

**SUBSTITUTE FOR
SENATE BILL NO. 194**

A bill to make appropriations for the legislature, the executive, the department of attorney general, the department of state, the department of treasury, the department of technology, management, and budget, the department of civil rights, and certain state purposes related thereto for the fiscal year ending September 30, 2014; to provide for the expenditure of the appropriations; to provide for the disposition of fees and other income received by the state agencies; and to declare the effect of this act.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1

PART 1

2

LINE-ITEM APPROPRIATIONS

3

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

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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..... 43.0

Full-time equated classified positions..... 7,621.7

GROSS APPROPRIATION..... \$ 4,420,586,800

Interdepartmental grant revenues:

Total interdepartmental grants and intradepartmental

transfers 738,737,400

ADJUSTED GROSS APPROPRIATION..... \$ 3,681,849,400

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..... 1,923,393,900

State general fund/general purpose..... \$ 1,043,745,600

State general fund/general purpose schedule:

Ongoing state general fund/general

purpose 952,582,200

One-time state general fund/general

purpose 91,163,400

Sec. 102. DEPARTMENT OF ATTORNEY GENERAL

1 **(1) APPROPRIATION SUMMARY**

2	Full-time equated unclassified positions.....	6.0	
3	Full-time equated classified positions.....	511.0	
4	GROSS APPROPRIATION.....		\$ 89,306,900
5	Interdepartmental grant revenues:		
6	Total interdepartmental grants and intradepartmental		
7	transfers		27,355,500
8	ADJUSTED GROSS APPROPRIATION.....		\$ 61,951,400
9	Federal revenues:		
10	Total federal revenues.....		9,838,200
11	Special revenue funds:		
12	Total local revenues.....		0
13	Total private revenues.....		0
14	Total other state restricted revenues.....		17,631,900
15	State general fund/general purpose.....		\$ 34,481,300
16	State general fund/general purpose schedule:		
17	Ongoing state general fund/general		
18	purpose	34,481,300	
19	One-time state general fund/general		
20	purpose	0	
21	(2) ATTORNEY GENERAL OPERATIONS		
22	Full-time equated unclassified positions.....	6.0	
23	Full-time equated classified positions.....	511.0	
24	Attorney general.....		\$ 112,500
25	Unclassified positions--5.0 FTE positions.....		707,000
26	Attorney general operations--473.0 FTE positions.....		80,627,700
27	Child support enforcement--25.0 FTE positions.....		3,434,200

1	Prosecuting attorneys coordinating council--12.0 FTE	
2	positions	2,074,300
3	Public safety initiative--1.0 FTE positions	902,800
4	GROSS APPROPRIATION.....	\$ 87,858,500
5	Appropriated from:	
6	Interdepartmental grant revenues:	
7	IDG from MDCH, health policy.....	196,800
8	IDG from MDCH, medical services administration.....	506,500
9	IDG from MDCH, WIC.....	91,800
10	IDG from department of corrections.....	629,100
11	IDG from MDE.....	377,800
12	IDG from MDEQ.....	2,174,000
13	IDG from MDHS.....	5,816,600
14	IDG from MSF, workforce development agency.....	85,400
15	IDG from MDLARA, children's protection registry.....	44,300
16	IDG from MDLARA, financial and insurance regulation..	1,377,000
17	IDG from MDLARA, fireworks safety fund.....	79,000
18	IDG from MDLARA, health professions.....	2,892,500
19	IDG from MDLARA, licensing and regulation fees.....	235,900
20	IDG from MDLARA, Michigan occupational safety and	
21	health administration	106,000
22	IDG from MDLARA, remonumentation fees.....	101,200
23	IDG from MDLARA, unlicensed builders.....	176,000
24	IDG from MDTMB.....	247,900
25	IDG from MDTMB, civil service commission.....	300,600
26	IDG from MDTMB, risk management revolving fund.....	1,442,900
27	IDG from MDMVA.....	156,800

