec. 225. The department may hire physicians to be part of the medical review team (MRT) on a temporary basis if Medicaid applications are backlogged more than 2,000. The temporary physicians shall be retained until the backlog has dropped below 2,000 for 2 consecutive months. The role of the physicians will be to obtain medical evidence from and grant medical determinations to applicants.

Sec. 226. The department shall not approve any contract for new services, programs, or concepts in excess of $1,000,000.00 unless both of the following requirements have been met:

(a) The department has issued and received a request for information (RFI) or a request for qualification (RFQ) before issuing a request for proposal for the contract. The request for information or request for qualification will enable the department to learn more about the market for the products or services that are the subject of the future request for proposal.

(b) The department has provided the legislature with the results of the request for information or request for qualification and posted a summary of the results of the request for information or request for qualification on the department's webpage.

Sec. 240. The department shall notify the house and senate appropriations committees and the house and senate fiscal agencies of any changes to a child welfare master contract that results in increased rates or increased spending on services not less than 30 days before the change takes effect.

Sec. 250. Amounts appropriated in part 1 for information technology may be designated as work projects and carried forward to support technology projects under the direction of the department of technology, management, and budget. Funds designated in this manner are not available for expenditure until approved as work projects under section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a.

Sec. 251. The department and agencies receiving appropriations in part 1 shall receive and retain copies of all reports funded from appropriations in part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The department may electronically retain copies of reports unless otherwise required by federal and state guidelines.

Sec. 252. (1) It is the intent of the legislature that the department shall allocate funds appropriated in part 1 for an addition of 4.0 FTEs for medical review team staff as 1-time funding and the staff shall be hired as limited-term staff.

(2) It is the intent of the legislature that the department shall allocate funds appropriated in part 1 for a juvenile justice behavioral study as 1-time funding.

Sec. 264. The department shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.

Sec. 265. Within 14 days after the release of the executive budget recommendation, the department shall provide the state budget director, the senate and house appropriations chairs, the senate and house appropriations subcommittees on the department budget, respectively, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2013 and September 30, 2014.

Sec. 274. (1) The department, in collaboration with the state budget office, shall submit to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the house and senate policy offices on the day the governor submits to the legislature the budget for the ensuing fiscal year a report on spending and revenue projections for each of the capped federal funds listed below. The report shall contain actual spending and revenue in the previous fiscal year, spending and revenue projections for the current fiscal year as enacted, and spending and revenue projections within the executive budget proposal for the fiscal year beginning October 1, 2014 for each individual line item for the department budget. The report shall also include federal funds transferred to other departments. The capped federal funds shall include, but not be limited to, all of the following:

(a) TANF.

(b) Title XX social services block grant.

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

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

(e) Low-income home energy assistance program.

(2) By February 15 of the current fiscal year, the department shall prepare an annual report of its efforts to identify additional TANF maintenance of effort sources and rationale for any increases or decreases from all of the following, but not limited to:

(a) Other departments.

(b) Local units of government.

(c) Private sources.

Sec. 275. (1) The negative appropriation in the staffing reductions line in part 1 shall be offset only through FTE reductions. The line item shall not be offset through cuts to programs, benefits, caseload savings, or policy changes.

(2) The department shall provide monthly reports on the savings realized under subsection (1) to the chairpersons of the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices.

(3) The staffing reductions line shall achieve a zero balance by the close of the current fiscal year.

(4) Funds to offset the staffing reductions line shall be made available through the legislative transfer process provided by section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 279. (1) All master contracts relating to human services shall be performance-based contracts that employ a client-centered results-oriented process that is based on measurable performance indicators and desired outcomes and includes the annual assessment of the quality of services provided.

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

Sec. 284. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $200,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393. These funds shall not be made available to increase TANF authorization.

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

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

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

Sec. 290. Any public advertisement for state assistance shall also inform the public of the welfare fraud hotline operated by the department.

Sec. 291. (1) The department shall verify, using the e-verify system, that all new department employees, and new hire employees of contractors and subcontractors paid from funds appropriated in part 1, are legally present in the United States. The department may verify this information directly or may require contractors and subcontractors to verify the information and submit a certification to the department.

(2) By February 15 of the current fiscal year, the department shall submit to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the house and senate policy offices a report on the number of new department employees and new hire employees of contractors and subcontractors that were found to not be legally present in the United States.

Sec. 293. The department may use funds from the funds appropriated in part 1 to strengthen marriage and family relations through the practice of marriage and family therapy for individuals, families, couples, or groups. The goal of the therapy shall be strengthening families by helping them avoid, eliminate, relieve, manage, or resolve marital or family conflict or discord.

Sec. 295. If the department fails to provide to the legislature reports and other data required by this article or other statute within 30 days after the date the information is due, the state money appropriated in part 1 for salaries and wages responsible for preparing and submitting the report shall be reduced by $150,000.00.

Sec. 296. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the office of the state budget, the chairpersons of the senate and house appropriations committees, and the senate and house fiscal agencies.

Sec. 298. By March 1 of the current fiscal year, the department shall provide to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices an annual report on the supervisor-to-staff ratio by department divisions and subdivisions.

Sec. 299. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks, and regularly updates key metrics that are used to monitor and improve the department's performance.

EXECUTIVE OPERATIONS

Sec. 307. (1) From the funds appropriated in part 1 for demonstration projects, $400,000.00 shall be distributed as provided in subsection (2). The amount distributed under this subsection shall not exceed 50% of the total operating expenses of the program described in subsection (2), with the remaining 50% paid by local United Way organizations and other nonprofit organizations and foundations.

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

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

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

ADULT AND FAMILY SERVICES

Sec. 401. All funds appropriated in part 1 for independent living shall be used to support centers for independent living in compliance with federal rules and regulations for those centers, by existing centers for independent living to serve underserved areas, and for projects to build capacity of centers for independent living to deliver independent living services. Applications for the funds shall be reviewed in accordance with criteria and procedures established by the department. Funds shall be used in a manner consistent with the state plan for independent living.

Sec. 402. The Michigan rehabilitation services shall work collaboratively with the Michigan commission for the blind, service organizations, and government entities to identify qualified match dollars to maximize use of available federal vocational rehabilitation funds.

Sec. 403. (1) It is the intent of the legislature that the funds appropriated in part 1 for Michigan rehabilitation services, and any future funds appropriated for that purpose, shall not be spent unless Michigan rehabilitation services addresses, works to remedy, and accounts for the deficiencies found in Michigan rehabilitation services as detailed in the most recent auditor general report of Michigan rehabilitation services.

(2) Beginning October 1, 2013, the department shall provide quarterly status reports to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and house and senate policy offices on Michigan rehabilitation services that include all of the following items:

(a) Reductions and changes in administration costs and staffing.

(b) Service delivery plans and implementation steps achieved.

(c) Reorganization plans and implementation steps achieved.

(d) Plans to integrate Michigan rehabilitative services programs into other services provided by the department.

(e) Quarterly expenditures by major spending category.

Sec. 404. From the funds appropriated in part 1 for independent living, the department shall allocate $1,500,000.00 to Michigan's centers for independent living to pilot guide services to develop accessible, comprehensive, and integrated services for persons with disabilities. The pilot guide services shall also assist persons with disabilities and their families in navigating state systems when accessing public assistance to become financially self-sufficient.

Sec. 405. It is the intent of the legislature that Michigan rehabilitation services shall not implement an order of selection for vocational and rehabilitative services.

Sec. 415. (1) If funds become available in part 1, the department may contract with independent contractors from various counties, including, but not limited to, faith-based and nonprofit organizations. Preference shall be given to independent contractors that provide at least 10% in matching funds, through any combination of local, state, or federal funds or in-kind or other donations. However, an independent contractor that cannot secure matching funds shall not be excluded from consideration for the fatherhood program.

(2) The department may choose providers that will work with counties to help eligible fathers under TANF guidelines to acquire skills that will enable them to increase their responsible behavior toward their children and the mothers of their children. An increase of financial support for their children should be a very high priority as well as emotional support.

(3) A fatherhood initiative program established under this section shall minimally include at least 3 of the following components: promoting responsible, caring, and effective parenting through counseling; mentoring and parental education; enhancing the abilities and commitment of unemployed or low-income fathers to provide material support for their families and to avoid or leave welfare programs by assisting them to take advantage of job search programs, job training, and education to improve their work habits and work skills; improving fathers' ability to effectively manage family business affairs by means such as education, counseling, and mentoring in household matters; infant care; effective communication and respect; anger management; children's financial support; and drug-free lifestyle.

(4) The department is authorized to make allocations of TANF funds, of not more than 20% per county, under this section only to agencies that report necessary data to the department for the purpose of meeting TANF eligibility reporting requirements.

(5) Upon receipt of the promotion of responsible fatherhood funds from the United States department of health and human services, the department shall use the program criteria set forth in subsection (3) to implement the program with the federal funds.

Sec. 416. (1) If funds become available in part 1, the department may contract with independent contractors from various counties, including, but not limited to, faith-based and nonprofit organizations. Preference shall be given to independent contractors that provide at least 10% in matching funds, through any combination of local, state, or federal funds or in-kind or other donations. However, an independent contractor that cannot secure matching funds shall not be excluded from consideration for a marriage initiative program.

(2) The department may choose providers to work with counties that will work to support and strengthen marriages of those eligible under the TANF guidelines. The areas of work may include, but are not limited to, marital counseling, domestic violence counseling, family counseling, effective communication, and anger management as well as parenting skills to improve the family structure.

(3) A marriage initiative program established under this section may include, but is not limited to, 1 or more of the following: public advertising campaigns on the value of marriage and the skills needed to increase marital stability and health; education in high schools on the value of marriage, relationship skills, and budgeting; premarital, marital, family, and domestic violence counseling; effective communication; marriage mentoring programs which use married couples as role models and mentors in at-risk communities; anger management; and parenting skills to improve the family structure.

(4) The department is authorized to make allocations of TANF funds, of not more than 20% per county, under this section only to agencies that report necessary data to the department for the purpose of meeting TANF eligibility reporting requirements.

(5) Upon receipt of the healthy marriage promotion grant from the United States department of health and human services, the department shall use the program criteria set forth in subsection (3) to implement the program with the federal funds.

Sec. 420. (1) From the funds appropriated in part 1, the department shall contract with the prosecuting attorneys association of Michigan for 2 elder abuse resource prosecuting attorneys positions to provide the support and services necessary to increase the capability of the state's prosecutors, adult protective service system, and criminal justice system to effectively identify, investigate, and prosecute elder abuse and financial exploitation.

(2) By March 1 of the current fiscal year, the prosecuting attorneys association shall provide a report on the efficacy of the contract to the state budget office, the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the house and senate policy offices.

Sec. 423. From the funds appropriated in part 1 for elder law of Michigan MiCAFE contract, the department shall allocate not less than $175,000.00 to the elder law of Michigan MiCAFE to assist this state's elderly population to participate in the food assistance program. The funds may be used as state matching funds to acquire available United States department of agriculture funding to provide outreach program activities, such as eligibility screen and information services, as part of a statewide food stamp hotline.

Sec. 424. The department may enter into a contract with a nonprofit entity that operates throughout this state to provide vehicle purchases and vehicle repairs for all low-income individuals who the department determines are eligible. The department shall work in conjunction with the nonprofit entity to ensure that the barriers to self-sufficiency are removed for each individual.

Sec. 425. (1) From the funds appropriated in part 1, the department shall provide individuals not more than $500.00 for vehicle repairs, including any repairs done in the previous 12 months. However, the department may in its discretion pay for repairs up to $900.00. Payments under this section shall include the combined total of payments made by the department and work participation program.

(2) By November 30 of the current fiscal year, the department shall provide to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices a report detailing the total number of payments for repairs, the number of payments for repairs that exceeded $500.00, the number of payments for repairs that cost exactly $500.00, and the number of payments for repairs that cost exactly $900.00 in the previous fiscal year.

CHILDREN'S SERVICES

Sec. 501. A goal is established that not more than 31% of all children in foster care at any given time during the current fiscal year will have been in foster care for 24 months or more. During the annual budget presentation, the department shall provide a report describing the steps that will be taken to achieve the specific goal established in this section.

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

Sec. 503. The department, in conjunction with members from both the house of representatives and senate, shall carry out a workgroup to review the feasibility of establishing performance-based funding for all public and private

child welfare services providers. By March 1, 2014, the department shall provide a report on the findings of the workgroup to the senate and house appropriations subcommittees on the department budget, the senate and house standing committees on families and human services, and the senate and house fiscal agencies and policy offices.

Sec. 505. By March 1 of the current fiscal year, the department and Wayne County shall provide to the senate and house appropriations committees on the department budget and the senate and house fiscal agencies and policy offices a report for youth served in the previous fiscal year and in the first quarter of the current fiscal year outlining the number of youth served within each juvenile justice system, the type of setting for each youth, performance outcomes, and financial costs or savings.

Sec. 506. The department shall submit a report by February 15 of the current fiscal year on the number of foster children under department supervision who did not receive Medicaid coverage and the number of foster children under department supervision that experienced a break in Medicaid coverage during the previous fiscal year to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the house and senate policy offices.

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

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

(2) The department and the child abuse neglect and prevention board shall collaborate to ensure that administrative delays are avoided and the local grant recipients and direct service providers receive money in an expeditious manner. The department and board shall seek to have the children's trust fund grants distributed no later than November 30 of the current fiscal year.

Sec. 509. (1) From the funds appropriated in part 1 for the child welfare training institute, the department shall use up to $100,000.00 to enter into a contract for a pilot program for gentle teaching methods.

(2) The department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office by March 1, 2014 on the results of the pilot program, including the number of participants, actual costs of the pilot program, and a cost estimate to make the gentle teaching method a required training component for all new and existing field staff workers by March 1, 2015.

Sec. 510. By March 1 of the current fiscal year, the department shall provide to the senate and house appropriations subcommittees on the department budget, the senate and house standing committees on families and human services, and the senate and house fiscal agencies and policy offices a report on the implementation of the workgroup findings described in section 510 of article X of 2012 PA 200.

Sec. 511. The department shall provide quarterly reports to the senate and house appropriations subcommittees on the department budget, the senate and house standing committees on families and human services, and the senate and house fiscal agencies and policy offices on the number and percentage of children who received timely health examinations after entry into foster care and the number and percentage of children entering foster care who received a required mental health examination after entry into foster care.

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

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

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

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

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

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

(2) The department shall not expend money for a child placed in an out-of-state facility without approval of the deputy director for children's services. The department shall notify the appropriate state agency in that state including the name of the out-of-state provider who accepted the placement.

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

(4) The department shall submit an annual report by February 15 of the current fiscal year on per diem costs of each residential care provider that has an established state rate and is located or doing business in this state.

(5) It is the intent of the legislature that the department shall work in conjunction with the courts and the state court administrative office to identify data needed to calculate statewide recidivism rates for adjudicated youth placed in either residential secure or nonsecure facilities, defined at 6 months after a youth is released from placement.

(6) By March 1 of the current fiscal year, the department shall notify the legislature on the status of efforts to accomplish the intent of subsection (5).

Sec. 514. The department shall make a comprehensive report concerning children's protective services (CPS) to the legislature, including the senate and house policy offices and the state budget director, by January 1 of the current fiscal year, that shall include all of the following:

(a) Statistical information including, at a minimum, all of the following:

(*i*) The total number of reports of abuse or neglect investigated under the child protection law, 1975 PA 238, MCL 722.621 to 722.638, and the number of cases classified under category I or category II and the number of cases classified under category III, category IV, or category V.

(*ii*) Characteristics of perpetrators of abuse or neglect and the child victims, such as age, relationship, race, and ethnicity and whether the perpetrator exposed the child victim to drug activity, including the manufacture of illicit drugs, that exposed the child victim to substance abuse, a drug house, or methamphetamine.

(*iii*) The mandatory reporter category in which the individual who made the report fits, or other categorization if the individual is not within a group required to report under the child protection law, 1975 PA 238, MCL 722.621 to 722.638.

(*iv*) The number of cases that resulted in the separation of the child from the parent or guardian and the period of time of that separation, up to and including termination of parental rights.

(*v*) For the reported complaints of abuse or neglect by teachers, school administrators, and school counselors, the number of cases classified under category I or category II and the number of cases classified under category III, category IV, or category V.

(*vi*) For the reported complaints of abuse or neglect by teachers, school administrators, and school counselors, the number of cases that resulted in separation of the child from the parent or guardian and the period of time of that separation, up to and including termination of parental rights.

(b) New policies related to children's protective services including, but not limited to, major policy changes and court decisions affecting the children's protective services system during the immediately preceding 12-month period.

(c) The information contained in the report required under section 8d(5) of the child protection law, 1975 PA 238, MCL 722.628d, on cases classified under category III.

(d) The department policy, or changes to the department policy, regarding children who have been exposed to the production or manufacture of methamphetamines.

Sec. 515. The department, in conjunction with court and county personnel and representatives of the private child welfare agencies operating in Kent County, shall privatize foster care and adoption services, except for child protective services, in Kent County by October 1, 2014 based on workgroup findings.

Sec. 519. The department shall permit any private agency that has an existing contract with this state to provide foster care services to be also eligible to provide treatment foster care services.

Sec. 520. The department shall post a request for information for a contract for foster family group homes by December 31 of the current fiscal year.

Sec. 522. From the funds appropriated in part 1 for youth in transition programs, the department shall allocate $750,000.00 to the campus coaches program to provide college scholarships to youths who are transitioning from the foster care system and are attending a college located in this state. Of the funds appropriated, 100% shall be used to fund scholarships for the youths described in this section.

Sec. 523. (1) By February 15 of the current fiscal year, the department shall report on the families first, family reunification, and families together building solutions family preservation programs to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices. The report shall contain all of the following for each program:

(a) The average cost per recipient served.

(b) Measurable performance indicators.

(c) Desired outcomes or results and goals that can be measured on an annual basis, or desired results for a defined number of years.

(d) Monitored results.

(e) Innovations that may include savings or reductions in administrative costs.

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

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

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

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

Sec. 532. (1) The department, in collaboration with representatives of private child and family agencies, shall revise and improve the annual licensing review process and the annual contract compliance review process for child placing agencies and child caring institutions. The improvement goals shall be safety and care for children. Improvements to the review process shall be directed toward alleviating administrative burdens so that agency resources may be focused on children. The revision shall include identification of duplicative staff activities and information sought from child placing agencies and child caring institutions in the annual review process. The department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies and policy offices, and the state budget director on or before January 15 of the current fiscal year on the findings of the annual licensing review.

(2) The department shall conduct licensing reviews no more than once every 2 years for child placing agencies and child caring institutions that are nationally accredited and have no outstanding violations.

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

(2) The department shall provide a report on the status of the implementation and operation of this section by February 15 of the current fiscal year.

Sec. 534. The department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office by March 1 of the current fiscal year a report on the implementation of the statewide automated child welfare information system. The report shall include, but not be limited to, all of the following:

(a) Areas where implementation went as planned.

(b) The number of known issues.

(c) The average number of help tickets submitted per day.

(d) Any additional overtime or other staffing costs to address known issues and volume of help tickets.

(e) Any contract revisions to address known issues and volume of help tickets.

(f) Other strategies undertaken to improve implementation.

Sec. 537. The department, in collaboration with child placing agencies, shall develop a strategy to implement section 115o of the social welfare act, 1939 PA 280, MCL 400.115o. The strategy shall include a requirement that a department caseworker responsible for preparing a recommendation to a court concerning a juvenile placement shall provide, as part of the recommendation, information regarding the requirements of section 115o of the social welfare act, 1939 PA 280, MCL 400.115o.

Sec. 540. If a physician or psychiatrist who is providing services to state or court wards placed in a residential facility submits a formal request to the department to change the psychotropic medication of a ward, the department shall, if the ward is a state ward, make a determination on the proposed change within 30 days after the request or, if the ward is a temporary court ward, seek parental consent within 7 business days after the request.

Sec. 546. (1) From the funds appropriated in part 1 for foster care payments and from child care fund, the department shall pay providers of foster care services not less than a $37.00 administrative rate.

(2) From the funds appropriated in part 1 for foster care payments and from child care fund, the department shall pay providers of general independent living services not less than a $28.00 administrative rate.

(3) From the funds appropriated in part 1, the department shall reinstate the specialized independent living services administrative rate to levels that were in place for the fiscal year ending September 30, 2011.

(4) From the funds appropriated in part 1, the department shall pay providers of foster care services an additional $3.00 administrative rate, provided that section 117a of the social welfare act, 1939 PA 280, MCL 400.117a, is amended to eliminate the county match rate for the additional administrative rate provided in this subsection.

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

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

Sec. 556. No later than February 1 for the previous fiscal year, the department shall provide an annual report to the subcommittees of the senate and house appropriations committees on the department budget with the number of complaints filed by adoptive parents who were not notified that their adopted child had special needs.

Sec. 557. From the funds appropriated in part 1, the department may provide reimbursement for nonrecurring expenses related to an adoption in excess of the limit described in section 115*l* of the social welfare act, 1939 PA 280, MCL 400.115*l*.

Sec. 574. (1) From the funds appropriated in part 1 for foster care payments, $2,500,000.00 is allocated to support contracts with child placing agencies to facilitate the licensure of relative caregivers as foster parents. Agencies shall receive $2,300.00 for each facilitated licensure. The agency facilitating the licensure would retain the placement and continue to provide case management services for at least 50% of the newly licensed cases for which the placement was appropriate to the agency. Up to 50% of the newly licensed cases would have direct foster care services provided by the department.

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

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

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

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

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

Sec. 587. From the funds appropriated in part 1 to in-home community care programs, $1,000,000.00 shall be used to expand or create new in-home care and community-based juvenile justice services to rural counties through a grant-making process. By March 1 of the current fiscal year, the department shall submit a report that describes the program expansion and expenditures in detail to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices.

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

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

Sec. 589. (1) The department shall not transfer any foster care cases that require a county contribution to the private agency administrative rate unless it is agreed to by the county.

(2) On a monthly basis, the department shall report on the number of all foster care cases administered by the department and all foster care cases administered by private providers.

Sec. 590. From the funds appropriated in part 1, the department shall provide $30,000.00 for the task force on the prevention of sexual abuse of children defined under section 12b of the child protection law, 1975 PA 238, MCL 722.632b. Use of funds shall be limited to providing reimbursements to task force members for travel costs related to task force operations.

PUBLIC ASSISTANCE

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

Sec. 603. The department shall conduct a workgroup in conjunction with the department of community health and members from both the senate and house of representatives to determine how the state can maximize Medicaid claims for community-based and outpatient treatment services to foster care children and adjudicated youths who are placed in community-based treatment programs. The department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office by March 1, 2014 on the findings of the workgroup.

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

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

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

(c) A resident of an adult foster care facility, a home for the aged, a county infirmary, or a substance abuse treatment center.

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

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

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

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

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

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

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

(3) Except for a person described in subsection (1)(c) or (d), a person is not disabled for purposes of this section if his or her drug addiction or alcoholism is a contributing factor material to the determination of disability. "Material to the determination of disability" means that, if the person stopped using drugs or alcohol, his or her remaining physical or mental limitations would not be disabling. If his or her remaining physical or mental limitations would be disabling, then the drug addiction or alcoholism is not material to the determination of disability and the person may receive state

disability assistance. Such a person must actively participate in a substance abuse treatment program, and the assistance must be paid to a third party or through vendor payments. For purposes of this section, substance abuse treatment includes receipt of inpatient or outpatient services or participation in alcoholics anonymous or a similar program.

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

Sec. 606. County department offices shall require each recipient of family independence program and state disability assistance who has applied with the social security administration for supplemental security income to sign a contract to repay any assistance rendered through the family independence program or state disability assistance program upon receipt of retroactive supplemental security income benefits.

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

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

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

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

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

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

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

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

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

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

Sec. 612. The department shall implement an asset test as part of the eligibility determination for applicants and existing recipients of the refugee assistance program medical benefits.

Sec. 613. The department shall provide reimbursements for the final disposition of indigent persons. The maximum allowable reimbursement for the final disposition shall be $800.00. In addition, reimbursement for a cremation permit fee of up to $75.00 and for mileage at the standard rate will also be made available for an eligible cremation. The reimbursements under this section shall account for religious preferences that prohibit cremation.

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

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

Sec. 617. The department shall prepare a report on the number and percentage of public assistance recipients, categorized by type of assistance received, who were no longer eligible for assistance because of their status in the law enforcement information network and provide the report by February 15 of the current fiscal year to the senate and house appropriations subcommittees on the department budget, the senate and house standing committees on families and human services, and the senate and house fiscal agencies and policy offices.

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

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

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

(2) Subject to federal approval, an individual is not entitled to the exemption in this section if the individual was convicted in 2 or more separate cases of a felony that included the possession, use, or distribution of a controlled substance after August 22, 1996.

Sec. 620. (1) The department shall make a determination of Medicaid eligibility not later than 60 days after all information to make the determination is received from the applicant if disability is an eligibility factor. For all other Medicaid applicants, including patients of a nursing home, the department shall make a determination of Medicaid eligibility within 45 days of application.

(2) Not later than October 1, 2013, the department shall provide a report to the senate and house appropriations subcommittees on the department budget, the senate and house standing committees on families and human services, and the senate and house fiscal agencies and policy offices detailing the outcomes of the LEAN process, the department's progress in achieving the eligibility standard of promptness at the 2 local offices, and the department's plan for implementing efficiency standards identified in the LEAN process statewide.

Sec. 621. (1) From the funds appropriated in part 1 from the federal low-income home energy assistance program for the energy self-sufficiency program, the department shall fund energy assistance services that comply with all of the following guidelines:

(a) The department shall distribute the funds described in this subsection for energy assistance and may use a portion of the funds for necessary administrative expenses. Necessary administrative expenses shall be calculated using an established cost allocation methodology.

(b) Energy assistance must include services that will enable participants to become self-sufficient or move toward becoming self-sufficient, including assisting participants in paying their energy bills on time, assisting participants in budgeting for and contributing to their ability to provide for energy expenses, and assisting participants in utilizing energy services to optimize on energy efficiency. By September 30, 2014, each entity that carries out a contract with the department under this section shall provide or coordinate these services. The department shall attempt to coordinate its efforts with the efforts of other state departments or agencies to assist low-income households in becoming self-sufficient or moving toward becoming self-sufficient.

(c) The department shall develop a simplified, single application for all applicants to use to apply for energy assistance under the program. The single application shall be made available to all entities that contract with the department to provide services under the program.

(d) The department, in consultation with the Michigan public service commission, may contract with different public or private entities or local units of government to provide energy assistance.

(e) The department shall include clear performance metrics in any contract with an entity under this section.

(f) An entity with which the department contracts under subdivision (d) shall use not less than 92% of the funds received from the department for energy assistance. An entity with which the department contracts under subdivision (d) may, upon approval from the department, use less than 92% but not less than 90% of the funds received for the program for energy assistance.

(2) Not later than December 1, 2014, and annually after that, the department shall provide a report to the legislature, the senate and house appropriations subcommittees on the department budget, the senate and house committees on issues relating to energy, and the senate and house fiscal agencies on how funds from the energy self-sufficiency program were distributed.

(3) The department shall include the energy self-sufficiency program in the state plan for the federal low-income home energy assistance program.

(4) Any federal low-income home energy assistance program funds that are provided to the state in excess of the amount appropriated in the current year enacted budget shall be allocated to the energy self-sufficiency program line item and subject to the provisions in this section.

(5) This section does not apply if the allocation of funds described in this section does not comply with federal statute and regulations on the low-income home energy assistance program. If this section does not comply with federal statute or regulations, the department shall present a report with an alternative proposal to the chairpersons of the senate and house appropriations subcommittees on the department budget within 30 days after the department becomes aware that the section does not comply with federal statute or regulations.

(6) If this section conflicts with a current state statute or a state statute enacted subsequent to this act, the state statute controls.

(7) Funds appropriated in part 1 for the energy self-sufficiency program line item shall be permitted to transfer to the low-income home energy assistance program line item under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393, if legislation is enacted to provide a funding mechanism for the Michigan energy assistance program established under section 3 of the Michigan energy assistance act, 2012 PA 615, MCL 400.1233.

Sec. 622. Subject to federal rules and regulations, the department shall implement a 1-page application for disability redetermination for all disability redetermination applications and cases no later than November 1, 2013.

Sec. 643. As a condition of receipt of federal TANF funds, homeless shelters and human services agencies shall collaborate with the department to obtain necessary TANF eligibility information on families as soon as possible after admitting a family to the homeless shelter. From the funds appropriated in part 1 for homeless programs, the department is authorized to make allocations of TANF funds only to the agencies that report necessary data to the department for the purpose of meeting TANF eligibility reporting requirements. Homeless shelters or human services agencies that do not report necessary data to the department for the purpose of meeting TANF eligibility reporting requirements will not receive reimbursements which exceed the per diem amount they received in fiscal year 2000. The use of TANF funds under this section should not be considered an ongoing commitment of funding.

Sec. 645. An individual or family is considered homeless, for purposes of eligibility for state emergency relief, if living temporarily with others in order to escape domestic violence. For purposes of this section, domestic violence is defined and verified in the same manner as in the department's policies on good cause for not cooperating with child support and paternity requirements.

Sec. 653. From the funds appropriated in part 1 for food assistance, an individual who is the victim of domestic violence and does not qualify for any other exemption may be exempt from the 3-month in 36-month limit on receiving food assistance under 7 USC 2015. This exemption can be extended an additional 3 months upon demonstration of continuing need.

Sec. 655. Within 14 days after the spending plan for low-income home energy assistance program is approved by the state budget office, the department shall provide the spending plan, including itemized projected expenditures, to the chairpersons of the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices.

Sec. 657. The department shall notify persons eligible for extended family independence program benefits under section 57s of the social welfare act, 1939 PA 280, MCL 400.57s, that receiving extended family independence program benefits will count toward the federal and state lifetime limits.

Sec. 660. From the funds appropriated in part 1 for food bank funding, the department is authorized to make allocations of TANF funds only to the agencies that report necessary data to the department for the purpose of meeting TANF eligibility reporting requirements. The agencies that do not report necessary data to the department for the purpose of meeting TANF eligibility reporting requirements will not receive allocations in excess of those received in fiscal year 2000. The use of TANF funds under this section should not be considered an ongoing commitment of funding.

Sec. 669. The department shall allocate $2,880,000.00 for the annual clothing allowance. The allowance shall be granted to all eligible children in a family independence program group that does not include an adult.

Sec. 672. (1) The department's office of inspector general shall report to the senate and house of representatives appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices by February 15 of the current fiscal year on department efforts to reduce inappropriate use of Michigan bridge cards. The department shall provide information on the number of recipients of services who used their electronic benefit transfer card inappropriately and the current status of each case, the number of recipients whose benefits were revoked, whether permanently or temporarily, as a result of inappropriate use, and the number of retailers that were fined or removed from the electronic benefit transfer program for permitting inappropriate use of the cards.

(2) As used in this section, "inappropriate use" means not used to meet a family's ongoing basic needs, including food, clothing, shelter, utilities, household goods, personal care items, and general incidentals.

Sec. 677. (1) The department shall establish a state goal for the percentage of family independence program cases involved in employment activities. The percentage established shall not be less than 50%. The goal for long-term employment shall be 15% of cases for 6 months or more.

(2) On a monthly basis, the department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies and policy offices, and the state budget director on the current percentage of family independence program cases involved in partnership accountability training hope (PATH) employment activities and an estimate of the current percentage of family independence program cases that meet federal work participation requirements.

(3) The department in conjunction with members from both the senate and house of representatives shall conduct a workgroup to determine how to run a job readiness and employment program for recipients of family independence program assistance that is based on performance-based objectives, and to examine contracting with nonprofit or private agencies to operate the program. The workgroup shall also determine any statutory changes needed to implement a performance-based job readiness program. Performance objectives in this subsection shall include, but not be limited to, all of the following:

(a) The number and percentage of nonexempt family independence program recipients who are employed.

(b) The average and range of wages of employed family independence program recipients.

(c) The number and percentage of employed family independence program recipients who remain employed for 6 months or more.

(4) Contracts with a provider of the job readiness and employment program described in subsection (3) shall be for a minimum of 3 years unless the provider is not meeting the performance objectives described under subsection (3), in which case the department may terminate the contract at any time. If the provider is meeting the performance objectives described in subsection (3), the contract shall be maintained for a minimum of 3 years, and shall have a 1-year renewal option every year in which it maintains the performance objectives described in subsection (3) after that.

Sec. 686. (1) The department shall ensure that program policy requires caseworkers to confirm that individuals presenting personal identification issued by another state seeking assistance through the family independence program, food assistance program, state disability assistance program, or medical assistance program are not receiving benefits from any other state.

(2) The department shall require caseworkers to confirm the address provided by any individual seeking family independence program benefits or state disability assistance benefits.

(3) The department shall prohibit individuals with property assets assessed at a value higher than $250,000.00 from accessing assistance through department-administered programs, unless such a prohibition would violate federal rules and guidelines.

(4) The department shall require caseworkers to obtain an up-to-date telephone number during the eligibility determination or redetermination process for individuals seeking medical assistance benefits. On a monthly basis, the department shall provide the department of community health an updated list of telephone numbers for medical assistance recipients.

Sec. 687. (1) Beginning January 1, 2014, on a quarterly basis, the department shall compile and make available on its website all of the following information about the family independence program, state disability assistance, the food assistance program, Medicaid, and state emergency relief:

(a) The number of applications received.

(b) The number of applications approved.

(c) The number of applications denied.

(d) The number of applications pending and neither approved nor denied.

(e) The number of cases closed.

(2) The information provided under subsection (1) shall be compiled and made available for the state as a whole and for each county and reported separately for each program listed in subsection (1).

(3) Beginning April 1, 2014, on a quarterly basis, the department shall compile and make available on its website the family independence program information listed as follows:

(a) The number of new applicants who successfully met the requirements of the 21-day assessment period for partnership accountability training hope.

(b) The number of new applicants who did not meet the requirements of the 21-day assessment period for partnership accountability training hope.

(c) The number of cases sanctioned because of the school truancy policy.

(d) The number of cases closed because of the 48-month and 60-month lifetime limits.

(e) The number of first-, second-, and third-time sanctions.

(f) The number of children ages 0-5 living in FIP-sanctioned households.

(4) The department shall notify the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices when the reports required in this section are made available on the department's website.

Sec. 695. From the funds appropriated in part 1 for multicultural integration funding, the department shall allocate $500,000.00 to the Jewish federation of metropolitan Detroit. Funds appropriated shall be used to assist low-income individuals achieve self-sufficiency.

Sec. 696. From the funds appropriated in part 1, the department shall allocate $1,000,000.00 to the Chaldean community foundation. This money shall be utilized to provide translation services, health care services, youth tutoring and mentoring programs, and refugee resettlement services.

JUVENILE JUSTICE SERVICES

Sec. 706. Counties shall be subject to 50% chargeback for the use of alternative regional detention services, if those detention services do not fall under the basic provision of section 117e of the social welfare act, 1939 PA 280, MCL 400.117e, or if a county operates those detention services programs primarily with professional rather than volunteer staff.

Sec. 707. In order to be reimbursed for child care fund expenditures, counties are required to submit department-developed reports to enable the department to document potential federally claimable expenditures. This requirement is in accordance with the reporting requirements specified in section 117a(7) of the social welfare act, 1939 PA 280, MCL 400.117a.

Sec. 708. (1) As a condition of receiving funds appropriated in part 1 for the child care fund line item, by December 15 of the current fiscal year, counties shall have an approved service spending plan for the current fiscal year. Counties must submit the service spending plan to the department by October 1 of the current fiscal year for approval. The department shall approve within 30 calendar days after receipt a properly completed service plan that complies with the requirements of the social welfare act, 1939 PA 280, MCL 400.1 to 400.119b, and shall notify a county within 30 days after approval that its service plan was approved.

(2) The department shall submit a report to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the house and senate policy offices by February 15 of the current fiscal year on the number of counties that fail to submit a service spending plan by October 1 and the number of service spending plans not approved by December 15.

Sec. 709. (1) The department shall conduct annual financial reviews of the expenditures claimed by the counties in the child care fund and shall not reimburse counties for ineligible claims.

(2) The department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office by March 1 of the current fiscal year on the total number of items disallowed in the county child care fund spending plans by county.

Sec. 710. (1) The department, in conjunction with members from the department of education, the house and senate appropriations subcommittees on the department budget, and the house and senate appropriations subcommittees on the department of education budget, shall convene a workgroup by October 15 of the current fiscal year to study the feasibility of a public school academy providing a residential program including lodging, meals, and other essential wraparound services for at-risk youth.

(2) The workgroup study shall include, but not be limited to, all of the following:

(a) Eligibility requirements.

(b) Estimated service needs of the youth.

(c) Anticipated costs and possible fund sources.

(d) Metrics and data needed to determine a successful program.

(e) Potential increases in student achievement.

(3) By March 15, 2014, the department shall submit to the house and senate appropriations subcommittees on the department budget and the house and senate appropriations subcommittees on the department of education budget a report detailing the workgroup findings.

Sec. 711. (1) From the funds appropriated in part 1, the department shall allocate $250,000.00 to continue an existing contract with a state university or outside research entity to conduct a behavioral health study of juvenile justice facilities operated or contracted for by the state. The study shall utilize diagnostic clinical interviews with and records reviews for a representative random sample of juvenile justice system detainees to develop a report on each of the following:

(a) The proportion of juvenile justice detainees with a primary diagnosis of emotional disorder, the percentage of those detainees considered to currently require mental health treatment, and the proportion of those detainees currently receiving mental health services, including a description and breakdown, encompassing, at a minimum, the categories of inpatient, residential, and outpatient care, of the type of mental health services provided to those detainees.

(b) The proportion of juvenile justice detainees with a primary diagnosis of addiction disorder, the percentage of those detainees considered to currently require substance abuse treatment, and the proportion of those detainees currently receiving substance abuse services, including a description and breakdown, encompassing, at a minimum, the categories of residential and outpatient care, of the type of substance abuse services provided to those detainees.

(c) The proportion of juvenile justice detainees with a dual diagnosis of emotional disorder and addiction disorder, the percentage of those detainees considered to currently require treatment for their condition, and the proportion of those detainees currently receiving that treatment, including a description and breakdown, encompassing, at a minimum, the categories of mental health inpatient, mental health residential, mental health outpatient, substance abuse residential, and substance abuse outpatient, of the type of treatment provided to those detainees.

(d) Data indicating whether juvenile justice detainees with a primary diagnosis of emotional disorder, a primary diagnosis of addiction disorder, and a dual diagnosis of emotional disorder and addiction disorder were previously hospitalized in a state psychiatric hospital for persons with mental illness. These data shall be broken down according to each of these 3 respective categories.

(e) Data indicating whether and with what frequency juvenile justice detainees with a primary diagnosis of emotional disorder, a primary diagnosis of addiction disorder, and a dual diagnosis of emotional disorder and addiction disorder have been detained previously. These data shall be broken down according to each of these 3 respective categories.

(f) Data classifying the types of offenses historically committed by juvenile justice detainees with a primary diagnosis of emotional disorder, a primary diagnosis of addiction disorder, and a dual diagnosis of emotional disorder and addiction disorder. These data shall be broken down according to each of these 3 respective categories.

(g) Data indicating whether juvenile justice detainees have previously received services managed by a community mental health program or substance abuse coordinating agency. These data shall be broken down according to the respective categories of detainees with a primary diagnosis of emotional disorder, a primary diagnosis of addiction disorder, and a dual diagnosis of emotional disorder and addiction disorder.

(2) The report referenced under subsection (1) would be provided not later than June 30 of the current fiscal year to the senate and house appropriations subcommittees on human services, the senate and house fiscal agencies and policy offices, and the state budget director.

(3) The department may carry forward any unused portion of the funding allocated in part 1 for the project defined in this section into fiscal year 2014-2015.

Sec. 719. The department shall notify the legislature at least 30 days before closing or making any change in the status, including the licensed bed capacity and operating bed capacity, of a state juvenile justice facility.

Sec. 721. If the demand for placements at state-operated juvenile justice residential facilities exceeds capacity, the department shall not increase the available occupancy or services at the facilities, and shall post a request for proposals for a contract with not less than 1 private provider of residential services for juvenile justice youth to be a residential facility of last resort.

LOCAL OFFICE SERVICES

Sec. 750. The department shall maintain out-stationed eligibility specialists in community-based organizations, community mental health agencies, nursing homes, and hospitals unless a community-based organization, community mental health agency, nursing home, or hospital requests that the program be discontinued at its facility.

CHILD SUPPORT ENFORCEMENT

Sec. 901. (1) The appropriations in part 1 assume a total federal child support incentive payment of $26,500,000.00.

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

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

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

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

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

Sec. 909. (1) If statewide retained child support collections exceed $38,300,000.00, 75% of the amount in excess of $38,300,000.00 is appropriated to legal support contracts. This excess appropriation may be distributed to eligible counties to supplement and not supplant county title IV-D funding.

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

Sec. 910. (1) If title IV-D-related child support collections are escheated, the state budget director is authorized to adjust the sources of financing for the funds appropriated in part 1 for legal support contracts to reduce federal authorization by 66% of the escheated amount and increase general fund/general purpose authorization by the same amount. This budget adjustment is required to offset the loss of federal revenue due to the escheated amount being counted as title IV-D program income in accordance with federal regulations at 45 CFR 304.50.

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

INFORMATION TECHNOLOGY

Sec. 1001. The department shall reduce the number of computers used by staff and receiving technical support from the department of management, technology, and budget by 3,000 no later than November 1, 2013.

COMMUNITY ACTION AND ECONOMIC OPPORTUNITY

Sec. 1105. The department shall report to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, the house and senate policy offices, and the state budget office by February 15 of the current fiscal year on the number of homes, the approximate value of each home, whether the home is a single-family or multifamily home, and the square footage of each home weatherized through the appropriations in section 104 during the preceding quarter of the calendar year.

ONE-TIME BASIS ONLY

Sec. 1201. From the funds appropriated in part 1, the department shall allocate $1,500,000.00 for biometric fraud detection technology that will improve the office of inspector general's efforts to reduce waste, fraud, and abuse.

PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 1301. (1) It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2015 for the line items listed in part 1. The fiscal year 2014-2015 appropriations are anticipated to be the same as those for fiscal year 2013-2014, except that the line items will be adjusted for changes in caseload and related costs, federal fund match rates, economic factors, and available revenue. These adjustments will be determined after the January 2014 consensus revenue estimating conference.

(2) It is the intent of the legislature that the department identify the amounts for normal retirement costs and legacy retirement costs for the fiscal year ending on September 30, 2015 for the line items listed in part 1.

ARTICLE XI

DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES

PART 1

LINE-ITEM APPROPRIATIONS
FOR FISCAL YEAR 2013-2014

Sec. 101. The amounts listed in this part are appropriated for the department of insurance and financial services, subject to the conditions set forth in this article, for the fiscal year ending September 30, 2014, from the funds identified in this part. The following is a summary of the appropriations in this part:

DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES

APPROPRIATION SUMMARY		
Full-time equated unclassified positions 6.0		
Full-time equated classified positions 337.0		
GROSS APPROPRIATION	$	75,335,500
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		707,600
ADJUSTED GROSS APPROPRIATION	$	74,627,900
Federal revenues:		
Total federal revenues		2,000,000
Special revenue funds:		
Total other state restricted revenues		61,627,900
State general fund/general purpose	$	11,000,000
State general fund/general purpose schedule:		
Ongoing state general fund/general purpose 11,000,000		
One-time state general fund/general purpose 0		

Sec. 102. DEPARTMENT SERVICES

Full-time equated unclassified positions 6.0		
Full-time equated classified positions 41.0		
Unclassified salaries—6.0 FTE positions	$	700,000
Executive director programs—4.0 FTE positions		615,700
Department services—37.0 FTE positions		8,168,800
Property management		792,000
Rent		258,800
Worker's compensation		12,700
Administrative hearings		182,500
GROSS APPROPRIATION	$	10,730,500
Appropriated from:		
Special revenue funds:		
Bank fees		1,330,000
Consumer finance fees		632,800

		For Fiscal Year Ending Sept. 30, 2014
Credit union fees	$	1,123,700
Deferred presentment service transaction fees		500,600
Insurance bureau fund		3,409,500
Insurance continuing education fees		221,600
Insurance licensing and regulation fees		2,827,000
MBLSLA fund		685,300
State general fund/general purpose	$	0

Sec. 103. INSURANCE AND FINANCIAL SERVICES REGULATION

Full-time equated classified positions 296.0		
Insurance evaluation—54.0 FTE positions	$	13,142,400
Insurance rates and forms—30.0 FTE positions		5,400,000
Financial institutions evaluation—131.0 FTE positions		18,661,000
Regulatory compliance, market conduct, and licensing—58.0 FTE positions		10,150,400
Consumer services and protection—23.0 FTE positions		4,000,000
GROSS APPROPRIATION	$	51,353,800
Appropriated from:		
Interdepartmental grant revenues:		
IDG - LARA, for debt management		707,600
Federal revenues:		
Federal revenues		2,000,000
Special revenue funds:		
Bank fees		6,742,300
Captive insurance regulatory and supervision fund		279,400
Consumer finance fees		4,129,600
Credit union fees		6,207,500
Deferred presentment service transaction fees		2,525,100
Insurance bureau fund		18,964,000
Insurance continuing education fees		886,300
Insurance licensing and regulation fees		4,725,600
MBLSLA fund		4,107,000
Multiple employer welfare arrangement		79,400
State general fund/general purpose	$	0

Sec. 104. INFORMATION TECHNOLOGY

Information technology services and projects	$	2,251,200
GROSS APPROPRIATION	$	2,251,200
Appropriated from:		
Special revenue funds:		
Bank fees		253,800
Consumer finance fees		35,400
Credit union fees		251,400
Deferred presentment service transaction fees		114,100
Insurance bureau fund		728,800
Insurance continuing education fees		11,300
Insurance licensing and regulation fees		752,300
MBLSLA fund		104,100
State general fund/general purpose	$	0

Sec. 105. AUTISM COVERAGE

Autism coverage fund	$	11,000,000
GROSS APPROPRIATION	$	11,000,000
Appropriated from:		
State general fund/general purpose	$	11,000,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2013-2014

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2013-2014 is $73,335,500.00 and state spending from state resources to be paid to local units of government for fiscal year 2013-2014 is $0.00.

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

Sec. 203. As used in this article:

(a) "Department" means the department of insurance and financial services.

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

(c) "Fiscal agencies" means Michigan house fiscal agency and Michigan senate fiscal agency.

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

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

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

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

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

Sec. 215. The department shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.

Sec. 216. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the state budget office, the chairpersons of the senate and house appropriations committees, and the senate and house fiscal agencies.

Sec. 218. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the house and senate appropriations committee, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

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

Sec. 219. No later than April 1, the department shall submit to the subcommittees and the fiscal agencies a report pertaining to the following information:

(a) The amount, in square footage, of office space paid for with the appropriation in part 1 for both state-owned and leased office space, respectively, during the previous fiscal year.

(b) The amount, in square footage, of office space actually utilized by the department for both state-owned and leased office space, respectively, during the previous fiscal year.

(c) The amount of office space the department estimates will be utilized during the current and subsequent fiscal years.

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

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

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

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

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

Sec. 228. Unless prohibited by law, the department may accept credit card or other electronic means of payment for licenses, fees, or permits.

Sec. 229. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks, and regularly updates key metrics that are used to monitor and improve the department's performance.

Sec. 231. The department shall cooperate with the department of technology, management, and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

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

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

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

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

(e) Job specifications and wage rates.

Sec. 232. The department shall not develop or produce any television or radio productions.

Sec. 234. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2013 and September 30, 2014.

Sec. 238. No state department or agency shall issue a request for proposal (RFP) for a contract in excess of $5,000,000.00, unless the department or agency has first considered issuing a request for information (RFI) or a request for qualification (RFQ) relative to that contract to better enable the department or agency to learn more about the

market for the products or services that are the subject of the future RFP. The department or agency shall notify the department of technology, management, and budget of the evaluation process used to determine if an RFI or RFQ was not necessary prior to issuing the RFP.

Sec. 240. (1) It is the intent of the legislature that departments and agencies receiving appropriations in part 1 properly account for their spending and do not use full-time equated positions as placeholders for spending in other parts of their budgets.

(2) No later than February 1, the department shall provide a report to the legislature specifying the number of filled, full-time equated positions in pay status within each agency receiving appropriations in part 1 during the immediately preceding fiscal year. When reporting on the number of filled, full-time equated positions in pay status, the department shall provide the maximum number of filled, full-time equated positions in pay status by appropriation line item in the last pay period of each quarter of the immediately preceding fiscal year. The report shall also include a list of all funded, full-time equated positions by position title.

INSURANCE AND FINANCIAL SERVICES REGULATION

Sec. 310. (1) No later than February 1, the department shall submit a report to the subcommittees and the fiscal agencies providing the following information:

(a) The amounts expended, by fund source, by the department to support the economic development of the insurance or financial industries during the preceding fiscal year.

(b) The number of full-time equated positions utilized by the department to support the economic development of the insurance or financial industries during the preceding fiscal year.

(c) A detailed plan for ongoing and future departmental activities to support the economic development of the insurance or financial industries.

(2) For purposes of subsection (1), "economic development" includes any activities to encourage, promote, or advocate for the expansion, retention, or attraction of business or nonprofit entities engaged in or involved with the insurance or financial industries.

Sec. 341. The department shall not promulgate or adopt a rule more stringent than the applicable federal standard unless specifically authorized by statute.

Sec. 391. In addition to the funds appropriated in part 1, the funds collected by the office of financial and insurance regulation in connection with a conservatorship pursuant to section 32 of the mortgage brokers, lenders, and servicers licensing act, 1987 PA 173, MCL 445.1682, and funds collected by the department from corporations being liquidated pursuant to the insurance code of 1956, 1956 PA 218, MCL 500.100 to 500.8302, shall be appropriated for all expenses necessary to provide for the required services. Funds are available for expenditure when they are received by the department of treasury and shall not lapse to the general fund at the end of the fiscal year.

AUTISM COVERAGE

Sec. 801. Of the amount appropriated in part 1 for the autism coverage fund, $11,000,000.00 is appropriated and may be expended by the department as provided in the autism coverage reimbursement act, 2012 PA 101, MCL 550.1831 to 550.1841.

Sec. 802. (1) From the funds appropriated in part 1, the department shall produce a report that contains all of the following information on the autism coverage program for the fiscal year ending September 30, 2014:

(a) The number of reimbursements for diagnosis or treatment in each county.

(b) The average cost of a diagnosis reimbursement.

(c) The average cost of a treatment reimbursement.

(2) By September 30, 2014, the department shall provide the report required under subsection (1) to the house and senate appropriations committees, the fiscal agencies, and the state budget director using all available information at that time.

PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 1201. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2015 for the line items listed in part 1. The fiscal year 2014-2015 appropriations are anticipated to be the same as those for fiscal year 2013-2014, except that the line items will be adjusted for changes in caseload and related costs, federal fund match rates, economic factors, and available revenue. These adjustments will be determined after the January 2014 consensus revenue estimating conference.

Sec. 1202. It is the intent of the legislature that the department identify the amounts for normal retirement costs and legacy retirement costs for the fiscal year ending on September 30, 2015 for the line items listed in part 1.

ARTICLE XII

JUDICIARY

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the judiciary for the fiscal year ending September 30, 2014, from the following funds:

JUDICIARY

APPROPRIATION SUMMARY			
Full-time equated exempted positions	483.0		
GROSS APPROPRIATION		$	283,414,100
Interdepartmental grant revenues:			
Total interdepartmental grants and intradepartmental transfers			2,350,500
ADJUSTED GROSS APPROPRIATION		$	281,063,600
Federal revenues:			
Total federal revenues			5,343,900
Special revenue funds:			
Total local revenues			7,133,100
Total private revenues			931,500
Total other state restricted revenues			84,213,800
State general fund/general purpose		$	183,441,300
State general fund/general purpose schedule:			
Ongoing state general fund/general purpose	178,950,600		
One-time state general fund/general purpose	4,490,700		

Sec. 102. SUPREME COURT

Full-time equated exempted positions	245.0		
Supreme court administration—92.0 FTE positions		$	13,101,300
Judicial institute—13.0 FTE positions			2,132,900
State court administrative office—61.0 FTE positions			11,590,900
Judicial information systems—22.0 FTE positions			3,012,000
Direct trial court automation support—44.0 FTE positions			7,133,100
Foster care review board—10.0 FTE positions			1,271,000
Community dispute resolution—3.0 FTE positions			2,360,600
Other federal grants			275,100
Drug treatment courts			9,583,000
Mental health courts			4,100,000
Veterans courts			500,000
Community court pilot project			20,000
Swift and sure sanctions program			6,000,000
GROSS APPROPRIATION		$	61,079,900

		For Fiscal Year Ending Sept. 30, 2014
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of state police	$	1,500,000
IDG from department of corrections		50,000
IDG from state police - Michigan justice training fund		334,500
Federal revenues:		
DOJ, victims assistance programs		55,700
DOJ, drug court training and evaluation		300,000
DOT, national highway traffic safety administration		818,700
HHS, access and visitation grant		604,900
HHS, children's justice grant		226,800
HHS, court improvement project		1,275,200
HHS, title IV-D child support program		997,900
HHS, title IV-E foster care program		381,300
Other federal grant revenues		275,100
Special revenue funds:		
Local - user fees		7,133,100
Private		185,900
Private - interest on lawyers trust accounts		255,700
Private - state justice institute		408,600
Community dispute resolution fund		2,360,600
Court of appeals filing/motion fees		1,641,800
Law exam fees		628,100
Drug court fund		1,920,500
Miscellaneous revenue		268,600
Justice system fund		560,300
State court fund		372,700
State general fund/general purpose	$	38,523,900

Sec. 103. COURT OF APPEALS

Full-time equated exempted positions 175.0		
Court of appeals operations—175.0 FTE positions	$	22,248,500
GROSS APPROPRIATION	$	22,248,500
Appropriated from:		
State general fund/general purpose	$	22,248,500

Sec. 104. BRANCHWIDE APPROPRIATIONS

Full-time equated exempted positions 4.0		
Branchwide appropriations—4.0 FTE positions	$	8,621,000
GROSS APPROPRIATION	$	8,621,000
Appropriated from:		
State general fund/general purpose	$	8,621,000

Sec. 105. JUSTICES' AND JUDGES' COMPENSATION

Full-time judges positions 605.0		
Supreme court justices' salaries—7.0 justices	$	1,152,300
Court of appeals judges' salaries—28.0 judges		4,240,300
District court judges' state base salaries—249.0 judges		23,044,500
District court judicial salary standardization		11,385,300
Probate court judges' state base salaries—103.0 judges		9,627,900
Probate court judicial salary standardization		4,669,600
Circuit court judges' state base salaries—218.0 judges		20,534,600
Circuit court judicial salary standardization		9,967,900
Judges' retirement system defined contributions		4,185,300
OASI, social security		5,639,300
GROSS APPROPRIATION	$	94,447,000
Appropriated from:		
Special revenue funds:		
Court fee fund		2,988,100
State general fund/general purpose	$	91,458,900

		For Fiscal Year Ending Sept. 30, 2014
Sec. 106. JUDICIAL AGENCIES		
Full-time equated exempted positions.....7.0		
Judicial tenure commission—7.0 FTE positions	$	1,101,700
GROSS APPROPRIATION	$	1,101,700
Appropriated from:		
State general fund/general purpose	$	1,101,700
Sec. 107. INDIGENT DEFENSE - CRIMINAL		
Full-time equated exempted positions.....51.0		
Appellate public defender program—44.0 FTE positions	$	6,646,900
Appellate assigned counsel administration—7.0 FTE positions		1,041,300
GROSS APPROPRIATION	$	7,688,200
Appropriated from:		
Interdepartmental grant revenues:		
IDG from state police - Michigan justice training fund		466,000
Federal revenues:		
Other federal grant revenues		408,300
Special revenue funds:		
Private - interest on lawyers trust accounts		81,300
Miscellaneous revenue		131,100
State general fund/general purpose	$	6,601,500
Sec. 108. INDIGENT CIVIL LEGAL ASSISTANCE		
Indigent civil legal assistance	$	7,937,000
GROSS APPROPRIATION	$	7,937,000
Appropriated from:		
Special revenue funds:		
State court fund		7,937,000
State general fund/general purpose	$	0
Sec. 109. TRIAL COURT OPERATIONS		
Court equity fund reimbursements	$	60,835,100
Judicial technology improvement fund		4,815,000
GROSS APPROPRIATION	$	65,650,100
Appropriated from:		
Special revenue funds:		
Court equity fund		50,440,000
Judicial technology improvement fund		4,815,000
State general fund/general purpose	$	10,395,100
Sec. 110. GRANTS AND REIMBURSEMENTS TO LOCAL GOVERNMENT		
Drug case-flow program	$	250,000
Drunk driving case-flow program		3,300,000
Juror compensation reimbursement		6,600,000
GROSS APPROPRIATION	$	10,150,000
Appropriated from:		
Special revenue funds:		
Drug fund		250,000
Drunk driving fund		3,300,000
Juror compensation fund		6,600,000
State general fund/general purpose	$	0
Sec. 111. ONE-TIME BASIS ONLY APPROPRIATIONS		
Full-time equated exempted positions.....1.0		
Trial court performance innovation fund—1.0 FTE position	$	1,000,000
MiCS case management system		3,490,700
GROSS APPROPRIATION	$	4,490,700
Appropriated from:		
State general fund/general purpose	$	4,490,700

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2013-2014

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2013-2014 is $267,655,100.00 and state spending from state resources to be paid to local units of government for fiscal year 2013-2014 is $136,975,300.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

JUDICIARY		
SUPREME COURT		
State court administrative office	$	511,900
Drug treatment courts		9,283,000
Mental health courts		3,997,600
Veterans courts		485,000
Swift and sure sanctions		5,900,000
TRIAL COURT OPERATIONS		
Court equity fund reimbursements	$	60,835,100
Judicial technology improvement fund		4,815,000
Trial court innovations fund		900,000
Michigan court system		3,490,700
JUSTICES' AND JUDGES' COMPENSATION		
District court judicial salary standardization	$	11,385,300
Probate court judges' state base salaries		9,627,900
Probate court judicial salary standardization		4,669,600
Circuit court judicial salary standardization		9,967,900
Grant to OASI contribution fund, employers share, social security		956,300
GRANTS AND REIMBURSEMENTS TO LOCAL GOVERNMENT		
Drunk driving case-flow program	$	3,300,000
Drug case-flow program		250,000
Juror compensation reimbursement		6,600,000
TOTAL	$	136,975,300

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

(2) Funds appropriated in part 1 to an entity within the judicial branch shall not be expended or transferred to another account without written approval of the authorized agent of the judicial entity. If the authorized agent of the judicial entity notifies the state budget director of its approval of an expenditure or transfer, the state budget director shall immediately make the expenditure or transfer. The authorized judicial entity agent shall be designated by the chief justice of the supreme court.

Sec. 203. As used in this article:

(a) "DOJ" means the United States department of justice.

(b) "DOT" means the United States department of transportation.

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

(d) "HHS" means the United States department of health and human services.

(e) "IDG" means interdepartmental grant.

(f) "OASI" means old age survivor's insurance.

Sec. 204. The judicial branch shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.

Sec. 208. The reporting requirements of this article shall be completed with the approval of, and at the direction of, the supreme court, except as otherwise provided in this article. The judicial branch shall use the Internet to fulfill the reporting requirements of this article. This may include transmission of reports via electronic mail to the recipients identified for each reporting requirement, or it may include placement of reports on an Internet or Intranet site.

Sec. 212. The judicial branch shall receive and retain copies of all reports funded from appropriations in part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The judicial branch may electronically retain copies of reports unless otherwise required by federal and state guidelines.

Sec. 214. Funds appropriated in part 1 shall not be used for the purchase of foreign goods or services, or both, if competitively priced and of comparable quality American goods or services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference shall be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.

Sec. 215. Not later than January 1 of each year, the state court administrative office shall prepare a travel report listing all travel by judicial branch employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the budget for the judicial branch. The report shall be submitted to the senate and house of representatives standing committees on appropriations, the senate and house fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

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

Sec. 219. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 221. From the funds appropriated in part 1, the judicial branch shall develop, post, and maintain, on a user-friendly and publicly accessible Internet site, all expenditures made by the judicial branch within a fiscal year. The posting shall include the purpose for which each expenditure is made. The judicial branch shall not provide financial information on its website under this section if doing so would violate a federal or state law, rule, regulation, or guideline that establishes privacy or security standards applicable to that financial information.

Sec. 222. Within 14 days after the release of the executive budget recommendation, the judicial branch shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittee chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2013 and September 30, 2014.

Sec. 223. The judiciary shall maintain, on a publicly accessible website, a scorecard that identifies, tracks, and regularly updates key metrics that are used to monitor and improve the judiciary's performance.

JUDICIAL BRANCH

Sec. 301. Pursuant to the appropriations in part 1, the direct trial court automation support program of the state court administrative office shall recover direct and overhead costs from trial courts by charging for services rendered. The fee shall cover the actual costs incurred to the direct trial court automation support program in providing the service, including development of future versions of case management systems.

Sec. 302. Funds appropriated within the judicial branch shall not be expended by any component within the judicial branch without the approval of the supreme court.

Sec. 303. Of the amount appropriated in part 1 for the judicial branch, $325,000.00 is allocated for circuit court reimbursement under section 3 of 1978 PA 16, MCL 800.453, and $186,900.00 is allocated for court of claims reimbursement under section 6413 of the revised judicature act of 1961, 1961 PA 236, MCL 600.6413.

Sec. 306. The supreme court and the state court administrative office shall continue to maintain, as a priority, the assisting of local trial courts in improving the collection of judgments.

Sec. 308. If sufficient funds are not available from the court fee fund to pay judges' compensation, the difference between the appropriated amount from that fund for judges' compensation and the actual amount available after the amount appropriated for trial court reimbursement is made shall be appropriated from the state general fund for judges' compensation.

Sec. 309. By April 1, the state court administrative office shall provide an update on the status of the mental health courts to the state budget director, the senate and house appropriations subcommittees on the judiciary, and the senate and house fiscal agencies.

Sec. 310. From the funds appropriated in part 1 for drug treatment court programs, with the approval of and at the discretion of the supreme court, the state court administrative office shall evaluate and collect data on the performance of drug treatment court programs. The state court administrative office shall provide an annual review of the performance of drug courts as prescribed in section 1078(6) of the revised judicature act of 1961, 1961 PA 236, MCL 600.1078. Both of the following apply to that annual review:

(a) It shall include measures of the impact of drug court programs in changing offender criminal involvement (recidivism) and substance abuse and in reducing prison admissions.

(b) It shall be completed no later than April 1 of each year and shall also be provided to the senate and house appropriations subcommittees on the judiciary, the senate and house fiscal agencies, and the state budget director.

Sec. 311. (1) The funds appropriated in part 1 for drug treatment courts shall be administered by the state court administrative office to operate drug treatment court programs. A drug treatment court shall be responsible for handling cases involving substance abusing nonviolent offenders through comprehensive supervision, testing, treatment services, and immediate sanctions and incentives. A drug treatment court shall use all available county and state personnel involved in the disposition of cases including, but not limited to, parole and probation agents, prosecuting attorneys, defense attorneys, and community corrections providers. The funds may be used in connection with other federal, state, and local funding sources.

(2) From the funds appropriated in part 1, the chief justice shall allocate sufficient funds for the judicial institute to provide in-state training for those identified in subsection (1), including training for new drug treatment court judges.

(3) For drug treatment court grants, consideration for priority may be given to those courts where higher instances of substance abuse cases are filed.

(4) The judiciary shall receive $1,500,000.00 in Byrne formula grant funding as an interdepartmental grant from the department of state police to be used for expansion of drug treatment courts, to assist in avoiding prison bed space growth for nonviolent offenders in collaboration with the department of corrections.

Sec. 312. From the funds appropriated in part 1, the state court administrator shall produce a statistical report regarding the implementation of the parental rights restoration act, 1990 PA 211, MCL 722.901 to 722.908, as it pertains to minors seeking a court-issued waiver of parental consent. The state court administrative office shall report the total number of petitions filed and the total number of petitions granted in accordance with section 208.

Sec. 317. Funds appropriated in part 1 shall not be used for the permanent assignment of state-owned vehicles to justices or judges or any other judicial branch employee. This section does not preclude the use of state-owned motor pool vehicles for state business in accordance with approved guidelines.

Sec. 318. The funds appropriated in part 1 for the community court pilot project shall be used for the purposes of administering a pilot program of neighborhood-focused community courts. The state court administrative office shall work collaboratively with the designated courts when establishing the community courts.

Sec. 320. (1) From the funds appropriated in part 1 for the swift and sure sanctions program, the state court administrative office shall administer a program to distribute grants to qualifying courts in accordance with the objectives and requirements of the probation swift and sure sanctions act. Of the $6,000,000.00 designated for the program, not more than $100,000.00 shall be available to the state court administrative office to pay for employee costs associated with the administration of the program funds. Courts interested in participating in the swift-and-sure sanctions program may apply to the state court administrative office for a portion of the funds appropriated in part 1 under this section.

(2) By April 1, a court that receives funding under this section shall provide a report on the program to the state budget director, the senate and house appropriations subcommittees on the judiciary, and the senate and house fiscal agencies. The report shall include all of the following:

(a) The number of offenders who participate in the program.

(b) The criminal history of offenders who participate in the program.

(c) The recidivism rate of offenders who participate in the program, including the rate of return to jail, prison, or both.

(d) A detailed description of the establishment and parameters of the program.

(3) As used in this section, "program" means a swift-and-sure sanctions program.

Sec. 321. It is the intent of the legislature that the judicial branch support a statewide legal self-help Internet website and local nonprofit self-help centers that use the statewide website to provide assistance to individuals representing themselves in civil legal proceedings. The state court administrative office shall evaluate the effectiveness of the website, summarize the costs of maintaining the website, estimate the savings the website generates for the state court system, and report this information to the legislature.

Sec. 322. If Byrne formula grant funding is awarded to the state appellate defender, the state appellate defender office may receive and expend Byrne formula grant funds in an amount not exceeding $250,000.00 as an interdepartmental grant from the department of state police. If the appellate defender appointed under section 3 of the appellate defender act, 1978 PA 620, MCL 780.713, receives federal grant funding from the department of justice in excess of the amount appropriated in part 1, the office of appellate defender may receive and expend grant funds in an amount not exceeding $300,000.00 as other federal grants.

Sec. 323. The state court administrative office shall provide courts with a quarterly listing of out-of-state placements of juveniles by each court. The state court administrative office shall also provide each judge who hears juvenile matters with the annual listing of per diem costs of the public and private residential care facilities located or doing business in this state, and the recidivism data for each facility, if available, as provided by the department of human services. The courts shall acknowledge receipt of this information.

PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 1201. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2015 for the line items listed in part 1. The fiscal year 2014-2015 appropriations are anticipated to be the same as those for fiscal year 2013-2014, except that the line items will be adjusted for changes in caseload and related costs, federal fund match rates, economic factors, and available revenue. These adjustments will be determined after the January 2014 consensus revenue estimating conference.

Sec. 1202. It is the intent of the legislature that the judicial branch identify the amounts for normal retirement costs and legacy retirement costs for the fiscal year ending on September 30, 2015 for the line items listed in part 1.

ARTICLE XIII

DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

PART 1

LINE-ITEM APPROPRIATIONS FOR FISCAL YEAR 2013-2014

Sec. 101. The amounts listed in this part are appropriated for the department of licensing and regulatory affairs, subject to the conditions set forth in this article, for the fiscal year ending September 30, 2014, from the funds identified in this part. The following is a summary of the appropriations in this part:

DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

APPROPRIATION SUMMARY		
Full-time equated unclassified positions	57.5	
Full-time equated classified positions	2,913.0	
GROSS APPROPRIATION		$ 502,918,700

		For Fiscal Year Ending Sept. 30, 2014
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers	$	14,228,200
ADJUSTED GROSS APPROPRIATION	$	488,690,500
Federal revenues:		
Total federal revenues		195,559,900
Special revenue funds:		
Total local revenues		656,500
Total private revenues		2,011,800
Total other state restricted revenues		265,457,400
State general fund/general purpose	$	25,004,900
State general fund/general purpose schedule:		
Ongoing state general fund/general purpose 22,864,600		
One-time state general fund/general purpose 2,140,300		
Sec. 102. DEPARTMENTAL ADMINISTRATION		
Full-time equated unclassified positions 57.5		
Full-time equated classified positions 124.0		
Unclassified salaries—57.5 FTE positions	$	4,652,400
Executive director programs—33.0 FTE positions		4,704,300
Administrative services—87.0 FTE positions		8,725,000
Office of regulatory reinvention—4.0 FTE positions		477,000
Property management		10,007,300
Rent		7,673,600
Worker's compensation		612,300
Special project advances		200,000
GROSS APPROPRIATION	$	37,051,900
Appropriated from:		
Federal revenues:		
DOL, multiple grants for safety and health		891,600
DOL-ETA, unemployment insurance		10,126,600
Federal revenues		834,000
Title XVIII Medicare		452,000
Title XIX Medicaid		21,700
Title XIX Medicaid, facility certification fees		272,700
Special revenue funds:		
Local revenues		127,500
Private - special project advances		200,000
Aboveground storage tank fees		56,100
Accountancy enforcement fund		25,000
Boiler fee revenue		254,700
Builder enforcement fund		56,900
Construction code fund		1,401,400
Contingent fund, regular penalty and interest		39,900
Corporation fees		4,101,300
Elevator fees		276,500
Fees and collections/asbestos		104,200
Fire service fees		621,900
Health professions regulatory fund		1,491,700
Health systems fees		208,800
Licensing and regulation fees		1,113,400
Liquor purchase revolving fund		4,437,300
Michigan medical marihuana fund		214,600
Mobile home code fund		344,400
Motor carrier fees		221,100
Private occupational school license fees		39,000
Public utility assessments		2,405,300
Radiological health fees		95,600
Safety education and training fund		839,100

		For Fiscal Year Ending Sept. 30, 2014
Second injury fund	$	264,500
Securities fees		3,159,800
Self-insurers security fund		97,300
Silicosis and dust disease fund		118,900
Survey and remonumentation fund		53,000
Tax tribunal fund		1,038,200
Video franchise assessments		4,000
Worker's compensation administrative revolving fund		100,000
State general fund/general purpose	$	941,900

Sec. 103. PUBLIC SERVICE COMMISSION

Full-time equated classified positions 193.0		
Public service commission—190.0 FTE positions	$	30,219,900
METRO authority—3.0 FTE positions		377,200
GROSS APPROPRIATION	$	30,597,100
Appropriated from:		
Federal revenues:		
DOE-OEERE, multiple grants		56,700
DOT, gas pipeline safety		1,188,700
Special revenue funds:		
Children's protection registry fund		272,600
Motor carrier fees		2,520,300
Public utility assessments		25,623,300
Restructuring mechanism assessments		535,500
Video franchise assessments		400,000
State general fund/general purpose	$	0

Sec. 104. LIQUOR CONTROL COMMISSION

Full-time equated classified positions 152.0		
Management support services—28.0 FTE positions	$	4,508,500
Liquor licensing and enforcement—124.0 FTE positions		14,909,900
GROSS APPROPRIATION	$	19,418,400
Appropriated from:		
Special revenue funds:		
Direct shipper enforcement revolving fund		123,100
Liquor license revenue		7,710,000
Liquor purchase revolving fund		11,585,300
State general fund/general purpose	$	0

Sec. 105. OCCUPATIONAL REGULATION

Full-time equated classified positions 872.0		
Boiler inspection program—23.0 FTE positions	$	3,241,300
Bureau of fire services—97.0 FTE positions		12,031,800
Bureau of construction codes—104.7 FTE positions		8,933,700
Corporations, securities, and commercial licensing bureau—192.0 FTE positions		26,560,800
Elevator inspection program—30.0 FTE positions		3,645,700
Health professions regulation—151.0 FTE positions		27,472,300
Medical marihuana program—9.0 FTE positions		4,200,000
Health systems regulation—211.4 FTE positions		27,825,600
Radiological health administration—21.4 FTE positions		3,417,000
Background check program—5.5 FTE positions		2,615,100
Manufactured housing and land resources program—18.0 FTE positions		2,947,200
Property development group—9.0 FTE positions		1,823,700
GROSS APPROPRIATION	$	124,714,200
Appropriated from:		
Interdepartmental grant revenues:		
IDG-DCH, inspection contract		100,000
Federal revenues:		

		For Fiscal Year Ending Sept. 30, 2014
Clinical lab improvement	$	395,000
DOT		60,000
Federal revenues		1,255,300
FEMA		28,000
Mammography quality standards		760,400
Title XVIII Medicare		11,615,200
Title XIX Medicaid		718,000
Title XIX Medicaid, facility certification fees		7,466,600
Special revenue funds:		
Private - civil monetary penalties		200,000
Aboveground storage tank fees		441,100
Accountancy enforcement fund		404,800
Boiler fee revenue		3,719,000
Builder enforcement fund		461,000
Construction code fund		7,272,400
Corporation fees		6,846,700
Elevator fees		4,069,300
Fire alarm fees		125,400
Fire safety standard and enforcement fund		40,000
Fire service fees		2,419,400
Fireworks safety fund		673,700
Health professions regulatory fund		23,326,800
Health systems fees		3,300,200
Licensing and regulation fees		11,268,800
Liquor purchase revolving fund		3,110,800
Michigan medical marihuana fund		4,200,000
Mobile home code fund		2,947,200
Nurse professional fund		1,923,600
Pain management fees		1,808,500
Private occupational school license fees		809,400
Property development fees		318,100
Radiological health fees		2,656,600
Real estate appraiser continuing education fund		57,200
Real estate education fund		338,100
Real estate enforcement fund		694,300
Securities fees		4,881,000
Securities investor education and training fund		1,000,000
Security business fund		340,100
Survey and remonumentation fund		830,100
Unarmed combat fund		134,900
Underground storage tank fees		2,484,700
State general fund/general purpose	$	9,212,500

Sec. 106. MICHIGAN OCCUPATIONAL SAFETY AND HEALTH ADMINISTRATION

Full-time equated classified positions	249.0	
Occupational safety and health—217.0 FTE positions	$	28,325,100
Wage and hour division—32.0 FTE positions		3,615,300
GROSS APPROPRIATION	$	31,940,400
Appropriated from:		
Federal revenues:		
DOL, multiple grants for safety and health		11,722,600
Special revenue funds:		
Corporation fees		4,359,200
Fees and collections/asbestos		1,010,400
Safety education and training fund		9,284,000
Securities fees		3,432,200
State general fund/general purpose	$	2,132,000

		For Fiscal Year Ending Sept. 30, 2014
Sec. 107. EMPLOYMENT SERVICES		
Full-time equated classified positions 1,086.0		
Worker's compensation agency—64.0 FTE positions	$	7,680,700
Insurance funds administration—25.0 FTE positions		5,202,500
Compensation supplement fund		820,000
Unemployment insurance agency—792.7 FTE positions		89,303,000
Advocacy assistance program		1,500,000
Special audit and collections program—34.0 FTE positions		3,374,300
Training program for agency staff—2.1 FTE positions		1,850,600
Expanded fraud control program—33.2 FTE positions		3,974,100
Bureau of services for blind persons—113.0 FTE positions		23,725,200
Employment and labor relations—22.0 FTE positions		4,125,800
GROSS APPROPRIATION	$	141,556,200
Appropriated from:		
Federal revenues:		
DOL-ETA, employment and training administration		828,900
DOL-ETA, unemployment insurance		92,858,400
Federal revenues		17,133,400
Special revenue funds:		
Local revenues		529,000
Private revenues		111,800
Contingent fund, regular penalty and interest		5,314,700
Corporation fees		1,758,000
Michigan commission for the blind business enterprise program fund		562,000
Second injury fund		2,800,700
Securities fees		5,012,800
Self-insurers security fund		1,324,100
Silicosis and dust disease fund		1,077,700
Special fraud control fund		1,000,000
Worker's compensation administrative revolving fund		2,438,000
State general fund/general purpose	$	8,806,700
Sec. 108. MICHIGAN ADMINISTRATIVE HEARING SYSTEM		
Full-time equated classified positions 237.0		
Michigan administrative hearing system—209.0 FTE positions	$	36,803,900
Michigan compensation appellate commission—28.0 FTE positions		4,386,000
GROSS APPROPRIATION	$	41,189,900
Appropriated from:		
Interdepartmental grant revenues:		
IDG - administrative hearings and rules		14,128,200
Federal revenues:		
DOL-ETA, unemployment insurance		4,064,600
Federal revenue - administrative hearings and rules		9,154,300
Special revenue funds:		
State restricted revenue - administrative hearings and rules		12,508,700
Worker's compensation administrative revolving fund		321,400
State general fund/general purpose	$	1,012,700
Sec. 109. INFORMATION TECHNOLOGY		
Information technology services and projects	$	41,392,800
Liquor control commission IT upgrades		2,000,000
GROSS APPROPRIATION	$	43,392,800
Appropriated from:		
Federal revenues:		
DOL, multiple grants for safety and health		273,700
DOL-ETA, unemployment insurance		21,896,500
Federal revenues		555,000
Title XVIII Medicare		610,000
Title XIX Medicaid, facility certification fees		320,000

		For Fiscal Year Ending Sept. 30, 2014
Special revenue funds:		
Aboveground storage tank fees	$	24,500
Boiler fee revenue		291,800
Construction code fund		1,182,700
Corporation fees		4,868,000
Elevator fees		304,600
Fees and collections/asbestos		45,300
Fire service fees		289,800
Health professions regulatory fund		1,157,700
Health systems fees		217,900
Licensing and regulation fees		1,802,400
Liquor purchase revolving fund		4,873,600
Mobile home code fund		256,500
Motor carrier fees		191,300
Pain management fees		171,300
Public utility assessments		1,550,800
Radiological health fees		140,000
Safety education and training fund		678,400
Second injury fund		158,900
Securities fees		973,900
Self-insurers security fund		80,800
Silicosis and dust disease fund		70,800
Tax tribunal fund		210,000
Underground storage tank fees		131,400
State general fund/general purpose	$	65,200

Sec. 110. DEPARTMENT GRANTS

Fire protection grants	$	9,273,900
Fireworks safety grants		1,000,000
Liquor law enforcement grants		7,200,000
Medical marihuana operation and oversight grants		3,000,000
Remonumentation grants		7,300,000
Private grant programs		1,500,000
Subregional libraries state aid		451,800
Utility consumer representation		950,000
Youth low-vision program		241,800
GROSS APPROPRIATION	$	30,917,500
Appropriated from:		
Federal revenues:		
Special revenue funds:		
Private revenues		1,500,000
Fire protection fund		8,500,000
Fireworks safety fund		1,000,000
Liquor license revenue		7,200,000
Liquor purchase revolving fund		773,900
Michigan medical marihuana fund		3,000,000
Survey and remonumentation fund		7,300,000
Utility consumer representation fund		950,000
State general fund/general purpose	$	693,600

Sec. 111. ONE-TIME BASIS ONLY

Nursing home survey IT system	$	2,140,300
GROSS APPROPRIATION	$	2,140,300
Appropriated from:		
State general fund/general purpose	$	2,140,300

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2013-2014

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2013-2014 is $290,462,300.00 and state spending from state resources to be paid to local units of government for fiscal year 2013-2014 is $29,417,500.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

Fire protection grants	$	9,273,900
Fireworks safety grants		1,000,000
Liquor law enforcement		7,200,000
Medical marihuana operation and oversight grants		3,000,000
Remonumentation grants		7,300,000
Subregional libraries state aid		451,800
Utility consumer representation		950,000
Youth low-vision program		241,800
Total department of licensing and regulatory affairs	$	29,417,500

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

Sec. 203. As used in this article:

(a) "Department" means the department of licensing and regulatory affairs.

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

(c) "DOL" means the United States department of labor.

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

(e) "MAHS" means Michigan administrative hearing system.

(f) "MARVIN" means Michigan's automated response voice interactive network.

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

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

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

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

Sec. 211. The funds appropriated in part 1 for liquor control commission information technology are designated as work project appropriations and shall not lapse at the end of the fiscal year. Any unencumbered and unexpended funds shall continue to be available for expenditure until the project has been completed. Additional appropriations in future budgets are anticipated to complete the work project within an estimated 5 years.

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

Sec. 215. The department shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.

Sec. 216. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the state budget office, the chairpersons of the senate and house appropriations committees, and the senate and house fiscal agencies.

Sec. 218. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the house and senate appropriations committee, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

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

Sec. 219. No later than April 1, the department shall submit to the subcommittees and the fiscal agencies a report pertaining to the following information:

(a) The amount, in square footage, of office space paid for with the appropriation in part 1 for both state-owned and leased office space, respectively, during the previous fiscal year.

(b) The amount, in square footage, of office space actually utilized by the department for both state-owned and leased office space, respectively, during the previous fiscal year.

(c) The amount of office space the department estimates will be utilized during the current and subsequent fiscal years.

Sec. 220. The department may carry into the succeeding fiscal year unexpended federal pass-through funds to local institutions and governments that do not require additional state matching funds. Federal pass-through funds to local institutions and governments that are received in amounts in addition to those included in part 1 and that do not require additional state matching funds are appropriated for the purposes intended. Within 14 days after the receipt of federal pass-through funds, the department shall notify the house and senate chairpersons of the subcommittees, the fiscal agencies, and the state budget director of pass-through funds appropriated under this section.

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

Sec. 223. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $19,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

(3) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $7,800,000.00 for local contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

Sec. 225. Within 10 days after the receipt of a grant appropriated in the private grant funded projects line item in part 1, the department shall notify the house and senate chairpersons of the subcommittees, the fiscal agencies, and the state budget director of the receipt of the grant, including the funding source, purpose, and amount of the grant.

Sec. 227. (1) The department shall sell documents at a price not to exceed the cost of production and distribution. Money received from the sale of these documents shall revert to the department. In addition to the funds appropriated in part 1, these funds are available for expenditure when they are received by the department of treasury. This subsection applies only for the following documents:

(a) Corporation and securities division documents, reports, and papers required or permitted by law pursuant to section 1060(5) of the business corporation act, 1972 PA 284, MCL 450.2060.

(b) The subdivision control manual, the state boundary commission operations manual, and other local government assistance manuals.

(c) The Michigan liquor control code of 1998, 1998 PA 58, MCL 436.1101 to 436.2303.

(d) The mobile home commission act, 1987 PA 96, MCL 125.2301 to 125.2349; the business corporation act, 1972 PA 284, MCL 450.1101 to 450.2098; the nonprofit corporation act, 1982 PA 162, MCL 450.2101 to 450.3192; and the uniform securities act (2002), 2008 PA 551, MCL 451.2101 to 451.2703.

(e) Worker's compensation health care services rules.

(f) Construction code manuals.

(g) Copies of transcripts from administrative law hearings.

(2) In addition to the funds appropriated in part 1, funds collected by the department under sections 55, 57, 58, and 59 of the administrative procedures act of 1969, 1969 PA 306, MCL 24.255, 24.257, 24.258, and 24.259, and section 203 of the legislative council act, 1986 PA 268, MCL 4.1203, are appropriated for all expenses necessary to provide for the cost of publication and distribution. The funds appropriated under this section are allotted for expenditure when they are received by the department of treasury and shall not lapse to the general fund at the end of the fiscal year.

Sec. 228. Unless prohibited by law, the department may accept credit card or other electronic means of payment for licenses, fees, or permits.

Sec. 229. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks, and regularly updates key metrics that are used to monitor and improve the department's performance.

Sec. 231. The department shall cooperate with the department of technology, management, and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

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

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

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

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

(e) Job specifications and wage rates.

Sec. 232. The department shall not develop or produce any television or radio productions.

Sec. 234. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2013 and September 30, 2014.

Sec. 238. No state department or agency shall issue a request for proposal (RFP) for a contract in excess of $5,000,000.00, unless the department or agency has first considered issuing a request for information (RFI) or a request for qualification (RFQ) relative to that contract to better enable the department or agency to learn more about the market for the products or services that are the subject of the future RFP. The department or agency shall notify the department of technology, management, and budget of the evaluation process used to determine if an RFI or RFQ was not necessary prior to issuing the RFP.

Sec. 240. (1) It is the intent of the legislature that departments and agencies receiving appropriations in part 1 properly account for their spending and do not use full-time equated positions as placeholders for spending in other parts of their budgets.

(2) No later than February 1, the department shall provide a report to the legislature specifying the number of filled, full-time equated positions in pay status within each agency receiving appropriations in part 1 during the immediately preceding fiscal year. When reporting on the number of filled, full-time equated positions in pay status, the department shall provide the maximum number of filled, full-time equated positions in pay status by appropriation line item in the

last pay period of each quarter of the immediately preceding fiscal year. The report shall also include a list of all funded, full-time equated positions by position title.

Sec. 250. It is the intent of the legislature that the department continue the prefunding of other postemployment benefits for state employees hired before January 1, 2012, with the amounts appropriated in part 1 pursuant to the amendments made by 2011 PA 264 to the state employees' retirement act, 1943 PA 240, MCL 38.1 to 38.69.

REGULATORY

Sec. 301. (1) The appropriation in part 1 for fire protection grants shall be appropriated to cities, villages, and townships with state-owned facilities for fire services, instead of taxes, in accordance with 1977 PA 289, MCL 141.951 to 141.956.

(2) Cities, villages, and townships with state-owned facilities shall report to the department no later than January 1 on a form developed by the department in order to be eligible to receive funds appropriated in part 1 for fire protection grants. The report shall indicate all of the following:

(a) The ability to respond to state facilities in their service area.

(b) The cost for being prepared and able to respond to fire service situations during the most recent fiscal year.

(c) The fire-related activities of police and fire departments on state property.

(d) The costs of these activities.

(e) The expenditures from fire protection grants.

(3) The department shall prepare a summary of the local submissions and provide it to the subcommittees, fiscal agencies, and the state budget director by March 31.

Sec. 302. Money appropriated under this article for the bureau of fire services shall not be expended unless, in accordance with section 2c of the fire prevention code, 1941 PA 207, MCL 29.2c, inspection and plan review fees will be charged according to the following schedule:

Operation and maintenance inspection fee

Facility type	Facility size	Fee
Hospitals	Any	$8.00 per bed

Plan review and construction inspection fees for hospitals and schools

Project cost range	Fee
$101,000.00 or less	minimum fee of $155.00
$101,001.00 to $1,500,000.00	$1.60 per $1,000.00
$1,500,001.00 to $10,000,000.00	$1.30 per $1,000.00
$10,000,001.00 or more	$1.10 per $1,000.00 or a maximum fee of $60,000.00.

Sec. 303. The funds collected by the department for licenses, permits, and other elevator regulation fees set forth in the Michigan administrative code and as determined under section 8 of 1976 PA 333, MCL 338.2158, and section 16 of 1967 PA 227, MCL 408.816, that are unexpended at the end of the fiscal year shall carry forward to the subsequent fiscal year.

Sec. 304. The department may make available to interested entities otherwise unavailable customized listings of nonconfidential information in its possession, such as names and addresses of licensees. The department may establish and collect a reasonable charge to provide this service. The revenue received from this service shall be used to offset expenses to provide the service. Any balance of this revenue collected and unexpended at the end of the fiscal year shall revert to the appropriate restricted fund.

Sec. 305. (1) It is the intent of the legislature that the department expend the amount appropriated in part 1 for fireworks safety grants to local units of government to defray inspection costs associated with the enforcement of the Michigan fireworks safety act, 2011 PA 256, MCL 28.451 to 28.471.

(2) In order to be eligible to receive funds appropriated in part 1 for a fireworks safety grant, a local unit of government shall report to the department no later than January 1 on a form developed by the department. The report shall indicate all of the following:

(a) The annual costs of inspections associated with the enforcement of the Michigan fireworks safety act, 2011 PA 256, MCL 28.451 to 28.471.

(b) The annual costs of enforcement activities associated with the enforcement of the Michigan fireworks safety act, 2011 PA 256, MCL 28.451 to 28.471.

(3) No later than February 1, the department shall submit a report to the subcommittees and fiscal agencies providing all of the following information:

(a) The total amount of grants made to local units of government from funds appropriated in part 1 for fireworks safety grants during the preceding fiscal year.

(b) Each local unit of government awarded a grant from the funds appropriated in part 1 for fireworks safety grants and the amount of each grant that was awarded during the preceding fiscal year.

Sec. 325. No later than February 15, the department shall submit a report to the subcommittees and fiscal agencies providing the following information:

(a) The number of honorably discharged veterans, individually or if a majority interest of a corporation or limited liability company, that were exempted from paying licensure, registration, filing, or any other fees collected under each licensure or regulatory program administered by the bureau of construction codes and the corporations, securities, and commercial licensing bureau during the preceding fiscal year.

(b) The specific fees and total amount of revenue exempted under each licensure or regulatory program administered by the bureau of construction codes and the corporations, securities, and commercial licensing bureau during the preceding fiscal year.

(c) The actual costs of providing licensing and other regulatory services to veterans exempted from paying licensure, registration, filing, or any other fees and a description of how these costs were calculated.

(d) The estimated amount of revenue that will be exempted under each licensure or regulatory program administered by the bureau of construction codes and the corporations, securities, and commercial licensing bureau in both the current and subsequent fiscal years and a description of how the exempted revenue was estimated.

Sec. 330. Funds earned or authorized by the DOL in excess of the gross appropriation in part 1 for the unemployment insurance agency from the DOL are appropriated and may be expended for staffing and related expenses incurred in the operation of its programs. These funds may be spent after the department notifies the state budget director and the subcommittees of the purpose and amount of each grant award.

Sec. 332. Until the integrated system project is complete, the unemployment insurance agency shall provide the subcommittees, fiscal agencies, and state budget office with quarterly status reports on the development of the agency's integrated system project. The quarterly status reports shall include, but not be limited to, a summary of the expenditures for the project, project budget information, a summary of the tasks completed and milestones reached to date, the percentage of the total project completed to date, and a summary of the tasks anticipated to be completed in the subsequent quarter.

Sec. 333. The department shall report quarterly to the members of the house and senate committees on appropriations, the fiscal agencies, and the state budget director on the percentage of unemployment claimants that meet the certification requirements for receiving benefits by using the Internet MARVIN system or any application developed for that purpose. The department shall implement improvements to the Internet MARVIN system that promote greater ease of access and security with a goal of reaching 80% of users certifying by using the Internet MARVIN system or another system that reduces staff face time and MARVIN telephone system usage.

Sec. 341. The department shall not promulgate or adopt a rule more stringent than the applicable federal standard unless specifically authorized by statute.

Sec. 368. (1) No later than March 1, the department shall submit a report to the subcommittees and fiscal agencies pertaining to licensing and regulatory programs during the previous fiscal year for the following agencies:

(a) Public service commission.

(b) Liquor control commission.

(c) Bureau of construction codes.

(d) Corporations, securities, and commercial licensing bureau.

(e) Bureau of health care services.

(f) Michigan occupational safety and health administration.

(2) The report shall provide, but is not limited to, the following information for each agency in subsection (1):

(a) Revenue generated by and expenditures disbursed for each regulatory product.

(b) Number of applications, both initial and renewal, for each regulatory product.

(c) Number of applications, both initial and renewal, approved for each regulatory product.

(d) Number of applications, both initial and renewal, denied for each regulatory product.

(e) Average amount of time, both tolled and untolled, to approve or deny applications, both initial and renewal, for each regulatory product.

(f) Number of examinations proctored for initial applications for each regulatory product, if applicable.

(g) Number of complaints received pertaining to each regulated activity.

(h) Number of investigations opened pertaining to each regulated activity.

(i) Number of investigations closed pertaining to each regulated activity.

(j) Average amount of time to close investigations pertaining to each regulated activity.

(k) Number of enforcement actions pertaining to each regulated activity.

(3) As used in subsection (2), "regulatory products" means licensure, certification, registration, permitting, approval, or any other regulatory service provided by the agencies specified in subsection (1) for occupations, facilities, entities, industries, or activities regulated by the agencies specified in subsection (1).

Sec. 375. Revenues collected by the department pursuant to the uniform securities act (2002), 2008 PA 551, MCL 451.2101 to 451.2703, the debt management act, 1975 PA 148, MCL 451.411 to 451.437, and the living care disclosure act, 1976 PA 440, MCL 554.801 to 554.844, that are unexpended at the end of the fiscal year shall carry forward to the subsequent fiscal year and not lapse to the general fund.

Sec. 380. Funds remaining in the homeowner construction lien recovery fund are appropriated to the department for payment of court-ordered homeowner construction lien recovery fund judgments entered prior to August 23, 2010. Pursuant to available funds, the payment of final judgments shall be made in the order in which the final judgments were entered and began accruing interest.

Sec. 390. (1) The Michigan tax tribunal within the Michigan administrative hearing system shall submit a report containing all of the following for the previous fiscal year:

(a) The number of cases heard and the number of cases decided by MAHS hearings officers, contractual hearings officers, and tribunal members during the fiscal year.

(b) The number of case filings and dispositions and the number of active and pending cases before the small claims division and the entire tribunal.

(c) The average and maximum time elapsed, both tolled and untolled, between case filings and final dispositions.

(d) The amount and percentage of tax tribunal fees generated by motions to amend.

(2) The report required under subsection (1) shall be submitted to the subcommittees, fiscal agencies, and state budget office not later than November 1.

Sec. 610. (1) The appropriation in part 1 for the bureau of services for blind persons includes funds for case services. These funds may be used for tuition payments for blind clients.

(2) Revenue collected by the bureau of services for blind persons and from private and local sources that is unexpended at the end of the fiscal year may carry forward to the subsequent fiscal year.

Sec. 611. The bureau of services for blind persons shall work collaboratively with service organizations and government entities to identify qualified match dollars to maximize use of available federal vocational rehabilitation funds.

Sec. 613. (1) The funds appropriated in part 1 for a regional or subregional library shall not be released until a budget for that regional or subregional library has been approved by the department for expenditures for library services directly serving the blind and persons with disabilities.

(2) In order to receive subregional state aid as appropriated in part 1, a regional or subregional library's fiscal agency shall agree to maintain local funding support at the same level in the current fiscal year as in the fiscal agency's preceding fiscal year. If a reduction in expenditures equally affects all agencies in a local unit of government that is the regional or subregional library's fiscal agency, that reduction shall not be interpreted as a reduction in local support and shall not disqualify a regional or subregional library from receiving state aid under part 1. If a reduction in income affects a library cooperative or district library that is a regional or subregional library's fiscal agency or a reduction in expenditures for the regional or subregional library's fiscal agency, a reduction in expenditures for the regional or subregional library shall not be interpreted as a reduction in local support and shall not disqualify a regional or subregional library from receiving state aid under part 1.

Sec. 615. The department may provide and enter into agreements to provide general services, training, meetings, information, special equipment, software, facility use, and technical consulting services to other principal executive departments, state agencies, local units of government, the judicial branch of government, other organizations, and patrons of department facilities. The department may charge fees for these services that are reasonably related to the cost of providing the services. In addition to the funds appropriated in part 1, funds collected by the department for these services are appropriated for all expenses necessary. The funds appropriated under this section are allotted for expenditure when they are received by the department of treasury.

Sec. 714. (1) The department shall report by April 1 to the subcommittees, fiscal agencies, and state budget director on the timeliness of nursing facility complaint investigations and the number of allegations that are substantiated on an annual basis. The report shall consist of the number of allegations filed by consumers and the number of facility-reported incidents. The department shall make every effort to contact every complainant and the subject of a complaint during an investigation.

(2) The department shall gather information on its most frequently cited complaint deficiencies for the prior 3 fiscal years and include that information in the report required under subsection (1). The department shall determine whether there is an increase in the number of citations from 1 year to the next and assess the cause of the increase, if any, and whether education and training of nursing facility staff or department staff are needed.

(3) The department shall make the report required under this section available to the public at no cost on its website.

Sec. 726. (1) The department shall submit a report by January 1 to the standing committees on appropriations of the senate and house of representatives, the fiscal agencies, and the state budget director that includes all of the following information for the prior fiscal year regarding the medical marihuana program under the Michigan medical marihuana act, 2008 IL 1, MCL 333.26421 to 333.26430:

(a) The number of initial applications received.

(b) The number of initial applications approved and the number of initial applications denied.

(c) The average amount of time, from receipt to approval or denial, to process an initial application.

(d) The number of renewal applications received.

(e) The number of renewal applications approved and the number of renewal applications denied.

(f) The average amount of time, from receipt to approval or denial, to process a renewal application.

(g) The percentage of initial applications not approved or denied within the time requirements established in section 6 of the Michigan medical marihuana act, 2008 IL 1, MCL 333.26426.

(h) The percentage of renewal applications not approved or denied within the time requirements established in section 6 of the Michigan medical marihuana act, 2008 IL 1, MCL 333.26426.

(i) The percentage of registry cards for approved initial applications not issued within the time requirements established in section 6 of the Michigan medical marihuana act, 2008 IL 1, MCL 333.26426.

(j) The percentage of registry cards for approved renewal applications not issued within the time requirements established in section 6 of the Michigan medical marihuana act, 2008 IL 1, MCL 333.26426.

(k) The amount collected from the medical marihuana program application and renewal fees authorized in section 5 of the Michigan medical marihuana act, 2008 IL 1, MCL 333.26425.

(*l*) The costs of administering the medical marihuana program under the Michigan medical marihuana act, 2008 IL 1, MCL 333.26421 to 333.26430.

(2) If the required fees are shown to be insufficient to offset all expenses of implementing and administering the medical marihuana program, the department shall review and revise the application and renewal fees accordingly to ensure that all expenses of implementing and administering the medical marihuana program are offset as is permitted under section 5 of the Michigan medical marihuana act, 2008 IL 1, MCL 333.26425.

Sec. 727. If the revenue collected by the department for health systems administration or radiological health administration and projects from fees and collections exceeds the amount appropriated in part 1, the revenue may be carried forward into the subsequent fiscal year. The revenue carried forward under this section shall be used as the first source of funds in the subsequent fiscal year.

Sec. 728. (1) Not later than October 30, the department shall prepare a report that provides the number of registry identification cards issued to or renewed for patients residing in each county during the previous fiscal year, under the Michigan medical marihuana act, 2008 IL 1, MCL 333.26421 to 333.26430. The department shall submit this report to the state budget director, the subcommittees, and the fiscal agencies.

(2) The department shall expend the funds appropriated in part 1 for medical marihuana operation and oversight grants for grants to county law enforcement departments for the operation and oversight of the Michigan medical

marihuana program pursuant to section 6(*l*) of the Michigan medical marihuana act, 2008 IL 1, MCL 333.26426. These grants shall be distributed proportionately based on the number of registry identification cards issued to or renewed for the residents of each county whose county law enforcement department applied for a grant under subsection (3).

(3) In order to be eligible to receive a grant under this subsection, a county law enforcement department must apply no later than October 1 and agree to report how the grant was expended and provide that report to the department no later than September 15. The department shall submit a report no later than September 30 to the state budget director, the subcommittees, and the fiscal agencies detailing the amounts by recipient and the reported uses of the grants.

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

Sec. 731. (1) The bureau of health care services shall prepare a report detailing the number of facilities, locations, and beds for each type of health facility licensed, certified, inspected, or otherwise regulated by the bureau. The report shall also include the bureau's cost to license, certify, inspect, or otherwise regulate each type of facility. The data required by this subsection shall be collected and reported on acute care hospitals, home health agencies, hospices, hospice residences, psychiatric units in general hospitals, psychiatric hospitals, partial hospitalization psychiatric programs, outpatient surgical facilities, freestanding surgical outpatient facilities, laboratories, end stage renal disease facilities, rural health clinics, substance abuse programs, long-term care facilities including nursing homes, hospital long-term care units, county medical care facilities, and radiation machines.

(2) By February 1, the bureau of health care services shall provide the governor and the legislature an updated schedule of fees to be charged by the bureau for regulating health facilities. The updated fee schedule proposed by the bureau shall be based on the schedule submitted previously, but include updated figures from the prior fiscal year. It shall also bear a direct relationship to the cost of the service or act, including overhead expenses. The report shall also recommend the necessary statutory and administrative rule changes necessary to implement the recommended fee schedule.

Sec. 732. From the appropriations made in part 1 for the bureau of health systems, at least $530,000.00 must be expended for activities related to the inspection and licensing of freestanding surgical outpatient facilities.

ONE-TIME ONLY

Sec. 801. (1) The funds appropriated in part 1 for the nursing home survey IT system are to be used to fund the additional costs associated to comply with the requirements of sections 20155 and 20155a of the public health code, 1978 PA 368, MCL 333.20155 and 333.20155a.

(2) It is the intent of the legislature that the appropriation in part 1 for the nursing home survey IT system is 1-time only and is a sufficient amount to fund the project to completion and that no future appropriations for this project will be required.

PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 1201. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2015 for the line items listed in part 1. The fiscal year 2014-2015 appropriations are anticipated to be the same as those for fiscal year 2013-2014, except that the line items will be adjusted for changes in caseload and related costs, federal fund match rates, economic factors, and available revenue. These adjustments will be determined after the January 2014 consensus revenue estimating conference.

Sec. 1202. It is the intent of the legislature that the department identify the amounts for normal retirement costs and legacy retirement costs for the fiscal year ending on September 30, 2015 for the line items listed in part 1.

ARTICLE XIV

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of military and veterans affairs are appropriated for the fiscal year ending September 30, 2014 from the funds indicated in this part. The following is a summary of the appropriations in this part:

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

APPROPRIATION SUMMARY			
Full-time equated unclassified positions	9.0		
Full-time equated classified positions	889.5		
GROSS APPROPRIATION		$	166,730,000
Total interdepartmental grants and intradepartmental transfers			650,000
Schedule of interdepartmental grant revenue sources:			
IDG, state police	650,000		
ADJUSTED GROSS APPROPRIATION		$	166,080,000
Total federal revenues			89,782,700
Schedule of federal revenue sources:			
DOD-DOA-NGB	59,893,200		
DVA-VHA	26,817,000		
HHS-HCFA, Medicare, hospital insurance	2,934,900		
HHS-HCFA, title XIX, Medicaid	87,600		
Federal counter narcotics revenues	50,000		
Total local revenues			1,500,000
Schedule of local revenue sources:			
Local - school aid fund	1,500,000		
Total private revenues			740,000
Schedule of private revenue sources:			
Private - veterans' home post and posthumous funds	540,000		
Private donations	200,000		
Total other state restricted revenues			27,554,000
Schedule of restricted revenue sources:			
Rental fees	346,400		
Mackinac Bridge authority	70,000		
Test project fees	100,000		
Income and assessments	19,832,100		
Lease revenue	12,200		
Michigan veterans trust fund	5,193,300		
Michigan national guard construction fund	1,000,000		
Military family relief fund	1,000,000		
State general fund/general purpose		$	46,503,300
State general fund/general purpose schedule:			
Ongoing state general fund/general purpose	41,003,300		
One-time state general fund/general purpose	5,500,000		

Sec. 102. MILITARY

Full-time equated unclassified positions	9.0		
Full-time equated classified positions	324.0		
Unclassified positions		$	1,336,700
Military			56,732,300
GROSS APPROPRIATION		$	58,069,000
Appropriated from:			
Interdepartmental grant revenues			650,000
Federal revenues			43,051,200
Local revenues			1,500,000
Private revenues			200,000
State restricted revenues			1,517,800
State general fund/general purpose		$	11,150,000

		For Fiscal Year Ending Sept. 30, 2014
Schedule of programs:		
Armories and joint force readiness	14,476,300	
Maintenance and operations of national guard training facilities and air bases	31,734,300	
ChalleNGe program	4,502,000	
Military family relief fund	600,000	
Support services	1,973,200	
Starbase grant	2,322,000	
Information technology services and projects	1,124,500	
Sec. 103. MICHIGAN VETERANS AFFAIRS AGENCY		
Full-time equated classified positions	565.5	
Michigan veterans affairs agency		$ 13,114,900
Homes		68,194,900
GROSS APPROPRIATION		$ 81,309,800
Appropriated from:		
Federal revenues		29,431,500
Private revenues		540,000
State restricted revenues		25,036,200
State general fund/general purpose		$ 26,302,100
Schedule of programs:		
Veterans affairs agency administration	5,017,000	
Veterans advice, advocacy, and assistance grants	2,904,600	
Veterans' trust fund administration	1,446,800	
Veterans' trust fund grants	3,746,500	
Grand Rapids veterans' home	47,869,900	
Board of managers (Grand Rapids home)	665,000	
D.J. Jacobetti veterans' home	19,385,000	
Board of managers (Jacobetti home)	275,000	
Sec. 104. CAPITAL OUTLAY		
Special maintenance - headquarters and armories		$ 20,351,200
Special maintenance - veterans' homes		500,000
Land acquisitions and appraisals		1,000,000
GROSS APPROPRIATION		$ 21,851,200
Appropriated from:		
Federal revenues		17,300,000
State restricted revenues		1,000,000
State general fund/general purpose		$ 3,551,200
Sec. 105. ONE-TIME APPROPRIATIONS		
Veterans service delivery initiative		$ 3,955,000
County counselor education and training expenses		45,000
Veterans affairs agency computer upgrade		1,500,000
GROSS APPROPRIATION		$ 5,500,000
Appropriated from:		
State general fund/ general purpose		$ 5,500,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2013-2014

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2013-2014 is $74,057,300.00 and state spending from state resources to be paid to

local units of government for fiscal year 2013-2014 is $165,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS		
Headquarters and armories	$	70,000
Schedule of programs:		
Payments in lieu of taxes	70,000	
Veterans affairs agency administration	$	50,000
Schedule of programs:		
County counselor education and training expenses	50,000	
One-time appropriations: county counselor education and training expenses		45,000
TOTAL	$	165,000

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

Sec. 203. As used in this article:

(a) "Agency" means the Michigan veterans affairs agency.

(b) "Department" means the department of military and veterans affairs.

(c) "DOD" means the United States department of defense.

(d) "DOD-DOA-NGB" means the DOD department of the army, national guard bureau.

(e) "DVA" means the United States department of veterans affairs.

(f) "DVA-VHA" means the DVA veterans health administration.

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

(h) "HHS" means the United States department of health and human services.

(i) "IDG" means interdepartmental grant.

(j) "Large veterans service organization" means a VSO that can certify that its membership exceeds 30,000 individuals.

(k) "Medium veterans service organization" means a VSO that can certify that its membership is between 2,500 and 30,000 individuals.

(*l*) "Small veterans service organization" means a VSO that can certify that its membership is between 1,000 and 2,499 individuals.

(m) "Subcommittees" means all members of the subcommittees of the senate and house appropriations committees with jurisdiction over the budget of the department.

(n) "VSO" means veterans service organization.

(o) "Work project" means a group of activities featuring a fixed duration, budget, and scope that is expected to cause a measurable change in the delivery, efficiency, or effectiveness of 1 or more operations.

Sec. 204. The appropriations from part 1 for interdepartmental grant funds received by the department from sources outside the department consist of $650,000.00 from the department of state police.

Sec. 206. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $10,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

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

Sec. 207. The department shall cooperate with the department of technology, management, and budget to maintain a searchable website that is accessible by the public at no cost that includes, but is not limited to, all of the following:

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

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

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

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

(e) Job specifications and wage rates.

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

Sec. 209. Funds appropriated in part 1 shall not be used for the purchase of foreign goods or services, or both, if competitively priced and of comparable quality American goods or services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference shall be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality. In addition, preference shall be given to goods or services, or both, that are manufactured or provided by Michigan small businesses that have veterans compose at least 35% of their total workforce. As used in this section, "veteran" means that term as defined in section 261 of the management and budget act, 1984 PA 431, MCL 18.1261. As used in this section, "small business" means that term as defined in section 7a of the administrative procedures act of 1969, 1969 PA 306, MCL 24.207a.

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

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

Sec. 215. The department shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.

Sec. 216. (1) Notwithstanding any other provision of this act, the schedule of programs in part 1 lists programs which may, but are not required to be, funded under this act.

(2) Notwithstanding any other provisions of this act, the schedule of revenue sources in part 1 may or may not be received from the funding entities listed.

(3) Any funding required by statute is not subject to funding flexibility and shall be funded in accordance with that statute.

Sec. 217. The department shall improve its budgetary efficiency pertaining to the delivery of core services delineated in section 222 by doing all of the following:

(a) Prioritizing personnel over buildings in budgetary efficiency considerations.

(b) Pursuing the physical or virtual consolidation of support service functions such as information technology, human resources, and accounting as a means of improving standardization and efficiency.

(c) Seeking expenditure reductions whenever possible through the streamlining of existing service delivery activities.

(d) Identifying efficiencies that can be gained via the reduction or elimination of programs, policies, and practices which have outlived their usefulness.

Sec. 218. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the senate and house appropriations

committees, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

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

Sec. 219. (1) The department shall provide quarterly reports, beginning October 1, to the subcommittees and the senate and house fiscal agencies, which provide the following data:

(a) A list of all major work projects, including a status report of each project.

(b) The department's financial status, featuring a report of budgeted versus actual expenditures by part 1 line item including a year-end projection of budget requirements. If projected department budget requirements exceed the allocated budget, the report shall include a plan to reduce overall expenses while still satisfying specified service level requirements.

(c) Evidence of efficiencies and management of funds within established appropriations, documented through the DTMB monthly expenditure report as described in section 301(3) of this part.

(d) A list of armory closings and projected closings.

(e) A list of property sales as described in section 223 of this part.

(f) A report on the status of performance metrics cited in this article.

(g) A list of the performance measures, outcomes, and initiatives developed by the agency in the strategic plan required by section 501 of 2013 PA 9.

(h) The number of active employees at the close of the fiscal quarter by job classification and program.

(2) The department shall provide a corrective action plan within 30 days of a quarterly report under this section for any requirements of this part that have not been achieved. The department shall provide a monthly status of corrective action plans.

(3) The department shall provide a summary of fund shifts, that have been approved by the state budget office, that have occurred between items listed in the schedule of programs mentioned in part 1 on a quarterly basis to the subcommittees and the senate and house fiscal agencies.

(4) The Grand Rapids and D.J. Jacobetti veterans' homes shall provide to the subcommittees the results of the veterans' homes annual veterans' affairs inspection and their corrective action plans.

(5) The Grand Rapids and D.J. Jacobetti veterans' homes shall provide a list of maintenance projects, and their respective costs, funded from the special maintenance appropriations in part 1.

Sec. 220. The department shall provide the following data to the subcommittees and the senate and house fiscal agencies on an annual basis:

(a) Using information received from the grant recipients in section 401 of this part, a progress report on metric requirements, copies of certified financial audits and tax reports of grant recipients, a listing from grant recipients of expenditures by spending category, including a listing of individual salaries of each officer and administrative staff, a listing of volunteer hours including the hours, series, and donations provided to residents of the Grand Rapids veterans' home and the D.J. Jacobetti veterans' home. The department shall provide within the report a specific notification whether any veterans grant recipients failed to comply with established reporting requirements.

(b) The Grand Rapids veterans' home and the D.J. Jacobetti veterans' home shall produce a report including an accounting of member populations and bed space available, a description and accounting of services and activities provided to members, financial information, and current state nursing home licensure status.

(c) A detailed report of the Michigan veterans' trust fund that includes information on grants provided from the emergency grant program, including details concerning the methodology of allocations, the selection of emergency grant program authorized agents, a description of how the emergency grant program is administered in each county, and a detailed breakdown of trust fund expenditures for that year, including the amount distributed to each county for administrative costs and emergency grants. The report shall also provide an update on the department's efforts to reduce program administrative costs and maintain the Michigan veterans' trust fund corpus to its original amount of at least $50,000,000.00.

Sec. 222. The appropriations in part 1 are for the core services, support services, and work projects of the department, including, but not limited to, the following core services: armories and joint forces readiness; maintenance and operation of army national guard training facilities and air bases; veterans affairs agency administration; veterans' trust fund administration; veterans advice, advocacy, and assistance grants; the military family relief fund; the challeNGe program;

and the Grand Rapids veterans' home and the D.J. Jacobetti veterans' home. As used in this section, "core services" means that phrase as defined in section 373 of the management and budget act, 1984 PA 431, MCL 18.1373.

Sec. 223. Sixty days prior to the public announcement of the intention to sell any department property, the department shall submit notification of that intent to the subcommittees and the senate and house fiscal agencies.

Sec. 225. Funds appropriated in part 1 shall not be used by the department to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those activities that the attorney general authorizes.

Sec. 227. The department shall not exclude public employee unions from the bid process.

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

Sec. 229. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the subcommittees, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2013 and September 30, 2014.

Sec. 230. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks, and regularly updates key metrics that are used to monitor and improve the agency's performance.

MILITARY

Sec. 300. (1) From the funds appropriated in part 1, there is funding to support unclassified employee positions as authorized by section 5 of article XI of the state constitution of 1963. These positions include the following: department director - the adjutant general for Michigan; assistant adjutant general - army; assistant adjutant general - installations; assistant adjutant general - air; senior policy executive - Michigan veterans affairs agency; deputy director - installations command; director - strategy and policy; director - public safety project; and director - Michigan veterans affairs agency.

(2) Not less than 30 days prior to the department submitting a request for an additional unclassified employee position from the civil service commission, or for any substantive change to the duties of an existing unclassified employee position, the department shall notify the subcommittees and the senate and house fiscal agencies.

ARMORIES AND JOINT FORCE READINESS

Sec. 301. (1) The department shall provide administrative support for department operations.

(2) The department shall maintain the staffing and resources necessary to ensure proper accountability of state funds.

(3) The department shall maintain the staffing and resources necessary to adhere to the state of Michigan financial management guide for accounting, contracting, purchasing, budgeting, and financial reporting and the administrative guide to state government.

(4) The department shall ensure fiscal controls relating to procurement of goods and services and other expenditures.

Sec. 302. (1) From the funds appropriated in part 1 for military operations, effective and efficient executive direction and administrative leadership shall be provided to the department.

(2) The department shall operate and maintain national guard armories.

(3) The department shall provide resources necessary to ensure that armories are maintained in accordance with army regulations.

(4) The department shall evaluate armories for consolidation, energy, and utility efficiency and identify work projects that would improve this efficiency and submit a quarterly report on the status and activities of the armories as provided in section 219.

(5) The department shall establish a system that measures the condition and adequacy of armory facilities using both quality and functionality criteria based off the installation status report-infrastructure inspections that are conducted annually as a requirement set forth by the national guard.

MAINTENANCE AND OPERATIONS OF NATIONAL GUARD TRAINING FACILITIES AND AIR BASES

Sec. 304. (1) The department shall provide army and air national guard forces, when directed, for state and local emergencies and in support of national military requirements.

(2) The department shall operate and maintain army national guard training facilities, including Fort Custer and Camp Grayling.

(3) The department shall maintain a system that measures the condition and adequacy of air facilities using both quality and functionality criteria.

(4) The department shall operate and maintain air national guard air bases, including Selfridge air national guard base, Battle Creek air national guard base, and Alpena combat readiness training center.

CHALLENGE PROGRAM

Sec. 307. (1) The department shall maintain the Michigan youth challeNGe academy to provide values, skills, education, and self-discipline instruction for at-risk youth.

(2) The department shall provide the staffing and resources necessary to train 144 cadets simultaneously at the Michigan youth challeNGe academy.

(3) The department shall ensure that the average grade level increase for Michigan youth challeNGe academy graduates is 2 years as measured with the test adult basic education (TABE) metrics.

MILITARY FAMILY RELIEF FUND

Sec. 308. (1) The department shall provide grants for disbursement from the military family relief fund.

(2) The department shall provide quarterly reports to the subcommittees on the revenues, expenditures, and fund balance of the Michigan military family relief fund.

(3) The department shall provide quarterly reports to the subcommittees on the applications received for assistance from the Michigan military family relief fund.

(4) The department shall provide sufficient staffing and other resources to provide outreach to the Michigan families of members of the reserve component of the armed forces called into active duty and to support the processing and approval of at least 60 grant applications for fiscal year 2013-2014 under the Michigan military relief fund and report those applications at quarterly legislative hearings of the subcommittees.

MICHIGAN VETERANS AFFAIRS AGENCY

MICHIGAN VETERANS AFFAIRS AGENCY ADMINISTRATION

Sec. 401. (1) The Michigan veterans affairs agency shall provide outreach services to Michigan veterans that advise them on the benefits to which they are entitled.

(2) The agency shall maintain the staffing partnerships and other resources necessary to develop and operate an outreach program that will communicate benefit eligibility information to 35% of the Michigan veterans population as determined by most recent census data.

(3) The agency shall communicate veteran benefit information pertaining to the Michigan military family relief fund, Michigan veterans' trust fund, and United States department of veterans affairs health, financial, and memorial benefits to which they are entitled.

(4) The agency shall provide sufficient staffing and other resources to approve at least 5,295 requests for military discharge certificates (DD-214) for fiscal year 2013-2014 and report to the subcommittees quarterly.

(5) From the funds appropriated in part 1, the department shall continue the process to digitize all medical records and military discharge documents which are currently on paper and microfilm.

(6) The agency shall provide claims processing services to Michigan veterans in support of benefit claims submitted to the United States department of veterans affairs for the health, financial, and memorial benefits for which they are eligible.

(7) The agency shall maintain the staffing and resources necessary to process a minimum of 500 claims per year.

(8) The agency shall ensure that a minimum of 20% of the claims submitted by agency personnel are fully developed claims as tracked by the United States department of veterans affairs and report on this effort at quarterly legislative hearings of the subcommittees.

(9) The agency shall provide training support for county veterans counselors.

(10) The agency shall provide resources necessary to provide county veterans counselors with training to ensure quality benefit counseling services to veterans. From the funds appropriated in part 1, $50,000.00 shall be allocated for training support.

(11) The Michigan veterans affairs agency and the Michigan veterans' trust fund administration shall take steps to assist the county veterans counselors of this state to obtain training necessary for the execution of their duties.

(12) The agency shall provide the percentage of county counselors trained by the department at quarterly legislative hearings of the subcommittees.

(13) The agency shall provide the percentages of fully developed claims submitted by county counselors trained by the department with a goal of 20% at quarterly legislative hearings of the subcommittees.

(14) The agency shall create a 5-member advisory board consisting of presidents or commanders from 2 large veterans service organizations, 2 medium veterans service organizations, and 1 small veterans service organization. The board shall meet no less than twice a year, without reimbursement by the agency, and shall assist the agency in developing plans, reviewing service delivery initiatives, and identifying services and projects that assist in meeting agency performance objectives.

VETERANS ADVICE, ADVOCACY, AND ASSISTANCE GRANTS

Sec. 402. (1) The agency shall manage the disbursement of veterans advice, advocacy, and assistance grants to veterans service organizations.

(2) The agency shall work to ensure that a minimum of 20% of the claims submitted by the VSO on behalf of our veterans are fully developed claims as tracked by the United States department of veterans affairs and report on this effort at quarterly legislative hearings of the subcommittees.

(3) The agency shall disburse VSO grants to assist them to achieve agency goals and performance objectives in partnership with the VSOs. Grants to VSOs will be disbursed to fund programs and projects which are determined by the agency to meet agency performance objectives.

VETERANS TRUST FUND ADMINISTRATION

Sec. 405. (1) The Michigan veterans' trust fund board together with the agency shall provide emergency grants for disbursement from the Michigan veterans' trust fund.

(2) The Michigan veterans' trust fund board together with the agency shall maintain the staffing and resources necessary to process a minimum of 2,000 applications for veterans' trust fund emergency grants.

GRAND RAPIDS VETERANS' HOME

Sec. 501. (1) The department shall provide compassionate, quality interdisciplinary care at the state's Grand Rapids veterans' home so that members can achieve their highest potential of wellness, independence, self-worth, and dignity.

(2) The department shall provide resources necessary to provide adequate nursing care services to veterans in accordance with federal standards, including the following:

(a) A licensed minimum number of 403 residents in skilled nursing beds at the Grand Rapids veterans' home.

(b) A licensed minimum number of 72 residents in domiciliary beds at the Grand Rapids veterans' home.

(3) The Grand Rapids veterans' home shall ensure that its medical staffing is in accordance with United States department of veterans affairs standards.

(4) The Grand Rapids veterans' home shall ensure that transportation is assured for each resident for every medical appointment outside the veterans' home.

(5) The Grand Rapids veterans' home shall ensure that each member resident receives daily laundry service.

(6) The Grand Rapids veterans' home shall ensure that maintenance and custodial services are provided for each home in accordance with applicable local, state, and federal standards.

(7) The Grand Rapids veterans' home shall ensure that each resident receives a medical and care assessment including a dietary plan upon admission to the home, with meals and snacks provided in accordance with the plan and R 325.20803 of the Michigan administrative code.

(8) Appropriations in this article for the Grand Rapids veterans' home shall not be used for any purpose other than for veterans and veterans' families.

(9) Any contractor providing competency evaluated nursing assistants (CENA) to the Grand Rapids veterans' home shall ensure that each CENA has at least 8 hours of training on information provided by the veterans' home.

(10) Any contractor providing competency evaluated nursing assistants to the Grand Rapids veterans' home shall ensure that each CENA has at least 1 eight-hour shift of shadowing at the veterans' home.

(11) Any contractor providing competency evaluated nursing assistants to the Grand Rapids veterans' home shall ensure that each CENA is competent in the basic skills needed to perform his or her assigned duties at the veterans' home.

(12) Any contractor providing competency evaluated nursing assistants to the Grand Rapids veterans' home shall ensure that each CENA has at least 1 year of experience in long-term care.

(13) The Grand Rapids veterans' home shall provide each CENA at least 12 hours of in-service training once that individual has been assigned to the veterans' home.

(14) The Grand Rapids veterans' home shall ensure that care services are provided to each resident of the veterans' home in accordance with standards set by the United States department of veterans affairs.

(15) All complaints of abuse or neglect at the Grand Rapids veterans' home by a resident member, a resident member's family or legal guardian, or staff of the veterans' home, received by a supervisor shall be referred to the director of nursing within 10 days of receiving such complaint. The board of managers may establish a policy that requires reports on allegations of abuse or neglect to be reported to the director of nursing more frequently. The director of nursing shall report on not less than a monthly basis, except that the board of managers may specify a more frequent reporting period, to the home administrator, board of managers, agency, subcommittees, and the senate and house fiscal agencies the following information:

(a) A description of the process by which resident members and others may file complaints of alleged abuse or neglect at the Grand Rapids veterans' home.

(b) Summary statistics on the number and general nature of complaints of abuse or neglect.

(c) Summary statistics on the final disposition of complaints of abuse or neglect received.

(16) The Grand Rapids veterans' home shall provide an on-site, board-certified psychiatrist for all resident members with mental health disorders in order to ensure that those resident members receive needed services in a professional and timely manner. The Grand Rapids veterans' home shall provide all members and staff a safe and secure environment.

(17) The Grand Rapids veterans' home shall ensure that it effectively develops, executes, and monitors all comprehensive care plans in accordance with federal regulations and its internal policies, with a goal that a comprehensive care plan is fully developed for all resident members.

(18) The Grand Rapids veterans' home shall implement controls over its food, maintenance supplies, and medical supplies inventories.

(19) The Grand Rapids veterans' home shall implement controls over its pharmaceutical inventory.

(20) The Grand Rapids veterans' home shall establish sufficient controls for calculating resident member maintenance assessments in order to accurately calculate resident member maintenance assessments for each billing cycle. The Grand Rapids veterans' home shall establish sufficient controls to ensure that all past due resident member maintenance assessments are addressed within 30 days.

(21) The Grand Rapids veterans' home shall establish sufficient controls over monetary donations and donated goods.

(22) The Grand Rapids veterans' home shall implement sufficient controls over the handling of resident member funds to ensure the release of funds within 3 business days upon the resident member leaving the home and to ensure that a representative of a resident member is provided a full accounting of that resident member's funds within 10 business days of the death of that resident member.

(23) The Grand Rapids veterans' home shall ensure that it meets a minimum standard of 2.5 patient care hours per patient, per day, each day, 7 days a week.

(24) Except as provided in subsection (15), the department shall report its findings regarding the Grand Rapids veterans' home's compliance with the requirements and standards under this section at quarterly legislative hearings of the subcommittees. The quarterly report shall include, but is not limited to, the following information:

(a) The number of patient care hours and staffing levels measured against the standard set forth in subsection (23).

(b) The number and dollar value of lost and discarded prescriptions and the number of early prescription refills.

(c) The dollar value of monetary donations received, the number of donated goods received, and the number of donated goods disposed of.

(d) The number of resident member maintenance assessments calculated each month.

(25) Not later than November 30, 2013, the department shall provide the subcommittees with a report documenting the complaint management process utilized by the Grand Rapids veterans' home. The report shall include, but is not limited to, the following:

(a) A copy of the form submitted by complainants.

(b) A description of the process by which complaints are reviewed by the staff of the Grand Rapids veterans' home.

(c) A description of the roles and responsibilities of all stakeholders in the complaint process.

(d) An issue resolution status report.

(e) The process by which status reports are reviewed, including the frequency of those reviews.

D.J. JACOBETTI VETERANS' HOME

Sec. 502. (1) The department shall provide compassionate, quality interdisciplinary care at the state's D.J. Jacobetti veterans' home so that members can achieve their highest potential of wellness, independence, self-worth, and dignity.

(2) The department shall provide resources necessary to provide adequate nursing care services to veterans in accordance with federal standards, including the following:

(a) A licensed minimum number of 158 residents in skilled nursing beds at the D.J. Jacobetti veterans' home.

(b) A licensed minimum number of 11 residents in domiciliary beds at the D.J. Jacobetti veterans' home.

(3) The D.J. Jacobetti veterans' home shall ensure that its medical staffing is in accordance with United States department of veterans affairs standards.

(4) The D.J. Jacobetti veterans' home shall ensure that transportation is assured for each resident for every medical appointment outside the veterans' home.

(5) The D.J. Jacobetti veterans' home shall ensure that each member resident receives daily laundry service.

(6) The D.J. Jacobetti veterans' home shall ensure that maintenance and custodial services are provided for the home in accordance with applicable local, state and federal standards.

(7) The D.J. Jacobetti veterans' home shall ensure that each resident receives a medical and care assessment including a dietary plan upon admission to the home, with meals and snacks provided in accordance with the plan and R 325.20803 of the Michigan administrative code.

(8) Appropriations in this article for the D.J. Jacobetti veterans' home shall not be used for any purpose other than for veterans and veterans' families.

(9) Any contractor providing competency evaluated nursing assistants (CENA) to the D.J. Jacobetti veterans' home shall ensure that each CENA has at least 8 hours of training on information provided by the veterans' home.

(10) Any contractor providing competency evaluated nursing assistants to the D.J. Jacobetti veterans' home shall ensure that each CENA has at least 1 eight-hour shift of shadowing at the veterans' home.

(11) Any contractor providing competency evaluated nursing assistants to the D.J. Jacobetti veterans' home shall ensure that each CENA is competent in the basic skills needed to perform his or her assigned duties at the veterans' home.

(12) Any contractor providing competency evaluated nursing assistants to the D.J. Jacobetti veterans' home shall ensure that each CENA has at least 1 year of experience in long-term care.

(13) The D.J. Jacobetti veterans' home shall provide each CENA at least 12 hours of in-service training once that individual has been assigned to the veterans' home.

(14) The D.J. Jacobetti veterans' home shall ensure that care services are provided to each resident of the veterans' home in accordance with standards set by the United States department of veterans affairs.

(15) All complaints of abuse or neglect at the D.J. Jacobetti veterans' home by a resident member, a resident member's family or legal guardian, or staff of the veterans' home, received by a supervisor shall be referred to the director of nursing within 10 days of receiving such complaint. The board of managers may establish a policy that requires reports on allegations of abuse or neglect to be reported to the director of nursing more frequently. The director of nursing shall report on not less than a monthly basis, except that the board of managers may specify a more frequent reporting period, to the home administrator, board of managers, agency, subcommittees, and the senate and house fiscal agencies the following information:

(a) A description of the process by which resident members and others may file complaints of alleged abuse or neglect at the D.J. Jacobetti veterans' home.

(b) Summary statistics on the number and the general nature of complaints of abuse or neglect.

(c) Summary statistics on the final disposition of complaints of abuse or neglect received.

CAPITAL OUTLAY

Sec. 601. The appropriations in part 1 for capital outlay shall be carried forward at the end of the fiscal year consistent with section 248 of the management and budget act, 1984 PA 431, MCL 18.1248.

ONE-TIME APPROPRIATIONS

Sec. 701. The 1-time appropriations in part 1 for county counselor education and training expenses are to be expended for costs associated with the attendance of county veterans counselors at the national conference of the national association of county veterans service officers to be held in Michigan in 2014 and are in addition to the funds allocated in section 401.

Sec. 702. The 1-time appropriations in part 1 for the veterans service delivery initiative may be expended by the agency to operate a college campus outreach program and shall be expended by the agency to establish the infrastructure to achieve its goals and performance objectives, including the performance measures, outcomes, and initiatives developed by the agency in its strategic plan.

Sec. 703. The 1-time appropriations in part 1 for veterans affairs agency computer upgrade are to be expended for the integration of the hero 2 hired platform with the Pure Michigan talent connect jobs site. The appropriation shall increase the ability of the agency to link potential employers to veterans and service members by adding a military occupational code translator, thus removing barriers to employment, and adding 14,000 veterans and service members to the Pure Michigan talent connect employment system. The integration of the hero 2 hired system with the Pure Michigan talent connect shall be available for soft launch by April 1, 2014 and fully operational by September 30, 2014. The agency shall report quarterly to the subcommittees on the progress of their compliance with this section.

PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 1201. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2015 for the line items listed in part 1. The fiscal year 2014-2015 appropriations are anticipated to be the same as those for fiscal year 2013-2014, excluding economic factors, and available revenue. These adjustments will be determined after the January 2014 consensus revenue estimating conference.

Sec. 1202. It is the intent of the legislature that the department identify the amounts for normal retirement costs and legacy retirement costs for the fiscal year ending on September 30, 2015 for the line items listed in part 1.

Sec. 1203. The veterans affairs agency shall provide the percentage of Michigan veterans contacted with a goal of 100% and report upon those outreach findings at quarterly legislative hearings to the subcommittees.

ARTICLE XV

DEPARTMENT OF NATURAL RESOURCES

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of natural resources for the fiscal year ending September 30, 2014, from the following funds:

DEPARTMENT OF NATURAL RESOURCES			
APPROPRIATION SUMMARY			
Full-time equated unclassified positions	6.0		
Full-time equated classified positions	2,134.3		
GROSS APPROPRIATION		$	342,988,900
Interdepartmental grant revenues:			
Total interdepartmental grants and intradepartmental transfers			1,412,300
ADJUSTED GROSS APPROPRIATION		$	341,576,600
Federal revenues:			
Total federal revenues			67,127,300
Special revenue funds:			
Total private revenues			7,237,200
Total other state restricted revenues			241,925,500
State general fund/general purpose		$	25,286,600
State general fund/general purpose schedule:			
Ongoing state general fund/general purpose	24,686,600		
One-time state general fund/general purpose	600,000		
FUND SOURCE SUMMARY:			
Full-time equated unclassified positions	6.0		
Full-time equated classified positions	2,134.3		
GROSS APPROPRIATION		$	342,988,900
Interdepartmental grant revenues:			
IDG, land acquisition services-to-work orders			225,000
IDG, MacMullan conference center revenue			1,187,300
Total interdepartmental grants and intradepartmental transfers			1,412,300
ADJUSTED GROSS APPROPRIATION		$	341,576,600
Federal revenues:			
Federal funds			67,127,300
Total federal revenues			67,127,300
Special revenue funds:			
Private - Mann house trust fund			15,000
Private funds			7,222,200
Total private revenues			7,237,200
Aircraft fees			306,400
Cervidae licensing and inspection fees			134,200
Clean Michigan initiative fund			28,500
Commercial forest fund			26,200
Forest development fund			31,020,000
Forest land user charges			325,100
Forest recreation account			2,168,900
Game and fish protection fund			71,410,500
Game and fish protection fund - deer habitat reserve			2,175,200
Game and fish protection fund - fisheries settlement			938,000
Game and fish protection fund - turkey permit fees			1,067,000
Game and fish protection fund - waterfowl fees			95,200
Game and fish protection fund - wildlife resource protection fund			1,119,200
Game and fish protection fund - youth hunting and fishing education and outreach fund			30,800
History fees fund			225,000
Land exchange facilitation fund			5,981,300
Local public recreation facilities fund			859,500
Mackinac Island state park fund			1,810,200

		For Fiscal Year Ending Sept. 30, 2014
Mackinac Island state park operation fund	$	190,000
Marine safety fund		3,509,500
Michigan heritage publications fund		53,100
Michigan natural resources trust fund		1,233,600
Michigan state parks endowment fund		26,880,400
Michigan state waterways fund		20,776,700
Michigan trailways fund		15,000
Museum operations fund		579,700
Nongame wildlife fund		520,100
Off-road vehicle safety education fund		199,600
Off-road vehicle trail improvement fund		5,942,400
Park improvement fund		43,738,100
Permanent snowmobile trail easement fund		700,000
Public use and replacement deed fees		30,000
Recreation improvement account		1,020,200
Recreation passport fees		6,285,100
Snowmobile registration fee revenue		1,464,900
Snowmobile trail improvement fund		9,035,200
Sportsmen against hunger fund		30,700
Total other state restricted revenues		241,925,500
State general fund/general purpose	$	25,286,600

Sec. 102. EXECUTIVE OPERATIONS

Full-time equated unclassified positions 6.0		
Full-time equated classified positions 11.6		
Natural resources commission	$	77,100
Unclassified salaries—6.0 FTE positions		707,000
Executive direction—11.6 FTE positions		2,109,000
GROSS APPROPRIATION	$	2,893,100
Appropriated from:		
Special revenue funds:		
Forest development fund		341,100
Forest land user charges		4,900
Forest recreation account		18,000
Game and fish protection fund		1,234,600
Game and fish protection fund - deer habitat reserve		26,200
Game and fish protection fund - turkey permit fees		14,200
Game and fish protection fund - waterfowl fees		400
Game and fish protection fund - wildlife resource protection fund		15,200
Land exchange facilitation fund		18,700
Marine safety fund		27,900
Michigan natural resources trust fund		1,400
Michigan state parks endowment fund		209,400
Michigan state waterways fund		168,000
Nongame wildlife fund		5,400
Off-road vehicle trail improvement fund		67,500
Park improvement fund		432,300
Recreation improvement account		3,400
Snowmobile registration fee revenue		12,400
Snowmobile trail improvement fund		20,400
Sportsmen against hunger fund		100
State general fund/general purpose	$	271,600

Sec. 103. DEPARTMENT INITIATIVES

Great Lakes restoration initiative	$	5,500,000
Summer youth initiative		2,500,000
GROSS APPROPRIATION	$	8,000,000

		For Fiscal Year Ending Sept. 30, 2014
Appropriated from:		
Federal revenues:		
Federal funds	$	5,500,000
Special revenue funds:		
State general fund/general purpose	$	2,500,000

Sec. 104. DEPARTMENT SUPPORT SERVICES

Full-time equated classified positions 105.5		
Finance and operations—101.5 FTE positions	$	16,573,900
Accounting service center		1,423,300
Legal services—4.0 FTE positions		571,100
Building occupancy charges		3,105,300
Rent - privately owned property		488,400
Gifts and pass-through transactions		5,000,000
GROSS APPROPRIATION	$	27,162,000
Appropriated from:		
Interdepartmental grant revenues:		
IDG, land acquisition services-to-work orders		225,000
Federal revenues:		
Federal funds		228,200
Special revenue funds:		
Private funds		5,000,000
Clean Michigan initiative fund		28,500
Forest development fund		2,235,000
Forest land user charges		11,400
Forest recreation account		61,800
Game and fish protection fund		6,414,500
Game and fish protection fund - deer habitat reserve		194,900
Game and fish protection fund - turkey permit fees		118,400
Game and fish protection fund - waterfowl fees		3,300
Game and fish protection fund - wildlife resource protection fund		34,400
Land exchange facilitation fund		5,839,900
Local public recreation facilities fund		88,200
Marine safety fund		362,500
Michigan natural resources trust fund		1,210,400
Michigan state parks endowment fund		585,400
Michigan state waterways fund		497,800
Nongame wildlife fund		18,700
Off-road vehicle trail improvement fund		72,300
Park improvement fund		1,181,400
Public use and replacement deed fees		30,000
Recreation improvement account		16,800
Snowmobile registration fee revenue		71,300
Snowmobile trail improvement fund		135,700
Sportsmen against hunger fund		400
State general fund/general purpose	$	2,495,800

Sec. 105. COMMUNICATION AND CUSTOMER SERVICES

Full-time equated classified positions 132.3		
Marketing and outreach—82.3 FTE positions	$	13,979,900
Michigan historical center—35.0 FTE positions		3,667,700
Archives—8.0 FTE positions		857,200
Museum stores—6.0 FTE positions		579,700
Special programs (Mann house)—1.0 FTE position		25,500
GROSS APPROPRIATION	$	19,110,000
Appropriated from:		
Federal revenues:		
Federal funds		2,055,700

		For Fiscal Year Ending Sept. 30, 2014
Special revenue funds:		
Private - Mann house trust fund	$	15,000
Private funds		383,200
Forest development fund		128,200
Forest recreation account		15,900
Game and fish protection fund		8,574,900
Game and fish protection fund - youth hunting and fishing education and outreach fund		30,200
History fees fund		225,000
Land exchange facilitation fund		44,600
Marine safety fund		34,500
Michigan heritage publications fund		53,100
Michigan state parks endowment fund		86,400
Michigan state waterways fund		142,600
Museum operations fund		579,700
Nongame wildlife fund		10,400
Off-road vehicle safety education fund		56,600
Off-road vehicle trail improvement fund		30,000
Park improvement fund		2,520,200
Recreation passport fees		23,000
Snowmobile registration fee revenue		61,300
Snowmobile trail improvement fund		43,900
Sportsmen against hunger fund		29,600
State general fund/general purpose	$	3,966,000

Sec. 106. WILDLIFE MANAGEMENT

Full-time equated classified positions 222.5		
Wildlife management—210.5 FTE positions	$	30,615,500
Natural resources heritage—9.0 FTE positions		986,000
State game and wildlife area maintenance—3.0 FTE positions		757,600
GROSS APPROPRIATION	$	32,359,100
Appropriated from:		
Federal revenues:		
Federal funds		16,161,700
Special revenue funds:		
Private funds		183,100
Cervidae licensing and inspection fees		82,700
Forest development fund		75,200
Game and fish protection fund		10,892,600
Game and fish protection fund - deer habitat reserve		1,803,700
Game and fish protection fund - turkey permit fees		868,600
Game and fish protection fund - waterfowl fees		87,800
Nongame wildlife fund		447,800
State general fund/general purpose	$	1,755,900

Sec. 107. FISHERIES MANAGEMENT

Full-time equated classified positions 219.0		
Aquatic resource mitigation—2.0 FTE positions	$	938,000
Fish production—62.0 FTE positions		9,161,400
Fisheries resource management—155.0 FTE positions		20,033,600
Cormorant population mitigation program		100,000
GROSS APPROPRIATION	$	30,233,000
Appropriated from:		
Federal revenues:		
Federal funds		11,262,200
Special revenue funds:		
Private funds		131,200
Game and fish protection fund		17,701,600
Game and fish protection fund - fisheries settlement		938,000
State general fund/general purpose	$	200,000

		For Fiscal Year Ending Sept. 30, 2014
Sec. 108. LAW ENFORCEMENT		
Full-time equated classified positions 242.0		
General law enforcement—242.0 FTE positions	$	34,387,200
GROSS APPROPRIATION	$	34,387,200
Appropriated from:		
Federal revenues:		
Federal funds		5,726,700
Special revenue funds:		
Cervidae licensing and inspection fees		51,500
Forest development fund		43,700
Forest recreation account		70,000
Game and fish protection fund		17,718,600
Game and fish protection fund - wildlife resource protection fund		1,015,700
Marine safety fund		1,538,000
Michigan state parks endowment fund		68,600
Michigan state waterways fund		20,700
Off-road vehicle safety education fund		93,800
Off-road vehicle trail improvement fund		1,597,000
Park improvement fund		70,000
Snowmobile registration fee revenue		766,400
State general fund/general purpose	$	5,606,500
Sec. 109. PARKS AND RECREATION DIVISION		
Full-time equated classified positions 887.9		
MacMullan conference center—15.0 FTE positions	$	1,187,300
Recreational boating—163.5 FTE positions		16,774,300
State parks—661.4 FTE positions		58,883,100
Forest recreation—48.0 FTE positions		5,613,100
State parks improvement revenue bonds - debt service		1,157,000
GROSS APPROPRIATION	$	83,614,800
Appropriated from:		
Interdepartmental grant revenues:		
IDG, MacMullan conference center revenue		1,187,300
Federal revenues:		
Federal funds		3,188,100
Special revenue funds:		
Private funds		411,900
Forest recreation account		1,933,800
Michigan state parks endowment fund		19,041,400
Michigan state waterways fund		14,183,800
Michigan trailways fund		14,900
Off-road vehicle safety education fund		7,100
Off-road vehicle trail improvement fund		1,383,300
Park improvement fund		38,286,900
Recreation improvement account		322,800
Recreation passport fees		262,100
Snowmobile registration fee revenue		15,200
Snowmobile trail improvement fund		1,405,800
State general fund/general purpose	$	1,970,400
Sec. 110. MACKINAC ISLAND STATE PARK COMMISSION		
Full-time equated classified positions 15.0		
Historical facilities system—13.0 FTE positions	$	1,810,200
Mackinac Island state park operations—2.0 FTE positions		190,000
GROSS APPROPRIATION	$	2,000,200
Appropriated from:		
Special revenue funds:		
Mackinac Island state park fund		1,810,200
Mackinac Island state park operation fund		190,000
State general fund/general purpose	$	0

		For Fiscal Year Ending Sept. 30, 2014
Sec. 111. FOREST RESOURCES DIVISION		
Full-time equated classified positions 298.5		
Adopt-a-forest program	$	25,000
Cooperative resource programs—11.0 FTE positions		1,296,500
Forest management and timber market development—148.0 FTE positions		22,298,400
Forest fire equipment		81,500
Wildfire protection—108.0 FTE positions		13,012,000
Forest management initiatives—8.5 FTE positions		813,900
Minerals management—23.0 FTE positions		3,027,700
GROSS APPROPRIATION	$	40,555,000
Appropriated from:		
Federal revenues:		
Federal funds		3,033,400
Special revenue funds:		
Private funds		1,012,800
Aircraft fees		306,400
Commercial forest fund		23,700
Forest development fund		26,742,900
Forest land user charges		270,800
Game and fish protection fund		2,150,800
Michigan state parks endowment fund		2,552,400
Michigan state waterways fund		48,800
State general fund/general purpose	$	4,413,000
Sec. 112. GRANTS		
Dam management grant program	$	350,000
Deer habitat improvement partnership initiative		50,000
Federal - clean vessel act grants		400,000
Federal - forest stewardship grants		3,125,000
Federal - land and water conservation fund payments		2,566,900
Federal - rural community fire protection		300,000
Federal - urban forestry grants		3,024,000
Fisheries habitat improvement grants		1,255,600
Grants to communities - federal oil, gas, and timber payments		3,450,000
Grants to counties - marine safety		3,124,700
National recreational trails		3,900,000
Off-road vehicle safety training grants		29,200
Off-road vehicle trail improvement grants		2,776,400
Recreation improvement fund grants		657,100
Recreation passport local grants		771,300
Snowmobile law enforcement grants		495,100
Snowmobile local grants program		7,340,400
Trail easements		700,000
Wildlife habitat improvement grants		941,700
Wildlife habitat improvement grants in state forests		313,900
GROSS APPROPRIATION	$	35,571,300
Appropriated from:		
Federal revenues:		
Federal funds		18,333,300
Special revenue funds:		
Private funds		100,000
Game and fish protection fund		2,511,200
Game and fish protection fund - deer habitat reserve		50,000
Local public recreation facilities fund		771,300
Marine safety fund		1,457,300
Off-road vehicle safety education fund		29,200
Off-road vehicle trail improvement fund		2,776,400
Permanent snowmobile trail easement fund		700,000

		For Fiscal Year Ending Sept. 30, 2014
Recreation improvement account	$	657,100
Snowmobile registration fee revenue		495,100
Snowmobile trail improvement fund		7,340,400
State general fund/general purpose	$	350,000

Sec. 113. INFORMATION TECHNOLOGY

Information technology services and projects	$	10,087,600
GROSS APPROPRIATION	$	10,087,600
Appropriated from:		
Special revenue funds:		
Commercial forest fund		2,500
Forest development fund		1,453,900
Forest land user charges		38,000
Forest recreation account		69,400
Game and fish protection fund		4,211,700
Game and fish protection fund - deer habitat reserve		100,400
Game and fish protection fund - turkey permit fees		65,800
Game and fish protection fund - waterfowl fees		3,700
Game and fish protection fund - wildlife resource protection fund		53,900
Game and fish protection fund - youth hunting and fishing education and outreach fund		600
Land exchange facilitation fund		78,100
Marine safety fund		89,300
Michigan natural resources trust fund		21,800
Michigan state parks endowment fund		836,800
Michigan state waterways fund		437,400
Michigan trailways fund		100
Nongame wildlife fund		37,800
Off-road vehicle safety education fund		12,900
Off-road vehicle trail improvement fund		15,900
Park improvement fund		1,247,300
Recreation improvement account		20,100
Snowmobile registration fee revenue		43,200
Snowmobile trail improvement fund		89,000
Sportsmen against hunger fund		600
State general fund/general purpose	$	1,157,400

Sec. 114. CAPITAL OUTLAY

(1) STATE PARK AND FOREST AREA IMPROVEMENTS

State parks repair and maintenance	$	9,500,000
GROSS APPROPRIATION	$	9,500,000
Appropriated from:		
Special revenue funds:		
Michigan state parks endowment fund		3,500,000
Recreation passport fees		6,000,000
State general fund/general purpose	$	0

(2) WATERWAYS BOATING PROGRAM

Infrastructure improvements - local projects	$	737,000
State infrastructure improvement and land acquisition		2,540,900
Presque Isle, Marquette County, removal and reconstruction of boat launch, phase I (total authorized cost is $402,400; state share is $201,200; local share is $201,200)		201,200
Munising, Alger County, east breakwall extension, phase I (total authorized cost is $874,800; state share is $437,400; local share is $437,400)		437,400
Fayette state park, snail shell harbor, Delta County, continuation of phase I to expand the existing broadside dock (total authorized cost is increased from $400,000 to $850,000; federal share is increased from $300,000 to $500,000; state share is increased from $100,000 to $350,000)		450,000
Selfridge boating access site, Macomb County, phase II, storm water management improvements, new entrance and parking lot/traffic flow reconfigurations (total authorized cost increased from $2,000,000 to $3,300,000; federal share is increased from $1,500,000 to $1,988,000; state share is increased from $500,000 to $1,312,000)		1,300,000

		For Fiscal Year Ending Sept. 30, 2014
South Higgins state park, Roscommon County, new entrance, launch ramp, maneuver area, and parking lot/traffic flow configurations (total authorized cost is increased from $250,900 to $1,000,000; state share is increased from $250,900 to $1,000,000)	$	749,100
Manistique, Schoolcraft County, marina improvements, floating docks, replacement of bin-walls, phase III (total authorized cost is increased from $2,660,000 to $3,660,000; state share is increased from $1,330,000 to $1,830,000; local share is increased from $1,330,000 to $1,830,000)		500,000
GROSS APPROPRIATION	$	6,915,600
Appropriated from:		
Federal revenues:		
Federal funds		1,638,000
Special revenue funds:		
Michigan state waterways fund		5,277,600
State general fund/general purpose	$	0

Sec. 115. ONE-TIME BASIS ONLY APPROPRIATIONS

Conservation officer training	$	600,000
GROSS APPROPRIATION	$	600,000
Appropriated from:		
State general fund/general purpose	$	600,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2013-2014

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2013-2014 is $267,212,100.00 and state spending from state resources to be paid to local units of government for fiscal year 2013-2014 is $5,109,400.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF NATURAL RESOURCES		
GRANTS		
Dam management grant program	$	175,000
Grants to counties - marine safety		1,457,300
Off-road vehicle safety training grants		29,200
Off-road vehicle trail improvement grants		240,200
Recreation improvement fund grants		65,700
Recreation passport local grants		771,300
Snowmobile law enforcement grants		495,100
CAPITAL OUTLAY		
Waterways boating program	$	1,875,600
TOTAL	$	5,109,400

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

Sec. 203. As used in this article:

(a) “Commission” means the natural resources commission.

(b) “Department” means the department of natural resources.

(c) “FTE” means full-time equated.

(d) “IDG” means interdepartmental grant.

(e) “IDT” means intradepartmental transfer.

Sec. 205. Unless otherwise specified, the department shall use the Internet to fulfill the reporting requirements of this act. This requirement may include transmission of reports via electronic mail to the recipients identified for each reporting requirement, or it may include placement of reports on an Internet or Intranet site.

Sec. 206. Appropriations of state restricted game and fish protection funds have been made in the following amounts to the following departments and agencies in their respective appropriation acts:

Legislative auditor general	$	29,300
Attorney general		838,000
Department of treasury		2,337,400

Sec. 207. Pursuant to section 43703(3) of the natural resources and environmental protection act, 1994 PA 451, MCL 324.43703, there is appropriated from the game and fish protection trust fund to the game and fish protection account of the Michigan conservation and recreation legacy fund, $6,000,000.00 for the fiscal year ending September 30, 2014.

Sec. 210. Funds appropriated in part 1 shall not be used for the purchase of foreign goods or services, or both, if competitively priced and of comparable quality American goods or services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses if they are competitively priced and of comparable quality. In addition, preference should be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.

Sec. 211. The director of the department shall take all reasonable steps to ensure businesses in deprived and depressed communities compete for and perform contracts to provide services or supplies, or both. The director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 212. The department shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.

Sec. 214. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 215. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $3,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this act under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

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

Sec. 217. The department and agencies receiving appropriations in part 1 shall receive and retain copies of all reports funded from appropriations in part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The department may electronically retain copies of reports unless otherwise required by federal and state guidelines.

Sec. 218. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the senate and house appropriations committees, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

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

Sec. 220. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees, and the senate and house fiscal agencies.

Sec. 222. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2013 and September 30, 2014.

Sec. 223. Before January 31, 2014, the department, in cooperation with the Michigan state waterways commission, shall provide to the state budget director, the senate and house appropriations subcommittees on natural resources, and the senate and house fiscal agencies a list of projects completed by the commission in fiscal year 2012-2013, including the county and municipality in which each project is located.

Sec. 233. On a quarterly basis, the department shall report on the number of FTEs in pay status by civil service classification to the senate and house appropriations subcommittees on natural resources and environment and the senate and house fiscal agencies.

Sec. 234. The department shall cooperate with the department of technology, management, and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following:

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

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

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

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

(e) Job specifications and wage rates.

Sec. 235. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks, and regularly updates key metrics that are used to monitor and improve the agency's performance.

Sec. 236. No state department or agency shall issue a request for proposal (RFP) for a contract in excess of $5,000,000.00, unless the department or agency has first considered issuing a request for information (RFI) or a request for qualification (RFQ) relative to that contract to better enable the department or agency to learn more about the market for the products or services that are the subject of the future RFP. The department or agency shall notify the department of technology, management, and budget of the evaluation process used to determine if an RFI or RFQ was not necessary prior to issuing the RFP.

DEPARTMENT SUPPORT SERVICES

Sec. 302. The department may charge land acquisition projects appropriated for the fiscal year ending September 30, 2014, and for prior fiscal years, a standard percentage fee to recover actual costs, and may use the revenue derived to support the land acquisition service charges provided for in part 1.

Sec. 303. As appropriated in part 1, the department may charge both application fees and transaction fees related to the exchange or sale of state-owned land or rights in land authorized by part 21 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.2101 to 324.2162. The fees shall be set by the director of the department at a rate which allows the department to recover its costs for providing these services.

COMMUNICATION AND CUSTOMER SERVICES

Sec. 404. For the purposes of administering the museum store as provided in section 7a of 1913 PA 271, MCL 399.7a, the department is exempt from section 261 of the management and budget act, 1984 PA 431, MCL 18.1261.

Sec. 405. As appropriated in part 1, proceeds in excess of costs incurred in the conduct of auctions, sales, or transfers of artifacts no longer considered suitable for the collections of the state historical museum may be expended upon receipt for additional material for the collection. The department shall notify the chairpersons, vice chairpersons, and minority vice chairpersons of the senate and house appropriations subcommittees on natural resources 1 week prior to any auctions or sales. Any unexpended funds may be carried forward into the next succeeding fiscal year.

Sec. 406. As appropriated in part 1, funds collected by the department for historical markers; document reproduction and services; conferences, admissions, workshops, and training classes; and the use of specialized equipment, facilities, exhibits, collections, and software shall be used for expenses necessary to provide the required services. The department may charge fees for the aforementioned services, including admission fees. Any unexpended funds may be carried forward into the next succeeding fiscal year.

Sec. 408. By October 21, 2013, the department shall submit to the senate and house appropriations subcommittees on natural resources a report on all land transactions approved by the commission in the fiscal year ending September 30, 2013. For each land transaction, the report shall include the size of the parcel, the county and municipality in which the parcel is located, the dollar amount of the transaction, the fund source affected by the transaction, and whether the transaction is by purchase, public auction, transfer, exchange, or conveyance.

Sec. 409. By January 1, 2014, the department shall produce a report identifying active oil and gas leases entered into before July 1995 which are larger than 160 acres in size and where the acreage held in a producing unit is less than or equal to 1/4 of the total lease acreage.

WILDLIFE DIVISION

Sec. 503. From the funds appropriated in part 1, the department shall produce a report detailing any efforts undertaken to enforce the invasive species order on swine raised under the husbandry of residents of this state. The report shall include fund sources used and the amount of expenditures and shall be submitted to the legislature by December 31, 2013.

Sec. 504. From the funds appropriated in part 1, the department shall provide a report to the legislature on the use of registration fees collected from privately owned cervid operations. Appropriations in part 1 from cervidae licensing and inspection fees shall not be used for anything other than work directly related to the regulation of privately owned cervids in this state.

FISHERIES DIVISION

Sec. 601. (1) From the appropriation in part 1 for aquatic resource mitigation, not more than $758,000.00 shall be allocated for grants to watershed councils, resource development councils, soil conservation districts, local governmental units, and other nonprofit organizations for stream habitat stabilization and soil erosion control.

(2) The fisheries division in the department shall develop priority and cost estimates for all projects recommended for grants under subsection (1).

Sec. 602. As a condition of expenditure of fisheries management appropriations under part 1, the department of natural resources shall not impede the certification process for water control structures on Michigan waterways. The department of natural resources shall fund from funds appropriated in part 1 all non-water-quality studies or requirements that the department requests of either of the following:

(a) The department of environmental quality as a condition for issuance of a certification under section 401 of the federal water pollution control act, 33 USC 1341.

(b) The federal energy regulatory commission as a condition of licensing under the federal power act, 16 USC 791a to 825r.

Sec. 603. The department shall provide a quarterly report to the legislature on use of funding provided for cormorant management. The department shall use general fund/general purpose revenue for this purpose and submit revenue appropriated in this article for cormorant management to the United States department of agriculture animal and plant health inspection service to allow for increased taking of cormorants and their nests.

PARKS AND RECREATION DIVISION

Sec. 702. The department shall notify the house and senate appropriations subcommittees on natural resources and the house and senate fiscal agencies if it intends to reduce operations or reduce recreation opportunities in any state park or recreation area.

Sec. 703. The department shall work with the state transportation department, local officials, and local landowners to investigate options of routing and flow of traffic on the Soo-Raco trail through Brimley.

FOREST RESOURCES DIVISION

Sec. 802. Of the funds appropriated in part 1, the department shall, subject to the forest certification process, prescribe treatment on 79,000 acres, prepare appropriate treatment for not less than 67,500 acres at the current average rate of 12.5 to 15 cords per acre, and offer those cords for sale in the 2013-2014 fiscal year, provided that the department shall take into consideration the impact of timber harvesting on wildlife habitat and recreation uses. The department shall, subject to the forest certification process, increase marking or treatment of hardwood timber for sale and harvest by 10% over 2012-2013 fiscal year levels. In addition, the department shall take into consideration silvicultural analysis and report annually to the legislature on plans and efforts to address factors limiting management of timber. The department shall increase the number of prepared acres if it appears that regional market demand requires increased volumes of harvested timber. The department shall provide quarterly reports on the number of acres treated, pursuant to this section, to the senate and house appropriations subcommittees on natural resources and the standing committees of the senate and house of representatives with primary responsibility for natural resources issues. The department shall complete and deliver these reports no later than 45 days after the end of the fiscal quarter.

Sec. 803. In addition to the money appropriated in this article, the department may receive and expend money from federal sources for the purpose of providing response to wildfires as required by a compact with the federal government. If additional expenditure authorization is required, the department shall notify the state budget office that expenditure under this section is required. The department shall notify the house and senate appropriations subcommittees on natural resources and the house and senate fiscal agencies of the expenditures under this section by November 1, 2014.

Sec. 804. The department shall continue to work cooperatively with horseback riding interests to maximize riding opportunities in the state.

Sec. 805. The department shall spend amounts appropriated in part 1 for forest-related activities to employ or contract for sufficient foresters to mark timber, pursuant to section 802.

Sec. 807. (1) In addition to the funds appropriated in part 1, there is appropriated from the disaster and emergency contingency fund up to $800,000.00 to cover costs related to any disaster as defined in section 2 of the emergency management act, 1976 PA 390, MCL 30.402.

(2) Funds appropriated under subsection (1) shall not be expended unless the state budget director recommends the expenditure and the department notifies the house and senate committees on appropriations. By December 1 each year, the department shall provide a report to the senate and house fiscal agencies and the state budget office on the use of the disaster and emergency contingency fund during the prior fiscal year.

(3) If federal emergency management agency (FEMA) reimbursement is approved for costs paid from the disaster and emergency contingency fund, the federal revenue shall be deposited into the disaster and emergency contingency fund.

(4) Unexpended and unencumbered funds remaining in the disaster and emergency contingency fund at the close of the fiscal year shall not lapse to the general fund and shall be carried forward and be available for expenditures in subsequent fiscal years.

LAW ENFORCEMENT

Sec. 901. The appropriation in part 1 for snowmobile law enforcement grants shall be used by the department to provide grants to county law enforcement agencies to enforce part 821 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.82101 to 324.82160, including rules promulgated under that part and ordinances enacted pursuant to that part. The department shall consider the number of enforcement hours and the number of miles of snowmobile trails in each county in allocating these grants. Any funds not distributed to counties revert back to the snowmobile registration fee subaccount created under section 82111 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.82111. Counties shall provide semiannual reports to the department on the use of grant money received under this section.

Sec. 902. The department shall provide a report on the marine safety grant program to the senate and house appropriations subcommittees on natural resources and the senate and house fiscal agencies by December 1, 2013. The report shall include the following information for the preceding year: the total amount of revenue received for watercraft registrations, the amount deposited into the marine safety fund, and the expenditures made from the marine safety fund, including the amounts expended for department administration, other state agencies, the law enforcement division, and grants to counties. The report shall also include the distribution methodology used by the department to distribute the marine safety grants and a list of the grants and the amounts awarded by county.

GRANTS

Sec. 1001. Federal pass-through funds to local institutions and governments that are received in amounts in addition to those included in part 1 for grants to communities - federal oil, gas, and timber payments and that do not require additional state matching funds are appropriated for the purposes intended. By November 30, 2013, the department shall report to the senate and house appropriations subcommittees on natural resources, the senate and house fiscal agencies, and the state budget director on all amounts appropriated under this section during the fiscal year ending September 30, 2013.

Sec. 1002. Subject to part 811 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.81101 to 324.81150, from the funds appropriated in part 1 for off-road vehicle trail improvements grants, not less than $980,000.00 shall be spent on the development of new trails in accordance with the off-road vehicle trail expansion plan submitted to the legislature pursuant to section 807 of article 14 of 2005 PA 154.

CAPITAL OUTLAY

Sec. 1101. The appropriation made in this article for the harbors and docks program is for the purpose of participating with the federal government and assisting local units of government, public colleges and universities, or other governmental entities in this state with the construction and improvement of recreational boating facilities within this state. Subject to the approval of the state administrative board, this money shall be allocated by the department to the federal government, or to the governmental entities involved in the particular projects. An allocation shall not exceed the state portion as listed with each project description. The department shall take the steps necessary to match federal money available for the construction and improvement of recreational boating facilities within the state, and to meet requirements of the federal government.

Sec. 1102. (1) The director of the department shall allocate lump-sum appropriations to the department made in this act consistent with statutory provisions and the purposes for which funds were appropriated. Lump-sum allocations shall address priority program or facility needs and may include, but are not limited to, design, construction, remodeling and addition, special maintenance, major special maintenance, energy conservation, and demolition.

(2) The state budget director may authorize that funds appropriated for lump-sum appropriations shall be available for no more than 3 fiscal years following the fiscal year in which the original appropriation was made. Any remaining balance from allocations made in this section shall lapse to the fund from which it was appropriated pursuant to the lapsing of funds as provided in the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 1103. The appropriations in part 1 for capital outlay shall be carried forward at the end of the fiscal year consistent with the provisions of section 248 of the management and budget act, 1984 PA 431, MCL 18.1248.

Sec. 1104. The department shall seek reimbursement from the United States army corps of engineers for costs related to the emergency dredging of harbors under the jurisdiction of the corps of engineers. If the corps of engineers reimburses this state for any costs incurred from the appropriation for emergency dredging, the federal revenue shall be deposited in the waterways account of the Michigan conservation and recreation legacy fund established under section 40 of article IX of the state constitution of 1963.

PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 1201. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2015 for the line items listed in part 1. The fiscal year 2014-2015 appropriations are anticipated to be the same as those for fiscal year 2013-2014, except that the line items will be adjusted for changes in caseload and related costs, federal fund match rates, economic factors, and available revenue. These adjustments will be determined after the January 2014 consensus revenue estimating conference.

Sec. 1202. It is the intent of the legislature that the department identify the amounts for normal retirement costs and legacy retirement costs for the fiscal year ending on September 30, 2015 for the line items listed in part 1.

ARTICLE XVI

DEPARTMENT OF STATE POLICE

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of state police are appropriated for the fiscal year ending September 30, 2014, from the funds indicated in this part. The following is a summary of the appropriations in this part:

DEPARTMENT OF STATE POLICE

APPROPRIATION SUMMARY		
Full-time equated unclassified positions	3.0	
Full-time equated classified positions	2,931.0	
GROSS APPROPRIATION		$ 606,819,000
Total interdepartmental grants and intradepartmental transfers		25,219,700
Schedule of interdepartmental grant revenue sources:		
IDG, training academy charges	2,711,600	
IDG-MDOC, contract	183,900	
IDG-MDOS	360,700	
IDG-MDOT, state trunkline fund	11,258,700	
IDG-MDTR, casino gaming fees	5,956,900	
IDG-MDTR, emergency telephone fund coordinator	665,400	
IDG-MDTR, emergency telephone fund operations	721,200	
IDT, auto theft funds	716,600	
IDT, Michigan justice training fund	1,050,000	
IDT, truck safety fund	1,594,700	
ADJUSTED GROSS APPROPRIATION		$ 581,599,300
Total federal revenues		98,846,100
Schedule of federal revenue sources:		
DHS	51,755,800	
DOJ	13,909,000	
DOJ interest bearing	8,139,400	
DOT	23,467,100	

		For Fiscal Year Ending Sept. 30, 2014
Federal investigations - reimbursed services	1,060,800	
Federal narcotics investigation revenues	514,000	
Total local revenues		$ 6,967,500
Schedule of local revenue sources:		
Local - AFIS fees	81,400	
Local - LEIN fees	1,016,600	
Local - MPSCS subscriber and maintenance fees	2,183,000	
Local - reimbursed services	2,012,500	
Local - school bus revenue	1,674,000	
Total private revenues		239,700
Schedule of private revenue sources:		
Private donations	239,700	
Total state restricted revenues		122,071,700
Schedule of state restricted revenues:		
Auto theft prevention fund	7,289,400	
Criminal justice information center service fees	18,333,800	
Concealed weapons enforcement fee	100,000	
Drunk driving prevention and training fund	1,402,200	
Forensic science reimbursement fees	1,483,300	
Forfeiture funds	93,500	
Hazardous materials training center fees	1,167,100	
Highway safety fund	12,906,800	
Licensing fees	9,100	
Michigan justice training fund	8,459,300	
Michigan merit award trust fund	750,000	
Motor carrier fees	4,616,900	
Narcotics investigation revenues	791,600	
Nuclear plant emergency planning reimbursement	2,647,000	
Precision driving track fees	311,700	
Reimbursed services	640,600	
Rental of department aircraft	57,600	
Secondary road patrol and training fund	12,261,200	
Sex offender registration fund	300,900	
State forensic laboratory fund	1,721,300	
State police service fees	2,197,900	
State services fee fund	11,666,600	
Tobacco tax revenue	4,190,700	
Traffic crash revenue	332,900	
Traffic law enforcement and safety fund	26,321,600	
Trooper school recruitment fund	1,100	
Truck driver safety fund	2,017,600	
State general fund/general purpose		$ 353,474,300
State general fund/general purpose schedule:		
Ongoing state general fund/general purpose	346,912,400	
One-time state general fund/general purpose	6,561,900	

Sec. 102. EXECUTIVE DIRECTION

Full-time equated unclassified positions	3.0	
Full-time equated classified positions	37.0	
Unclassified positions		$ 707,000
Executive direction		5,399,100
GROSS APPROPRIATION		$ 6,106,100
Appropriated from:		
Interdepartmental grant revenues		43,400
State restricted revenues		847,700
State general fund/general purpose		$ 5,215,000
Schedule of programs:		
Executive direction	2,969,100	
Special operations and events	2,430,000	

		For Fiscal Year Ending Sept. 30, 2014
Sec. 103. SCIENCE, TECHNOLOGY, AND TRAINING		
Full-time equated classified positions	200.0	
Science, technology, and training		$ 75,769,000
GROSS APPROPRIATION		$ 75,769,000
Appropriated from:		
Interdepartmental grant revenues		5,581,500
Federal revenues		4,828,000
Local revenues		3,239,600
State restricted revenues		28,501,100
State general fund/general purpose		$ 33,618,800
Schedule of programs:		
Training	11,923,700	
Establishing and maintaining law enforcement standards	10,030,100	
Criminal history systems	16,016,600	
Information technology services and projects	23,160,900	
Michigan public safety communications system	14,637,700	
Sec. 104. FORENSIC SCIENCES		
Full-time equated classified positions	265.0	
Forensic sciences		$ 43,027,000
GROSS APPROPRIATION		$ 43,027,000
Appropriated from:		
Federal revenues		5,168,100
State restricted revenues		14,588,200
State general fund/general purpose		$ 23,270,700
Schedule of programs:		
Forensics	43,027,000	
Sec. 105. UNIFORM SERVICES		
Full-time equated classified positions	1,560.0	
Uniform services		$ 223,803,400
GROSS APPROPRIATION		$ 223,803,400
Appropriated from:		
State restricted revenues		41,081,000
State general fund/general purpose		$ 182,722,400
Schedule of programs:		
Traffic safety and enforcement	219,266,800	
Security at events	1,200,000	
Capitol security	2,536,600	
Michigan international speedway traffic control	800,000	
Sec. 106. SPECIALIZED SERVICES		
Full-time equated classified positions	699.0	
Specialized services		$ 107,927,400
GROSS APPROPRIATION		$ 107,927,400
Appropriated from:		
Interdepartmental grant revenues		18,688,300
Federal revenues		14,076,800
Local revenues		3,663,400
Private revenues		239,700
State restricted revenues		10,489,600
State general fund/general purpose		$ 60,769,600
Schedule of programs:		
Specialty teams	25,737,300	
Criminal investigations	56,366,700	
Fire investigations	1,978,900	
Motor carrier enforcement	23,844,500	

		For Fiscal Year Ending Sept. 30, 2014
Sec. 107. SUPPORT SERVICES		
Full-time equated classified positions	170.0	
Support services		$ 143,624,200
GROSS APPROPRIATION		$ 143,624,200
Appropriated from:		
Interdepartmental grant revenues		906,500
Federal revenues		74,773,200
Local revenues		64,500
State restricted revenues		26,564,100
State general fund/general purpose		$ 41,315,900
Schedule of programs:		
Support services	57,277,600	
State emergency center operations and preparedness	59,194,500	
Highway safety planning and awareness	16,087,900	
Secondary road patrol program	11,064,200	

Sec. 108. ONE-TIME BASIS ONLY APPROPRIATIONS	
At-post troopers - trooper school	$ 3,661,900
Grand Rapids forensics laboratory	400,000
Emergency response team vehicle replacement	350,000
Secondary road patrol program	150,000
Disaster and emergency contingency fund	2,000,000
GROSS APPROPRIATION	$ 6,561,900
Appropriated from:	
State general fund/general purpose	$ 6,561,900

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2013-2014

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2013-2014 is $475,546,000.00 and state spending from state resources to be paid to local units of government for fiscal year 2013-2014 is $16,187,600.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF STATE POLICE	
Science, technology, and training bureau	$ 3,930,700
Schedule of programs:	
Justice training grants	3,747,600
Training only to local units	183,100
Specialized services	653,300
Schedule of programs:	
Specialty teams	653,300
Support services	11,453,600
Schedule of programs:	
State emergency operations center and preparedness	500,000
Secondary road patrol	10,953,600
Secondary road patrol (1-time appropriation)	150,000
TOTAL	$ 16,187,600

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

Sec. 203. As used in this article:

(a) "AFIS" means the automated fingerprint identification system.

(b) "CJIC" means the criminal justice information center.

(c) "Department" means the department of state police.

(d) "DHS" means the United States department of homeland security.

(e) "DNA" means deoxyribonucleic acid.

(f) "DOJ" means the United States department of justice.

(g) "DOT" means the United States department of transportation.

(h) "DTMB" means the department of technology, management, and budget.

(i) "FEMA" means the federal emergency management agency.

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

(k) "IDG" means interdepartmental grant.

(*l*) "IDT" means intradepartmental transfer.

(m) "LEIN" means the law enforcement information network.

(n) "MCOLES" means Michigan commission on law enforcement standards.

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

(p) "MDOC" means the Michigan department of corrections.

(q) "MDOS" means the Michigan department of state.

(r) "MDOT" means the Michigan department of transportation.

(s) "MDTR" means the Michigan department of treasury.

(t) "MPSCS" means Michigan public safety communications system.

(u) "Subcommittees" means all members of the subcommittees of the senate and house standing committees on appropriations with jurisdiction over the budget for the department.

(v) "Work project" means a group of activities featuring a fixed duration, budget, and scope that is expected to cause a measurable change in the delivery, efficiency, or effectiveness of 1 or more operations.

Sec. 204. The following shall constitute the appropriations from part 1 for interdepartmental grant funds received by the department from sources outside the department: $2,711,600.00 from training academy charges; $183,900.00 from the department of corrections contract; $360,700.00 from the department of state; $11,258,700.00 from the department of transportation - state trunkline funds; $5,956,900.00 from casino gaming fees; $665,400.00 from the department of treasury - emergency telephone fund coordinator; and $721,200.00 from the department of treasury - emergency telephone fund operations.

Sec. 205. (1) The following shall constitute the appropriations from part 1 for interdepartmental grant funds made from the department to other departments: $1,484,800.00 to the department of environmental quality; $150,100.00 to the department of attorney general - justice training competitive grant; $800,500.00 to the judiciary - justice training competitive grant; $352,700.00 to the department of attorney general - operations; $650,000.00 to the department of military and veterans affairs - homeland security grant; $23,160,900.00 to DTMB - information technology services and projects; and $14,637,700.00 to DTMB - Michigan public safety communications systems.

(2) Based on the availability of federal funding and the demonstrated need as indicated by applications submitted to the state court administrative office, the department shall provide $1,500,000.00 in Byrne justice assistance grant program funding to the judiciary by interdepartmental grant.

Sec. 206. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $10,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(2) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $3,500,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

(4) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $200,000.00 for private contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 207. The department shall cooperate with the department of technology, management, and budget to maintain a searchable website that is accessible by the public at no cost that includes, but is not limited to, all of the following:

(a) Fiscal year-to-date expenditures by category.

(b) Fiscal year-to-date expenditures by appropriation unit.

(c) Fiscal year-to-date payments to a selected vendor, including the vendor name, payment date, payment amount, and payment description.

(d) The number of active department employees by job classification.

(e) Job specifications and wage rates.

Sec. 208. The department and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this act. This requirement may include transmission of reports via electronic mail to the recipients identified for each reporting requirement, or it may include placement of reports on an Internet or Intranet site.

Sec. 209. Funds appropriated in part 1 shall not be used for the purchase of foreign goods or services, or both, if competitively priced and of comparable quality American goods or services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference shall be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality. In addition, preference shall be given to goods or services, or both, that are manufactured or provided by Michigan small businesses that have veterans compose at least 35% of their total workforce. As used in this section, "veteran" means that term as defined in section 261 of the management and budget act, 1984 PA 431, MCL 18.1261. As used in this section, "small business" means that term as defined in section 7a of the administrative procedures act of 1969, 1969 PA 306, MCL 24.207a.

Sec. 210. The department shall take all reasonable steps to ensure businesses in deprived and depressed communities compete for and perform contracts to provide services or supplies, or both, for the department. The director of the department shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services or supplies, or both.

Sec. 212. The departments and agencies receiving appropriations in part 1 shall receive and retain copies of all reports funded from appropriations in part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The department and agencies receiving appropriations in part 1 may electronically retain copies of reports unless otherwise required by federal and state guidelines.

Sec. 215. A department or state agency shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.

Sec. 216. (1) Notwithstanding any other provision of this article, the schedule of programs in part 1 lists programs which may, but are not required to be, funded under this article.

(2) Notwithstanding any other provisions of this article, the schedule of revenue sources in part 1 may or may not be received from the funding entities listed.

(3) The secondary road patrol funding is not subject to funding flexibility and shall be funded in accordance with section 629e of the Michigan vehicle code, 1949 PA 300, MCL 257.629e.

(4) Any funding required by statute is not subject to funding flexibility and shall be funded in accordance with that statute.

Sec. 217. The department shall improve its budgetary efficiency pertaining to the delivery of core services by doing all of the following:

(a) Prioritizing personnel over buildings in budgetary efficiency considerations.

(b) Pursuing the physical or virtual consolidation of support service functions such as information technology, human resources, and accounting as a means of improving standardization and efficiency.

(c) Seeking expenditure reductions whenever possible through the streamlining of existing service delivery activities.

(d) Identifying efficiencies that can be gained via the reduction or elimination of programs, policies, and practices which have outlived their usefulness.

Sec. 218. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the house and senate appropriations committees, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

(b) The total transportation and related costs of each travel occurrence, including the proportion funded with state general fund/general purpose revenues, the proportion funded with state restricted revenues, the proportion funded with federal revenues, and the proportion funded with other revenues.

Sec. 219. (1) The department shall provide quarterly reports, beginning October 1, to the subcommittees and the senate and house fiscal agencies, which provide the following data:

(a) A list of major work projects, including the status of each project.

(b) The department's financial status, featuring a report of budgeted versus actual expenditures by part 1 line item including a year-end projection of budget requirements. If projected department budget requirements exceed the allocated budget, the report shall include a plan to reduce overall expenses while still satisfying specified service level requirements.

(c) A report on the performance metrics cited in this article.

(2) The department shall provide all information necessary to validate that the requirements of this part have been achieved.

(3) The department shall provide a corrective action plan within 30 days of a quarterly report under this section for any requirements of this part that have not been achieved. The department shall provide a monthly status of correction action plans.

(4) The department shall provide a summary of fund shifts, that have been approved by the state budget office, that have occurred between items listed in the schedule of programs mentioned in part 1 on a quarterly basis to the subcommittees and the senate and house fiscal agencies.

Sec. 221. The appropriations in part 1 are for the core services, support services, and work projects of the department, including, but not limited to, the following core services: traffic safety and enforcement, criminal investigations, fire investigation, specialty teams, capitol security, state emergency operations center and preparedness, criminal history systems, highway safety planning and awareness, motor carrier enforcement, forensics, training, and establishing and monitoring law enforcement standards. As used in this section, "core service" means that phrase as defined in section 373 of the management and budget act, 1984 PA 431, MCL 18.1373.

Sec. 222. The department shall notify the subcommittees, the chairpersons of the senate and house standing committees on appropriations, and the senate and house fiscal agencies not less than 90 days before recommending to close or consolidate any state police posts. The notification shall include a local and state impact study of the proposed post closure or consolidation.

Sec. 223. At least 90 days before beginning any effort to privatize, the department shall submit a complete project plan to the subcommittees and the senate and house fiscal agencies. The plan shall include the criteria under which the privatization initiative will be evaluated. The evaluation shall be completed and submitted to the subcommittees and the senate and house fiscal agencies within 30 months.

Sec. 224. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those activities that the attorney general authorizes.

Sec. 226. (1) When the department provides contractual services to a local unit of government, the department shall be reimbursed for all costs incurred in providing the services, including, but not limited to, retirement and overtime costs.

(2) The department shall define service cost models for those services requiring reimbursement.

(3) Contractual services provided to an entity other than a local unit of government may be provided by department personnel, but only on an overtime basis outside the normal work schedule of the personnel.

(4) This section does not apply to state agencies.

Sec. 228. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriations lapses at the close of the fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriations lapses by major departmental program or program areas. The report shall be transmitted to the office of the state budget, the chairpersons of the senate and house appropriations committees, the subcommittees, and the senate and house fiscal agencies.

Sec. 229. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the subcommittees, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2013 and September 30, 2014.

Sec. 230. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks, and regularly updates key metrics that are used to monitor and improve the department's performance.

Sec. 231. The department, in keeping with its role as the general law enforcement agency of the state and as the law enforcement agency of last resort for communities that are either without local law enforcement resources or are seriously underserved by local law enforcement resources, shall provide general law enforcement assistance to those communities until adequate law enforcement services can be provided to those communities by other means.

Sec. 232. The department shall serve as an active liaison between the DTMB and state, local, regional, and federal public safety agencies to establish interoperability standards to ensure effective communication among public safety agencies and to facilitate the use of the MPSCS towers by those local public safety agencies that have an interest in using the towers as a part of their communication system. The department shall also report user issues to the DTMB.

EXECUTIVE DIRECTION

Sec. 250. (1) From the funds appropriated in part 1, there is funding to support unclassified employee positions as authorized by section 5 of article XI of the state constitution of 1963. These positions include the following: department director, chief administrative officer, and executive director of the Michigan commission on law enforcement standards.

(2) Not less than 30 days prior to the department submitting a request for an additional unclassified employee position from the civil service commission, or for any substantive change to the duties of an existing unclassified employee position, the department shall notify the subcommittees and the senate and house fiscal agencies.

Sec. 251. From the funds appropriated in part 1 for executive direction, effective and efficient administrative leadership shall be provided to the department.

Sec. 252. From the funds appropriated in part 1 for special operations and events, the department shall provide effective protection for the governor and visiting dignitaries to the state.

SCIENCE, TECHNOLOGY, AND TRAINING

TRAINING

Sec. 302. (1) The department shall develop and deliver professional, innovative, and quality training that supports the enforcement and public safety efforts of the criminal justice community.

(2) The department shall maintain the staffing and resources necessary to provide educational opportunities for personal and professional growth to a minimum of 10,000 state and local law enforcement employees and other public safety partners.

(3) The department shall maintain the staffing and resources necessary to provide educational opportunities for personal and professional growth to a minimum of 3,000 community members.

(4) The department shall seek to increase its classroom occupancy rate at the training academy with the goal of reaching 55% on an annual basis.

(5) The department shall place emphasis on recruiting MCOLES-certified police officers for the trooper recruit school. Emphasis shall be given in the hiring process to those officers who are on layoff and possess valid MCOLES certification. Any emphasis given in the recruiting and selection process shall be consistent with the department's hiring standards and in accordance with civil service rules.

(6) The department shall distribute and review course evaluations to ensure quality training is provided.

(7) Beginning October 1, the department shall submit a report to the subcommittees within 60 days of the conclusion of any trooper recruit school. The report shall include the following:

(a) The number of veterans and the number of MCOLES-certified police officers who commenced that trooper recruit school.

(b) The number of veterans and the number of MCOLES-certified police officers who concluded that trooper recruit school.

(c) The devices or campaigns that were used to specifically recruit veterans and MCOLES-certified police officers for that trooper recruit school.

ESTABLISHING AND MAINTAINING LAW ENFORCEMENT STANDARDS

Sec. 303. (1) MCOLES shall establish standards for the selection, employment, training, education, licensing, and revocation of all law enforcement officers.

(2) MCOLES shall maintain the staffing and resources necessary to provide the basic law enforcement training curriculum for law enforcement training academy programs statewide.

(3) MCOLES shall maintain staffing and resources necessary to update law enforcement standards within 30 days of the effective date of any new legislation.

CRIMINAL HISTORY SYSTEMS

Sec. 304. (1) In accordance with applicable state and federal laws and regulations, the department shall maintain a criminal history system and the state accident data collection system in the support of public safety and law enforcement communities in this state.

(2) The department shall maintain the staffing and resources necessary to adhere to 1925 PA 289, MCL 28.241 to 28.248.

(3) The department shall improve the accuracy, timeliness, and completeness of criminal history information by conducting a minimum of 30 outreach activities targeted to criminal justice agencies.

(4) The department shall maintain the state accident data collection system and make this information available to the public at a reasonable cost. For bulk access to the accident records in which the vehicle identification number has been collected and computerized, the department shall make those records available to the public at cost, provided that the name and address have been excluded.

(5) The department shall provide fingerprint and background check services in support of public safety and law enforcement communities in this state.

(6) The department shall maintain the staffing and resources necessary to process fingerprint and background check services commensurate with fiscal year 2010-2011.

(7) The department shall maintain resources and educational outreach for the electronic submission of fingerprint information from local law enforcement agencies and maintain at least a 97% submission rate.

(8) The department shall define and maintain a cost model pertaining to providing fingerprint check services and provide that fingerprint service fees shall be commensurate with the actual costs of delivering this service.

(9) The department shall maintain the law enforcement information network in support of public safety and law enforcement communities in this state.

(10) The department shall maintain the staffing and resources necessary to adhere to the C.J.I.S. policy council act, 1974 PA 163, MCL 28.211 to 28.215.

(11) The department shall audit criminal justice agencies as required by federal guidelines.

(12) The department shall prepare a report to the legislature defining a list of options to reduce the LEIN budget by 5% without adversely impacting services to customers.

(13) The department shall oversee the sex offender registry and its enforcement in this state.

(14) The department shall maintain the staff and resources necessary to enforce the provision of the sex offenders registration act, 1994 PA 295, MCL 28.721 to 28.736.

(15) The sex offender registry unit shall follow up on tips assigned to law enforcement agencies within 10 working days.

FORENSIC SCIENCES

FORENSICS

Sec. 401. (1) The department shall provide forensic testing services to aid in criminal investigations.

(2) The department shall maintain the staffing and resources necessary to provide forensic evidence with an average turnaround time of 55 days assuming an annual caseload volume commensurate with that received in fiscal year 2010-2011.

(3) The department shall ensure its ability to maintain accreditation by the American society of crime laboratory directors/laboratory accreditation board (ASCLD/LAB).

(4) The department shall implement improved methods with the intent of reaching an average 30-day turnaround for forensic evidence.

(5) If changes are made to the department's protocol for retaining and purging DNA analysis samples and records, the department shall post a copy of the protocol changes on the department's website.

UNIFORM SERVICES

TRAFFIC SAFETY AND ENFORCEMENT

Sec. 501. (1) The department shall oversee traffic safety and enforcement in this state.

(2) The department shall maintain the staffing and resources necessary to make traffic contacts per patrol hours commensurate with the service level and contact areas exhibited in fiscal year 2010-2011. There shall be no degradation of road patrol services to any region of this state.

(3) The department shall maintain the staffing and resources necessary to continually work to enhance traffic safety throughout the state and shall dedicate a minimum of 300,000 hours to statewide patrol, of which a minimum of 24,000 shall be committed to distressed cities in this state.

(4) Department enlisted personnel who are employed to enforce traffic laws as provided in section 629e of the Michigan vehicle code, 1949 PA 300, MCL 257.629e, shall not be prohibited from responding to crimes in progress or other emergency situations and are responsible for protecting every citizen of this state from harm.

(5) The department shall maintain the staffing and resources necessary to perform activities to maintain a 93% compliance rate for reporting by registered sex offenders.

(6) The department shall submit a report on or before December 1 to the subcommittees and the senate and house fiscal agencies regarding the cities in distress public safety initiative. The report shall include, but is not limited to, the following information for the prior fiscal year months:

(a) Statistics regarding relevant trooper schools, including the number of applications, the number of troopers graduated, and the cities or posts in which each of these troopers is assigned or stationed.

(b) Statistics regarding criminal activity, including the number of arrests made by troopers assigned to the cities in distress, the number of traffic stops made by troopers assigned to cities in distress, the number of parole or probation violators arrested by troopers assigned to cities in distress, the number of violent and assaultive crimes committed in the cities in distress, the number of illegal drug and narcotic crimes committed in the cities in distress, and the number of property crimes committed in the cities in distress.

(c) Where reasonably available, statistics regarding the number of local law enforcement officers employed by the cities in distress and the number of criminal prosecutions in the counties in which the cities in distress are located.

(7) The department shall respond to potential and imminent threats to this state's facilities, systems, and property, and large scale recreational and major public sponsored events.

(8) The department shall use the funds appropriated in part 1 for security at events to support the department's costs associated with the additional show-of-force, enforcement, or traffic safety efforts during major public events within this state.

(9) From the funds appropriated in part 1 for security at events, the department shall maintain the ability to support the cost of 7,000 overtime hours or the financial equivalent of 7,000 overtime hours in terms of overtime, fuel, equipment, and other costs.

(10) The department shall provide traffic control for events at Michigan international speedway.

CAPITOL SECURITY

Sec. 505. (1) The department shall provide security services at the state capitol complex facilities.

(2) The department shall maintain the staff and resources necessary to respond to emergencies at the house office building, Farnum building, capitol parking lot, Townsend parking ramp, the Roosevelt parking ramp, and other areas as directed.

(3) The department shall pursue federal grants to improve the security at the capitol building.

(4) The department may develop a phased approach for improving security at the capitol building.

(5) The department shall dedicate a minimum of 35,000 patrol hours for the state capitol complex facilities.

SPECIALIZED SERVICES

SPECIALTY TEAMS

Sec. 601. (1) The department shall provide specialty services to citizens of this state in accordance with all applicable state and federal laws and regulations.

(2) The department shall maintain the staffing and resources necessary to provide training to maintain readiness to respond appropriately to at least the number of requests for specialty services which occurred in fiscal year 2010-2011.

(3) The canine unit shall be available for call out statewide 100% of the time.

(4) The bomb squad unit shall be available for call out statewide 100% of the time.

(5) The emergency support teams shall be available for call out statewide 100% of the time and shall strive to achieve acceptable response times.

(6) The underwater recovery unit shall be available for call out statewide 100% of the time.

(7) Aviation services shall be available for call out statewide 100% of the time, unless prohibited by weather or unexpected mechanical breakdowns.

(8) Money privately donated to the department is appropriated under part 1 to be used for the purposes designated by the donor of the money. Money privately donated to the department's canine unit shall be used to purchase equipment and other items to enhance the operation of the canine unit.

(9) The department shall operate the Michigan intelligence operation center as the state's federally recognized fusion center.

(10) The department shall seek to increase the number of public and private sector contacts which receive vital homeland security information and intelligence in order to enhance the safety and security for citizens of this state.

CRIMINAL INVESTIGATIONS

Sec. 602. (1) The department shall identify and apprehend criminals through criminal investigations in this state.

(2) The department shall maintain the staffing and resources necessary to devote a comparable number of hours investigating crimes as those performed in fiscal year 2010-2011.

(3) The department shall maintain the staffing and resources necessary to annually meet or exceed a case clearance rate of 56%.

(4) The department shall provide protection to this state, its economy, welfare, and vital state-sponsored programs through the prevention and suppression of organized smuggling of untaxed tobacco products in the state, through enforcement of the tobacco products tax act, 1993 PA 327, MCL 205.421 to 205.436, and other laws pertaining to combating criminal activity in this state, by maintaining a tobacco tax enforcement unit that will dedicate a minimum of 16,600 hours to tobacco tax enforcement.

(5) The department shall annually provide 4 training opportunities to local law enforcement partners with the goal of increasing their knowledge of gambling laws, trends, and legal issues.

(6) The department shall submit an annual report on or by October 15 to the subcommittees, the senate and house appropriations subcommittees on general government, and the senate and house fiscal agencies, that details expenditures related to tax enforcement activities for the prior fiscal year.

FIRE INVESTIGATION

Sec. 603. (1) The department shall provide fire investigation services to citizens of this state through investigative assistance to local law enforcement agencies.

(2) The department shall maintain the staffing and resources necessary to maintain readiness to respond appropriately to at least the number of requests for service that occurred in fiscal year 2010-2011.

(3) The fire investigation unit shall be available for call out statewide 100% of the time.

MOTOR CARRIER ENFORCEMENT

Sec. 604. (1) The department shall maintain the staffing and resources necessary to enforce the motor carrier safety laws and regulations of the state.

(2) The department shall inspect all black and yellow school buses annually.

(3) The department shall maintain the staffing and resources necessary to annually inspect at least 53,000 commercial vehicles.

SUPPORT SERVICES

Sec. 701. (1) The department shall provide administrative support for department operations.

(2) The department shall maintain the staffing and resources necessary to ensure proper accountability of state funds.

(3) The department shall maintain the staffing and resources necessary to adhere to the state of Michigan financial management guide for accounting, contracting, purchasing, budgeting, and financial reporting and the administrative guide to state government.

(4) The department shall ensure fiscal controls relating to procurement of goods and services and other expenditures.

STATE EMERGENCY OPERATIONS CENTER AND PREPAREDNESS

Sec. 703. (1) The department shall respond to civil disorders and natural disasters.

(2) The department shall, at a minimum, maintain readiness including training and equipment to respond to civil disorders and natural disasters commensurate with the capabilities of fiscal year 2010-2011.

(3) The department shall ensure public safety through the emergency management and homeland security division by providing public and private sector partners with timely and accurate information and regarding critical information key resources threats as reported to or discovered by the Michigan intelligence operations center and increase public awareness on how to report suspicious activity through website or telephone communications.

(4) The department shall foster, promote, and maintain partnerships to protect this state and homeland from all hazards.

(5) The department shall maintain the staffing and resources necessary to do all of the following:

(a) Serve approximately 105 local emergency management preparedness programs and 88 local emergency planning committees in this state.

(b) Operate and maintain the state's emergency operations center and provide command and control in support of emergency response services.

(c) Maintain readiness, including training and equipment to respond to civil disorders and natural disasters.

(d) Perform hazardous materials response training.

(6) The department shall conduct a minimum of 3 training sessions to enhance safe response in the event of natural or manmade incidents, emergencies, or disasters.

(7) The state director of emergency management may expend money appropriated under this article to call upon any agency or department of the state or any resource of the state to protect life or property or to provide for the health or safety of the population in any area of the state in which the governor proclaims a state of emergency or state of disaster under 1945 PA 302, MCL 10.31 to 10.33, or under the emergency management act, 1976 PA 390, MCL 30.401 to 30.421. The state director of emergency management may expend the amounts the director considers necessary to

accomplish these purposes. The director shall submit to the state budget director as soon as possible a complete report of all actions taken under the authority of this section. The report shall contain, as a separate item, a statement of all money expended that is not reimbursable from federal money. The state budget director shall review the expenditures and submit recommendations to the legislature in regard to any possible need for a supplemental appropriation.

(8) In addition to the money appropriated in this article, the department may receive and expend money from local, private, federal, or state sources for the purpose of providing emergency management training to local or private interests and for the purpose of supporting emergency preparedness, response, recovery, and mitigation activity. If additional expenditure authorization in the Michigan administrative information network is approved by the state budget office under this section, the department and the state budget office shall notify the subcommittees and the senate and house fiscal agencies within 10 days after the approval. The notification shall include the amount and source and the additional authorization, the date of its approval, and the projected use of funds to be expended under the authorization.

(9) From the funds appropriated in part 1, $500,000.00 shall be expended to support the urban search and rescue taskforce.

DISASTER AND EMERGENCY CONTINGENCY FUND

Sec. 704. (1) In addition to the funds appropriated in part 1, there is appropriated from the disaster and emergency contingency fund up to $800,000.00 to cover costs related to any disaster or emergency as defined in the emergency management act, 1976 PA 390, MCL 30.401 to 30.421.

(2) Funds in the disaster and emergency contingency fund shall not be expended unless the state budget director recommends the expenditure and the department notifies the senate and house appropriations committees. No later than December 1, the department shall provide an annual report to the senate and house appropriations committees, the senate and house fiscal agencies, and the state budget office on the use of the disaster and emergency contingency fund during the prior fiscal year.

(3) In the event that federal emergency management agency (FEMA) reimbursement is approved for costs paid from the disaster and emergency contingency fund, the federal revenue shall be deposited into the disaster and emergency contingency fund.

(4) Unexpended and unencumbered funds remaining in the disaster and emergency contingency fund at the close of the fiscal year shall not lapse to the general fund and shall be carried forward and be available for expenditure in subsequent fiscal years.

HIGHWAY SAFETY PLANNING AND AWARENESS

Sec. 705. The department shall provide highway safety information and awareness to the public and other interested parties.

ONE-TIME APPROPRIATIONS

Sec. 801. The funds appropriated in section 108 for the secondary road patrol program are for fiscal year 2013-2014 only and shall be expended as provided in section 629e of the Michigan vehicle code, 1949 PA 300, MCL 257.629e. It is the intent of the legislature to convene a workgroup with the members of the legislature, the department, and representatives of county sheriff's departments and other local law enforcement agencies for the purpose of reviewing the sources of revenue, allocation formula, administration, and other issues concerning the secondary road patrol program.

Sec. 802. The department shall maintain the staffing and resources necessary to train at least 107 recruits.

Sec. 803. The 1-time appropriation in part 1 for the Grand Rapids forensics laboratory shall be used for special maintenance at the laboratory.

Sec. 804. From the 1-time appropriation in part 1 for the emergency response team vehicle replacement, the department shall purchase 2 vehicles to support the emergency response team.

PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 1201. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2015 for the line items listed in part 1. The fiscal year 2014-2015 appropriations are anticipated to be the same as those for fiscal year 2013-2014, excluding appropriations designated as 1-time appropriations and adjusting for changes in caseload and related costs, federal fund match rates, economic factors, and available revenue. These adjustments will be determined after the January 2014 consensus revenue estimating conference.

Sec. 1202. It is the intent of the legislature that the department identify the amounts for normal retirement costs and legacy retirement costs for the fiscal year ending on September 30, 2015 for the line items listed in part 1.

ARTICLE XVII

STATE TRANSPORTATION DEPARTMENT

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the state transportation department for the fiscal year ending September 30, 2014, from the following funds:

STATE TRANSPORTATION DEPARTMENT

APPROPRIATION SUMMARY		
Full-time equated unclassified positions 6.0		
Full-time equated classified positions 2,912.3		
GROSS APPROPRIATION	$	3,598,616,700
Total interdepartmental grants and intradepartmental transfers		3,625,100
ADJUSTED GROSS APPROPRIATION	$	3,594,991,600
Federal revenues:		
DOT, federal transit administration		44,710,000
DOT-FHWA, highway research, planning, and construction		1,072,497,500
DOT, federal railroad administration		3,100,000
DOT, federal aviation administration		78,578,000
Total federal revenues		1,198,885,500
Special revenue funds:		
Local revenues		50,177,100
Private revenues		100,000
Total local and private revenues		50,277,100
Blue Water Bridge fund		46,212,700
Comprehensive transportation fund		281,674,500
Economic development fund		42,477,500
IRS debt service rebate		6,868,800
Intercity bus equipment fund		140,000
Local bridge fund		23,787,900
Michigan transportation fund		989,713,600
Roads and risks reserve fund		115,000,000
Rail freight fund		2,000,000
State aeronautics fund		14,955,300
State trunkline fund		701,698,700
Total other state restricted revenues		2,224,529,000
State general fund/general purpose	$	121,300,000
State general fund/general purpose schedule:		
Ongoing state general fund/general purpose 0		
One-time state general fund/general purpose 121,300,000		

		For Fiscal Year Ending Sept. 30, 2014
Sec. 102. DEBT SERVICE		
State trunkline	$	199,738,200
Economic development		10,003,400
Local bridge fund		2,406,300
Blue Water Bridge fund		6,962,500
Airport safety and protection plan		3,892,200
Comprehensive transportation		19,318,500
GROSS APPROPRIATION	$	242,321,100
Appropriated from:		
Federal revenues:		
DOT-FHWA, highway research, planning, and construction		45,912,200
Special revenue funds:		
Blue Water Bridge fund		6,962,500
Comprehensive transportation fund		19,318,500
Economic development fund		10,003,400
Local bridge fund		2,406,300
IRS debt service rebate		6,868,800
State aeronautics fund		3,892,200
State trunkline fund		146,957,200
State general fund/general purpose	$	0
Sec. 103. COLLECTION, ENFORCEMENT, AND OTHER AGENCY SUPPORT SERVICES		
MTF grant to department of environmental quality	$	1,285,700
MTF grant to department of state for collection of revenue and fees		20,000,000
MTF grant to department of treasury		2,500,000
MTF grant to legislative auditor general		296,000
STF grant to department of attorney general		2,387,000
STF grant to civil service commission		5,697,000
STF grant to department of technology, management, and budget		1,324,200
STF grant to department of state police		11,258,700
STF grant to department of treasury		129,700
STF grant to legislative auditor general		687,600
SAF grant to department of attorney general		174,400
SAF grant to civil service commission		150,000
SAF grant to department of technology, management, and budget		40,000
SAF grant to department of treasury		71,600
SAF grant to legislative auditor general		28,300
CTF grant to department of attorney general		200,900
CTF grant to civil service commission		200,000
CTF grant to department of technology, management, and budget		46,000
CTF grant to department of treasury		12,200
CTF grant to legislative auditor general		36,400
GROSS APPROPRIATION	$	46,525,700
Appropriated from:		
Special revenue funds:		
Comprehensive transportation fund		495,500
Michigan transportation fund		24,081,700
State aeronautics fund		464,300
State trunkline fund		21,484,200
State general fund/general purpose	$	0
Sec. 104. EXECUTIVE DIRECTION		
Full-time equated unclassified positions ... 6.0		
Full-time equated classified positions ... 29.3		
Unclassified salaries	$	707,000
Asset management council		1,626,400
Commission audit—29.3 FTE positions		3,298,200
GROSS APPROPRIATION	$	5,631,600

		For Fiscal Year Ending Sept. 30, 2014
Appropriated from:		
Special revenue funds:		
Michigan transportation fund	$	1,626,400
State trunkline fund		4,005,200
State general fund/general purpose	$	0
Sec. 105. BUSINESS SUPPORT		
Full-time equated classified positions 76.5		
Business support services—67.5 FTE positions	$	9,427,700
Economic development and enhancement programs—9.0 FTE positions		1,426,200
Property management		8,068,700
Worker's compensation		2,013,000
GROSS APPROPRIATION	$	20,935,600
Appropriated from:		
Special revenue funds:		
Comprehensive transportation fund		1,369,700
Economic development fund		378,700
Michigan transportation fund		760,500
State aeronautics fund		625,400
State trunkline fund		17,801,300
State general fund/general purpose	$	0
Sec. 106. INFORMATION TECHNOLOGY		
Information technology services and projects	$	31,119,700
GROSS APPROPRIATION	$	31,119,700
Appropriated from:		
Federal revenues:		
DOT-FHWA, highway research, planning, and construction		520,500
Special revenue funds:		
Blue Water Bridge fund		53,100
Comprehensive transportation fund		215,600
Economic development fund		37,200
Michigan transportation fund		284,700
State aeronautics fund		168,300
State trunkline fund		29,840,300
State general fund/general purpose	$	0
Sec. 107. FINANCE, CONTRACTS, AND SUPPORT SERVICES		
Full-time equated classified positions 186.0		
Finance, contracts, and support services—186.0 FTE positions	$	20,896,100
GROSS APPROPRIATION	$	20,896,100
Appropriated from:		
Interdepartmental grant revenues:		
IDG for accounting service center user charges		3,625,100
Special revenue funds:		
Michigan transportation fund		1,677,000
State trunkline fund		15,594,000
State general fund/general purpose	$	0
Sec. 108. TRANSPORTATION PLANNING		
Full-time equated classified positions 141.0		
Transportation planning—141.0 FTE positions	$	37,794,600
Grants to regional planning councils		488,800
GROSS APPROPRIATION	$	38,283,400
Appropriated from:		
Federal revenues:		
DOT-FHWA, highway research, planning, and construction		20,000,000

		For Fiscal Year Ending Sept. 30, 2014
Special revenue funds:		
Comprehensive transportation fund	$	610,500
Michigan transportation fund		6,941,300
State aeronautics fund		15,000
State trunkline fund		10,716,600
State general fund/general purpose	$	0

Sec. 109. DESIGN AND ENGINEERING SERVICES

Full-time equated classified positions 1,500.8		
Engineering services—701.1 FTE positions	$	69,781,400
Program services—737.7 FTE positions		59,563,000
Intelligent transportation systems operations—12.0 FTE positions		10,712,900
Welcome center operations—50.0 FTE positions		4,403,900
GROSS APPROPRIATION	$	144,461,200
Appropriated from:		
Federal revenues:		
DOT-FHWA, highway research, planning, and construction		23,529,800
Special revenue funds:		
Michigan transportation fund		8,216,800
State trunkline fund		112,714,600
State general fund/general purpose	$	0

Sec. 110. HIGHWAY MAINTENANCE

Full-time equated classified positions 808.7		
State trunkline operations—808.7 FTE positions	$	275,689,500
GROSS APPROPRIATION	$	275,689,500
Appropriated from:		
Special revenue funds:		
State trunkline fund		275,689,500
State general fund/general purpose	$	0

Sec. 111. ROAD AND BRIDGE PROGRAMS

State trunkline federal aid and road and bridge construction	$	868,193,500
Local federal aid and road and bridge construction		240,443,000
Grants to local programs		33,000,000
Rail grade crossing		3,000,000
Local bridge program		21,381,600
County road commissions		583,032,000
Cities and villages		325,066,400
GROSS APPROPRIATION	$	2,074,116,500
Appropriated from:		
Federal revenues:		
DOT-FHWA, highway research, planning, and construction		982,535,000
Special revenue funds:		
Local funds		30,000,000
Blue Water Bridge fund		32,907,300
Local bridge fund		21,381,600
Michigan transportation fund		944,098,400
State trunkline fund		63,194,200
State general fund/general purpose	$	0

Sec. 112. BLUE WATER BRIDGE

Full-time equated classified positions 41.0		
Blue Water Bridge operations—41.0 FTE positions	$	6,289,800
GROSS APPROPRIATION	$	6,289,800
Appropriated from:		
Special revenue funds:		
Blue Water Bridge fund		6,289,800
State general fund/general purpose	$	0

		For Fiscal Year Ending Sept. 30, 2014
Sec. 113. TRANSPORTATION ECONOMIC DEVELOPMENT		
Forest roads	$	5,000,000
Rural county urban system		2,500,000
Target industries/economic redevelopment		8,029,000
Urban county congestion		8,264,600
Rural county primary		8,264,600
GROSS APPROPRIATION	$	32,058,200
Appropriated from:		
Special revenue funds:		
Economic development fund		32,058,200
State general fund/general purpose	$	0
Sec. 114. AERONAUTICS SERVICES		
Full-time equated classified positions 54.0		
Aviation services—54.0 FTE positions	$	7,354,700
Air service program		301,200
GROSS APPROPRIATION	$	7,655,900
Appropriated from:		
Special revenue funds:		
State aeronautics fund		7,655,900
State general fund/general purpose	$	0
Sec. 115. PUBLIC TRANSPORTATION SERVICES		
Full-time equated classified positions 36.0		
Passenger transportation services—36.0 FTE positions	$	5,662,800
GROSS APPROPRIATION	$	5,662,800
Appropriated from:		
Federal revenues:		
DOT, federal transit administration		972,100
Special revenue funds:		
Comprehensive transportation fund		4,651,800
Michigan transportation fund		38,900
State general fund/general purpose	$	0
Sec. 116. BUS TRANSIT DIVISION: STATUTORY OPERATING		
Local bus operating	$	166,624,000
Discretionary state operating		5,400,000
Nonurban operating/capital		25,187,900
GROSS APPROPRIATION	$	197,211,900
Appropriated from:		
Federal revenues:		
DOT, federal transit administration		23,187,900
Special revenue funds:		
Comprehensive transportation fund		172,024,000
Local funds		2,000,000
State general fund/general purpose	$	0
Sec. 117. INTERCITY PASSENGER AND FREIGHT		
Full-time equated classified positions 39.0		
Office of rail—39.0 FTE positions	$	6,293,700
Freight property management		1,000,000
Detroit/Wayne County port authority		468,200
Intercity services		5,940,000
Rail operations and infrastructure		26,092,000
Rail passenger service/Wolverine		19,333,000
Marine passenger service		400,000
Terminal development		461,000
GROSS APPROPRIATION	$	59,987,900

		For Fiscal Year Ending Sept. 30, 2014
Appropriated from:		
Federal revenues:		
DOT, federal transit administration	$	4,500,000
DOT, federal railroad administration		3,100,000
Special revenue funds:		
Local funds		150,000
Private funds		100,000
Comprehensive transportation fund		47,309,900
Intercity bus equipment fund		140,000
Rail freight fund		2,000,000
Michigan transportation fund		1,987,900
State trunkline fund		700,100
State general fund/general purpose	$	0
Sec. 118. PUBLIC TRANSPORTATION DEVELOPMENT		
Specialized services	$	18,028,800
Transit capital		32,145,300
Van pooling		807,000
Service initiatives		1,682,900
Transportation to work		4,700,000
GROSS APPROPRIATION	$	57,364,000
Appropriated from:		
Federal revenues:		
DOT, federal transit administration		16,050,000
Special revenue funds:		
Local funds		5,635,000
Comprehensive transportation fund		35,679,000
State general fund/general purpose	$	0
Sec. 119. CAPITAL OUTLAY		
(1) BUILDINGS AND FACILITIES		
Special maintenance, remodeling, and additions	$	3,001,500
GROSS APPROPRIATION	$	3,001,500
Appropriated from:		
State trunkline fund		3,001,500
State general fund/general purpose	$	0
(2) AIRPORT IMPROVEMENT PROGRAMS		
Airport safety, protection and improvement program	$	93,104,300
GROSS APPROPRIATION	$	93,104,300
Appropriated from:		
Federal revenues:		
DOT, federal aviation administration		78,578,000
Special revenue funds:		
Local funds		12,392,100
State aeronautics fund		2,134,200
State general fund/general purpose	$	0
Sec. 120. ONE-TIME BASIS ONLY		
Priority roads investment program	$	115,000,000
Federal aid match for state trunkline road and bridge construction	$	121,300,000
GROSS APPROPRIATION	$	236,300,000
Appropriated from:		
Roads and risks reserve fund		115,000,000
State general fund/general purpose	$	121,300,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2013-2014

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2013-2014 is $2,345,829,000.00 and state spending from state resources to be paid to local units of government for fiscal year 2013-2014 is $1,208,687,600.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF TRANSPORTATION

Grants to regional planning councils	$	488,800
Grants to local programs		33,000,000
Rail grade crossing		3,000,000
Local bridge program		21,381,600
Grants to county road commissions		583,032,000
Grants to cities and villages		325,066,400
Economic development fund		32,058,200
Air service program		301,200
Local bus operating		166,624,000
Discretionary state operating		5,400,000
Detroit/Wayne County port authority		468,200
Marine passenger service		400,000
Terminal development		461,000
Specialized services		3,943,800
Municipal credit program		0
Transit capital		25,895,300
Service initiatives		332,900
Transportation to work		4,700,000
Airport safety, protection, and improvement program		2,134,200
Total payments to local units of government	$	1,208,687,600

Sec. 202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 203. As used in this article:

(a) "AMTRAK" means the national railroad passenger corporation.

(b) "CTF" means comprehensive transportation fund.

(c) "Department" means the state transportation department.

(d) "DOT" means the United States department of transportation.

(e) "DOT-FHWA" means DOT, federal highway administration.

(f) "FTE" means full-time equated.

(g) "IRS" means the internal revenue service.

(h) "MTF" means Michigan transportation fund.

(i) "SAF" means state aeronautics fund.

(j) "STF" means state trunkline fund.

Sec. 206. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $200,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in part 1 pursuant to section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(2) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $40,000,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in part 1 pursuant to section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(3) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $1,000,000.00 for local contingency funds. These funds are not available for expenditure until they have been transferred to another line item in part 1 pursuant to section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(4) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $1,000,000.00 for private contingency funds. These funds are not available for expenditure until they have been transferred to another line item in part 1 pursuant to section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 207. The department shall cooperate with the department of technology, management, and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following:

(a) Fiscal year-to-date expenditures by category.

(b) Fiscal year-to-date expenditures by appropriation unit.

(c) Fiscal year-to-date payments to a selected vendor, including the vendor name, payment date, payment amount, and payment description.

(d) The number of active department employees by job classification.

(e) Job specifications and wage rates.

Sec. 208. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this article. This requirement may include transmission of reports via electronic mail to the recipients identified for each reporting requirement, or it may include placement of reports on an Internet or Intranet site.

Sec. 209. Funds appropriated in part 1 shall not be used for the purchase of foreign goods or services, or both, if competitively priced and of comparable quality American goods or services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference shall be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.

Sec. 210. The director shall take all reasonable steps to ensure businesses in deprived and depressed communities compete for and perform contracts to provide services or supplies, or both. Each director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 212. The department and agencies receiving appropriations in part 1 shall receive and retain copies of all reports funded from appropriations in part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The department may electronically retain copies of reports unless otherwise required by federal and state guidelines.

Sec. 215. A department shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.

Sec. 228. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the office of the state budget, the chairpersons of the senate and house of representatives standing committees on appropriations, and the senate and house fiscal agencies.

Sec. 229. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the state budget director, the senate and house appropriations chairs, the senate and house appropriations subcommittees on transportation, respectively, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2013 and September 30, 2014.

Sec. 233. Not later than April 1, the department shall prepare and transmit a report that provides detail regarding the department's expenditures for administration and planning associated with local units of government. The report shall list the portion of all the expenditures from part 1 that are allocated for administration and planning that are associated with the disbursement of all local funds. The report shall be transmitted to the office of the state budget, the senate and house appropriations chairs, the senate and house appropriations subcommittees on transportation, respectively, and the senate and house fiscal agencies.

Sec. 235. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks, and regularly updates key metrics that are used to monitor and improve the agency's performance.

Sec. 260. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the senate and house appropriations committees, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

(b) The transportation and related costs of each travel occurrence, including the proportion funded with state general fund/general purpose revenues, the proportion funded with state restricted revenues, the proportion funded with federal revenues, and the proportion funded with other revenues.

Sec. 262. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those activities that the attorney general authorizes.

Sec. 263. (1) The department shall report no later than April 1, 2014 on each specific policy change made to implement a public act affecting the department that took effect during the prior calendar year to the house and senate appropriations subcommittees on the budget for the department, the joint committee on administrative rules, and the senate and house fiscal agencies.

(2) Funds appropriated in part 1 shall not be used by the department to adopt a rule that will apply to a small business and that will have a disproportionate economic impact on small businesses because of the size of those businesses if the department fails to reduce the disproportionate economic impact of the rule on small businesses as provided under section 40 of the administrative procedures act of 1969, 1969 PA 306, MCL 24.240.

(3) As used in this section:

(a) "Rule" means that term as defined under section 7 of the administrative procedures act of 1969, 1969 PA 306, MCL 24.207.

(b) "Small business" means that term as defined under section 7a of the administrative procedures act of 1969, 1969 PA 306, MCL 24.207a.

Sec. 270. In order to reduce costs and maintain quality, it is the intent of the legislature that, excluding the fleet of motor vehicles for the department of state police, the department will prioritize the utilization of remanufactured parts as the primary means of maintenance and repair for the state of Michigan's fleet of motor vehicles.

DEPARTMENTAL SECTIONS

Sec. 301. (1) The department may establish a fee schedule and collect fees sufficient to cover the costs to issue the permits that the department is authorized by law to issue upon request, unless otherwise stipulated by law. All permit fees are nonrefundable application fees and shall be credited to the appropriate fund to recover the direct and indirect costs of receiving, reviewing, and processing the requests.

(2) A bridge authority shall hold 3 public hearings on an increase in any toll charged by the authority at least 30 days before the toll change will become effective. Two of the hearings shall be held within 5 miles of the bridge over which the bridge authority has jurisdiction. One hearing shall be held in Lansing. Public hearings held under this section shall be conducted in accordance with the open meetings act, 1976 PA 267, MCL 15.261 to 15.275, and shall be conducted so as to provide a reasonable opportunity for public comment, including both spoken and written comments.

Sec. 303. On request, the department shall provide to a legislator, in writing, a report on the amount of money to be received by each city and village and the county road commission of each county, that is included in whole or in part within the legislator's legislative district.

Sec. 304. If, as a requirement of bidding on a highway project, the department requires a contractor to submit financial or proprietary documentation as to how the bid was calculated, that bid documentation shall be kept confidential and shall not be disclosed other than to a department representative without the contractor's written consent. The department may disclose the bid documentation if necessary to address or defend a claim by a contractor.

Sec. 305. (1) The department may permit space on public passenger transportation properties to be occupied by public or private tenants on a competitive market rate basis. The department shall require that revenue from the tenants be placed in an account to be used to pay the costs to maintain and improve the property.

(2) The department shall charge public transit agencies and intercity bus carriers equal rates per square foot for leasing space in state-owned intermodal facilities.

Sec. 306. (1) The amounts appropriated in part 1 to support tax and fee collection, law enforcement, and other program services provided to the department and to transportation funds by other state departments shall be expended from transportation funds pursuant to annual contracts between the department and those other state departments. The contracts shall be executed prior to the expenditure or obligation of those funds. The contracts shall provide, but are not limited to, the following data applicable to each state department:

(a) Estimated costs to be recovered from transportation funds.

(b) Description of services provided to the department and/or transportation funds and financed with transportation funds.

(c) Detailed cost allocation methods appropriate to the type of services being provided and the activities financed with transportation funds.

(2) Not later than 2 months after publication of the state of Michigan comprehensive annual financial report, each state department receiving funding pursuant to an interdepartment contract with the department shall submit a written report to the department, the state budget director, and the house and senate fiscal agencies stating by spending authorization account the amount of estimated funds contracted with the department, the amount of funds expended, the amount of funds returned to the transportation funds, and any unreimbursed transportation-related costs incurred but not billed to transportation funds. A copy of the report shall be submitted to the auditor general, and the report shall be subject to audit by the auditor general as provided in subsection (3).

(3) Biennially, in each even-numbered fiscal year, the auditor general shall conduct an audit of charges to transportation funds by state departments for the 2 preceding fiscal years. The audit shall include both charges governed by interdepartmental contracts as well as miscellaneous charges from other state departments not governed by contracts. The auditor general shall prepare a detailed report, with recommendations and conclusions, including a summary of charges and related services to transportation funds by department, the appropriateness of those charges, the cost allocation methodologies used in determining the level of funding, and any unreimbursed transportation-related costs, if any. The report shall be provided to the senate and house of representatives committees on appropriations, the senate and house fiscal agencies, and the state budget director 9 months after publication of the state of Michigan comprehensive annual financial report.

Sec. 307. Before March 1 of each year, the department will provide to the legislature, the state budget office, and the house and senate fiscal agencies its rolling 5-year plan listing by county or by county road commission all highway construction projects for the fiscal year and all expected projects for the ensuing fiscal years.

Sec. 308. (1) As prescribed in subsection (2), the department shall submit reports to the state budget director, the house and senate appropriations subcommittees on transportation, and the house and senate fiscal agencies on department activities related to the prequalification of construction contractors under 1933 PA 170, MCL 123.501 to 123.508, and related administrative rules. The report shall be submitted on or before December 1, 2013.

(2) The report shall include all of the following:

(a) A description of the department's processes and procedures for evaluating construction contractor performance on capital construction projects administered by the department including state trunkline projects, rail infrastructure projects, local agency federal-aid highway projects, and airport improvement projects.

(b) Criteria that would cause the department to rate contractor performance as unsatisfactory.

(c) The impact, if any, on a contractor's prequalification if given an unsatisfactory performance rating by the department.

(d) A description of all department actions related to unsatisfactory contractor performance ratings and restrictions on contractor prequalification during the fiscal year ending September 30, 2013.

Sec. 310. The department shall provide in a timely manner copies of the agenda and approved minutes of monthly transportation commission meetings to the members of the house and senate appropriations subcommittees on transportation, the house and senate fiscal agencies, and the state budget director.

Sec. 311. From the funds appropriated in part 1, the department shall work with the Michigan economic development corporation and local stakeholders to update a 1992 study of a proposed Father Marquette national memorial and Mackinac Straits area museum. The study update shall include a discussion of funding alternatives.

Sec. 313. (1) From funds appropriated in part 1, the department may increase a state infrastructure bank program and grant or loan funds in accordance with regulations of the state infrastructure bank program of the United States department of transportation. The state infrastructure bank is to be administered by the department for the purpose of providing a revolving, self-sustaining resource for financing transportation infrastructure projects.

(2) In addition to funds provided in subsection (1), money received by the state as federal grants, repayment of state infrastructure bank loans, or other reimbursement or revenue received by the state as a result of projects funded by the program and interest earned on that money shall be deposited in the revolving state infrastructure bank fund and shall be available for transportation infrastructure projects. At the close of the fiscal year, any unencumbered funds remaining in the state infrastructure bank fund shall remain in the fund and be carried forward into the succeeding fiscal year.

(3) The department shall submit a report to the state budget director, the house and senate appropriations subcommittees on transportation, and the house and senate fiscal agencies on the status of the state infrastructure bank. The report shall be submitted on or before December 1, 2013. The report shall include all of the following:

(a) The balance in the state infrastructure bank at September 30, 2013, including a breakdown of the balance by cash and cash equivalents, outstanding loans, and balance available for loan to local agencies.

(b) A breakdown of the state infrastructure loan balance by amounts designated as originating from federal sources and the amounts originating from nonfederal sources.

(c) A list of outstanding loans by agency, original loan amount, project description, loan term, and amount outstanding.

Sec. 319. The department shall post signs at each rest area to identify the agency or contractor responsible for maintenance of the rest area. The signs shall include a department telephone number and shall indicate that unsafe or unclean conditions at the rest area may be reported to that telephone number.

Sec. 353. The department shall review its contractor payment process and ensure that all prime contractors are paid promptly. The department shall ensure that prime contractors are in compliance with special provision 109.10 regarding the prompt payment of subcontractors.

Sec. 357. When presented with complete local federal aid project submittals, the department shall complete all necessary reviews and inspections required to let local federal aid projects within 120 days of receipt. The department shall implement a system for monitoring the local federal aid project review process.

Sec. 375. The department is prohibited from reimbursing contractors or consultants for costs associated with groundbreaking ceremonies, receptions, open houses, or press conferences related to transportation projects funded, in whole or in part, by revenue appropriated in part 1.

Sec. 381. The department shall require as a condition of each contract or subcontract for construction, maintenance, or engineering services that the prequalified contractor or prequalified subcontractor agree to use the E-Verify system to verify that all persons hired during the contract term by the contractor or subcontractor are legally present and authorized to work in the United States. The department may verify this information directly or may require contractors and subcontractors to verify the information and submit a certification to the department. The department shall report to the house and senate appropriations committees and the house and senate fiscal agencies by March 1, 2014 describing the processes it has developed and implemented under provisions of this section. As used in this section, "E-Verify" means an Internet-based system operated by the department of homeland security, U.S. citizenship and immigration services in partnership with the social security administration.

Sec. 382. In administering a contract with a county road commission, city, or village that allocates costs of construction or reconstruction of highways, roads, and streets as provided in section 18d of 1951 PA 51, MCL 247.668d, the department shall submit the final cost-sharing bill to the county road commission, city, or village not later than 2 years after the date of the final contract payment to the construction contractor.

Sec. 383. (1) The department shall prepare an annual report on all travel by executive branch employees, and others including local public officials, university employees, and other public employees on department-owned aircraft. The report shall include, by department, the name of the traveler, the travel origination location, the travel destination location, type of aircraft, and the total estimated costs associated with the air travel.

(2) The report shall be submitted to the senate and house appropriations subcommittees on transportation and the house and senate fiscal agencies no later than July 1.

(3) From the funds appropriated in part 1, the department is prohibited from transporting legislators or legislative staff on state-owned aircraft without prior approval from the senate majority leader or the speaker of the house of representatives and only when the aircraft is already scheduled by state employees on related official state business.

(4) The department shall maintain a system for recovering the cost of operating department-owned aircraft through charges to aircraft users.

Sec. 384. (1) Except as otherwise provided in subsection (2), the department shall not obligate the state to expend any state transportation revenue for construction planning or construction of the Detroit River International Crossing

or a renamed successor. In addition, except as provided in subsection (2), the department shall not commit the state to any new contract related to the construction planning or construction of the Detroit River International Crossing or a renamed successor that would obligate the state to expend any state transportation revenue. An expenditure for staff resources used in connection with project activities, which expenditure is subject to full and prompt reimbursement from Canada, shall not be considered an expenditure of state transportation revenue.

(2) If the legislature enacts specific enabling legislation for the construction of the Detroit River International Crossing or a renamed successor, subsection (1) does not apply once the enabling legislation goes into effect.

Sec. 385. (1) The department shall submit reports to the state budget director, the speaker of the house, the house minority leader, the senate majority leader, the senate minority leader, the house and senate appropriations subcommittees on transportation, and the house and senate fiscal agencies on department activities related to all nonconstruction or construction planning activities related to the Detroit River International Crossing or a renamed successor. The initial report shall be submitted on or before December 1, 2013 and shall cover the fiscal year ending September 30, 2013.

(2) The initial report shall include, at a minimum, all of the following:

(a) Department costs incurred in the fiscal year ending September 30, 2013, including employee salaries, wages, benefits, travel, and contractual services, and what activities those costs were related to.

(b) Costs of other executive branch agencies incurred in the fiscal year ending September 30, 2013, including employee salaries, wages, benefits, travel, and contractual services, and what activities those costs were related to.

(c) A breakdown of the source of funds used for the activities described in subdivisions (a) and (b).

(d) A breakdown of reimbursements made by Canada under section 384(1) to the state for expenditures for staff resources used in connection with project activities.

(e) A narrative description of the status of the Detroit River International Crossing or a renamed successor, including efforts undertaken to implement provisions of the crossing agreement executed June 15, 2012 by representatives of the Canadian government and this state.

(3) After submission of the initial report, a subsequent report shall be submitted on March 1, 2014, June 1, 2014, and September 1, 2014 and shall include the same information described in subsection (2) for the applicable previous fiscal quarter.

FEDERAL

Sec. 401. Within 30 days of receiving the applicable fiscal year authorization from the federal government to commit transportation funds, the department shall notify local agency representatives, the senate and house of representatives appropriations transportation subcommittees, the senate and house fiscal agencies, and the state budget director regarding the amount of federal aid for categorical allocations to state and local agency programs not specifically allocated in either federal or state law.

Sec. 402. A portion of the federal DOT-FHWA highway research, planning, and construction funds made available to this state shall be allocated to transportation programs administered by local jurisdictions in accordance with section 10o of 1951 PA 51, MCL 247.660o. A local road agency, with respect to a project approved for federal aid funding in a state transportation improvement program, may enter into a voluntary buyout agreement with the department or with another local road agency to exchange the federal aid with state restricted transportation funds as agreed to by the respective parties. The state restricted transportation funds received in exchange for federal aid funds shall be used for the same purpose as the federal aid funds were originally intended.

MICHIGAN TRANSPORTATION FUND

Sec. 501. The money received under the motor carrier act, 1933 PA 254, MCL 475.1 to 479.43, and not appropriated to the department of licensing and regulatory affairs or the department of state police is deposited in the Michigan transportation fund.

Sec. 503. (1) The funds appropriated in part 1 for the economic development and local bridge programs shall not lapse at the end of the fiscal year but shall carry forward each fiscal year for the purposes for which appropriated in accordance with 1987 PA 231, MCL 247.901 to 247.913, and section 10(5) of 1951 PA 51, MCL 247.660.

(2) Interest earned in the department of transportation economic development fund and local bridge fund shall remain in the respective funds and shall be allocated to the respective programs based on actual interest earned at the end of each fiscal year.

(3) In addition to the funds appropriated in part 1, the department of transportation economic development fund and local bridge fund may receive federal, local, or private funds or restricted source funds such as interest earnings. These funds are appropriated for projects that are consistent with the purposes of the respective funds.

(4) None of the funds statutorily dedicated to the transportation economic development fund and local bridge fund shall be diverted to other projects.

Sec. 504. Funds from the Michigan transportation fund shall be distributed to the comprehensive transportation fund, the economic development fund, the recreation improvement fund, and the state trunkline fund, in accordance with this article and part 711 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.71101 to 324.71108, and may only be used as specified in this article, 1951 PA 51, MCL 247.651 to 247.675, and part 711 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.71101 to 324.71108.

STATE TRUNKLINE FUND

Sec. 601. The department shall work with the road construction industry and engineering consulting community to develop performance and road construction warranties for construction contracts. The development of warranties shall include warranties on materials, workmanship, performance criteria, and design/build projects. The department will report by September 30 of each calendar year to the house of representatives and senate appropriations subcommittees on transportation, the state budget director, and the house and senate fiscal agencies on the status of efforts to develop performance and road construction warranties.

Sec. 603. The department shall use traffic congestion as 1 of the criteria in determining the priorities for designating which roads shall be remediated in its 5-year road plan, which must be submitted on or before March 1 of each year. Criteria for evaluating traffic congestion shall include, but not be limited to, coordination with local, county, and regional planning, improvement in traffic operations, improvement in physical roadway conditions, accident reduction, and coordination with area public transportation planning.

Sec. 604. At the close of the fiscal year, any unencumbered and unexpended balance in the state trunkline fund shall remain in the state trunkline fund and shall carry forward and is appropriated for federal aid road and bridge programs for projects contained in the annual state transportation program.

Sec. 610. The department shall have as a priority the removal of dead deer and other large animal remains from the traveled portion and shoulder of state highways. The department, and counties that perform state highway maintenance under contract, shall remove animal remains, wherever practicable and when funds are available, away from the traveled portion and shoulder of state highways.

Sec. 612. The department shall establish guidelines governing incentives and disincentives provided under contracts for state trunkline projects. The guidelines shall include specific financial information concerning incentives and disincentives. On or before January 1 of each year, the department shall prepare a report for the immediately preceding fiscal year regarding contract incentives and disincentives. This report shall include a list, by project, of the contractors that received contract incentives and/or disincentives, the amount of the incentives and/or disincentives, and the number of days that each project was completed either ahead or past the contracted completion date. This report shall be provided to the senate and house appropriations subcommittees on transportation, the senate and house standing committees on transportation, and the senate and house fiscal agencies.

Sec. 660. (1) The legislature encourages the department to examine the use of alternative road surface materials, including recycled materials, and to develop criteria and specifications for their use in both department-managed and contracted projects.

(2) The department shall evaluate the use of a bituminous mix which incorporates crumb rubber from scrap tires.

COMPREHENSIVE TRANSPORTATION FUND

Sec. 701. The department shall establish an intercity bus equipment and facility fund as a subsidiary fund within the comprehensive transportation fund created under section 10b of 1951 PA 51, MCL 247.660b. Proceeds received by this state from the sale of state-owned intercity bus equipment shall be credited to the intercity bus equipment facility fund for the purchase and repair of intercity bus equipment, as appropriated. Security deposits not returned to a lessee of state-owned intercity bus equipment under terms of the lease agreement shall be credited to the intercity bus equipment fund for the repair of intercity bus equipment, as appropriated. Money received by the department from lease payments for state-owned intercity bus equipment, and facility maintenance charges under terms of leases of state-owned intercity

facilities, shall be credited to the intercity bus equipment facility fund for the purchase and repair of intercity bus equipment or for the maintenance and rehabilitation of state-owned intercity facilities, as appropriated. At the close of the fiscal year, any funds remaining in the intercity bus equipment facility fund shall remain in the fund and be carried forward into the succeeding fiscal year.

Sec. 702. Money that is received by this state as repayment for loans made for rail or water freight capital projects, and as a result of the sale of property or equipment used or projected to be used for rail or water freight projects shall be deposited in the fund created by section 17 of the state transportation preservation act of 1976, 1976 PA 295, MCL 474.67. At the close of the fiscal year, any funds remaining in the rail freight fund shall remain in the fund and be carried forward into the succeeding fiscal year.

Sec. 703. After receiving notification from a railroad company pursuant to section 8 of the state transportation preservation act of 1976, 1976 PA 295, MCL 474.58, the department shall immediately notify the house of representatives and senate appropriations subcommittees on transportation and the state budget office that the railroad company has filed with the appropriate governmental agencies for abandonment of a line.

Sec. 706. The Detroit/Wayne County port authority shall issue a complete operations assessment and a financial disclosure statement. The operations assessment shall include operational goals for the next 5 years and recommendations to improve land acquisition and development efficiency. The report shall be completed and submitted to the house of representatives and senate appropriations subcommittees on transportation, the state budget director, and the house and senate fiscal agencies by February 15 of each fiscal year for the prior fiscal year.

Sec. 711. (1) As prescribed in subsection (2), the department shall submit reports to the state budget director, the house and senate appropriations subcommittees on transportation, and the house and senate fiscal agencies on rail passenger service provided by AMTRAK under a contractual agreement with the department. The report shall be submitted on or before May 1, 2014.

(2) The report shall include all of the following:

(a) Passenger counts for the preceding fiscal year for each of the 3 AMTRAK routes in Michigan.

(b) Revenue and operating expenses by AMTRAK route.

(c) Total state operating payments to AMTRAK in the preceding fiscal year by AMTRAK route.

(d) A discussion of major factors affecting route costs and revenue and net state costs in the preceding fiscal year, and factors affecting route costs and revenue and net state costs anticipated in the current and future fiscal years.

Sec. 735. For the fiscal year ending September 30, 2014, the appropriation to a street railway pursuant to section 10e(22) of 1951 PA 51, MCL 247.660e, is $0.

Sec. 736. From the funds appropriated in part 1 for rail operations and infrastructure, $1,500,000.00 shall be allocated for a pilot project to test traffic control devices at rail grade crossings on railroad tracks that are federally designated as a high-speed rail corridor under 49 USC 26106. Any pilot project entered into under this section shall be done using a competitive bidding process.

Sec. 740. The department shall report by March 1 of each year to the house of representatives and senate appropriations subcommittees on transportation, the house and senate fiscal agencies, and the state budget director the encumbered and unencumbered balances of the comprehensive transportation fund.

AERONAUTICS FUND

Sec. 801. Except as otherwise provided in section 903 for capital outlay, at the close of the fiscal year, any unobligated and unexpended balance in the state aeronautics fund created in the aeronautics code of the state of Michigan, 1945 PA 327, MCL 259.1 to 259.208, shall lapse to the state aeronautics fund and be appropriated by the legislature in the immediately succeeding fiscal year.

CAPITAL OUTLAY

Sec. 901. (1) From federal-state-local project appropriations contained in part 1 for the purpose of assisting political entities and subdivisions of this state in the construction and improvement of publicly used airports and landing fields within this state, the state transportation department may permit the award of contracts on behalf of units of local government for the authorized locations not to exceed the indicated amounts, of which the state allocated portion shall not exceed the amount appropriated in part 1.

(2) Political entities and subdivisions shall provide not less than 5% of the cost of any project under this section, unless a total nonfederal share greater than 10% is otherwise specified in federal law. State money shall not be allocated until local money is allocated. State money for any 1 project shall not exceed 1/3 of the total appropriation in part 1 from state funds for airport improvement programs.

(3) The Michigan aeronautics commission may take those steps necessary to match federal money available for airport construction and improvement within this state and to meet the matching requirements of the federal government. Whether acting alone or jointly with another political subdivision or public agency or with this state, a political subdivision or public agency of this state shall not submit to any agency of the federal government a project application for airport planning or development unless it is authorized in this article and the project application is approved by the governing body of each political subdivision or public agency making the application and by the Michigan aeronautics commission.

Sec. 902. Before the end of each fiscal year, the state transportation department shall report to the house and senate appropriations subcommittees on transportation and the house and senate fiscal agencies on the status of airport improvement projects funded in part 1 with the estimated dollars allocated for each project. If there has to be a delay in reporting, the state transportation department shall notify the house and senate appropriations subcommittees on transportation in writing of the date the report will be received.

Sec. 903. The appropriations in part 1 for capital outlay shall be carried forward at the end of the fiscal year consistent with the provisions of section 248 of the management and budget act, 1984 PA 431, MCL 18.1248.

ONE-TIME APPROPRIATIONS

Sec. 1001. The appropriation in part 1 of $121,300,000.00 from the state general fund is appropriated to the state trunkline federal aid and road and bridge construction program and is intended to ensure that the state is able to match all available federal-aid highway funds.

PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 1201. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2015 for the line items listed in part 1. The fiscal year 2014-2015 appropriations are anticipated to be the same as those for fiscal year 2013-2014, except that the line items will be adjusted for changes in caseload and related costs, federal fund match rates, economic factors, and available revenue. These adjustments will be determined after the January 2014 consensus revenue estimating conference.

Sec. 1202. It is the intent of the legislature that the department identify the amounts for normal retirement costs and legacy retirement costs for the fiscal year ending on September 30, 2015 for the line items listed in part 1.

This act is ordered to take immediate effect.

Clerk of the House of Representatives

Secretary of the Senate

Approved .....

.....
Governor