1	IDG from MDOT, comprehensive transportation fund.....	200,900
2	IDG from MDOT, state aeronautics fund.....	174,400
3	IDG from MDOT, state trunkline fund.....	2,387,000
4	IDG from MDSP, Michigan justice training fund.....	157,100
5	IDG from MDSP.....	352,700
6	IDG from Michigan state housing development authority	644,200
7	IDG from treasury.....	6,230,900
8	IDG from treasury, strategic fund.....	170,200
9	Federal revenues:	
10	DAG, state administrative match grant/food stamps....	434,500
11	Federal funds.....	3,021,100
12	HHS, medical assistance, medigra nt.....	678,200
13	HHS-OS, state Medicaid fraud control units.....	5,590,000
14	National criminal history improvement program.....	114,400
15	Special revenue funds:	
16	Antitrust enforcement collections.....	726,100
17	Assigned claims assessments.....	158,600
18	Attorney general's operations fund.....	1,175,400
19	Auto repair facilities fees.....	311,800
20	Franchise fees.....	375,900
21	Game and fish protection fund.....	838,000
22	Liquor purchase revolving fund.....	1,390,100
23	Manufactured housing fees.....	246,200
24	Merit award trust fund.....	487,300
25	Michigan employment security act - administrative fund	2,134,600
26	Prisoner reimbursement.....	614,400
27	Prosecuting attorneys training fees.....	405,300

1	Public utility assessments.....	2,141,300
2	Real estate enforcement fund.....	499,000
3	Reinstatement fees.....	208,800
4	Retirement funds.....	992,600
5	Second injury fund.....	807,500
6	Self-insurers security fund.....	561,400
7	Silicosis and dust disease fund.....	221,700
8	State building authority revenue.....	115,100
9	State casino gaming fund.....	1,663,000
10	State lottery fund.....	328,700
11	Utility consumers fund.....	743,900
12	Waterways fund.....	133,200
13	Worker's compensation administrative revolving fund..	352,000
14	State general fund/general purpose.....	\$ 33,032,900
15	(3) INFORMATION TECHNOLOGY	
16	Information technology services and projects.....	\$ <u>1,448,400</u>
17	GROSS APPROPRIATION.....	\$ 1,448,400
18	Appropriated from:	
19	State general fund/general purpose.....	\$ 1,448,400
20	Sec. 103. DEPARTMENT OF CIVIL RIGHTS	
21	(1) APPROPRIATION SUMMARY	
22	Full-time equated unclassified positions.....	6.0
23	Full-time equated classified positions.....	122.0
24	GROSS APPROPRIATION.....	\$ 15,198,300
25	Interdepartmental grant revenues:	
26	Total interdepartmental grants and intradepartmental	

1	transfers		0
2	ADJUSTED GROSS APPROPRIATION	\$	15,198,300
3	Federal revenues:		
4	Total federal revenues		2,690,200
5	Special revenue funds:		
6	Total local revenues		0
7	Private revenues		18,700
8	Total other state restricted revenues		151,900
9	State general fund/general purpose	\$	12,337,500
10	State general fund/general purpose schedule:		
11	Ongoing state general fund/general		
12	purpose		12,337,500
13	One-time state general fund/general		
14	purpose		0
15	(2) CIVIL RIGHTS OPERATIONS		
16	Full-time equated unclassified positions		6.0
17	Full-time equated classified positions		122.0
18	Unclassified positions--5.0 FTE positions	\$	707,000
19	Civil rights operations--114.0 FTE positions		12,683,300
20	Division on deaf and hard of hearing--6.0 FTE		
21	positions		771,300
22	Hispanic/Latino commission of Michigan--1.0 FTE		
23	positions		255,600
24	Asian Pacific American affairs commission--1.0 FTE		
25	position		<u>103,800</u>
26	GROSS APPROPRIATION	\$	14,521,000
27	Appropriated from:		

1	Federal revenues:		
2	EEOC, state and local antidiscrimination agency		
3	contracts		1,177,600
4	HUD, grant.....		1,497,600
5	Special revenue funds:		
6	Private revenues.....		18,700
7	Division on deafness fund.....		93,400
8	State restricted indirect funds.....		58,500
9	State general fund/general purpose.....	\$	11,675,200
10	(3) INFORMATION TECHNOLOGY		
11	Information technology services and projects.....	\$	<u>677,300</u>
12	GROSS APPROPRIATION.....	\$	677,300
13	Appropriated from:		
14	Federal revenues:		
15	EEOC, state and local antidiscrimination agency		
16	contracts		15,000
17	State general fund/general purpose.....	\$	662,300
18	Sec. 104. EXECUTIVE OFFICE		
19	(1) APPROPRIATION SUMMARY		
20	Full-time equated unclassified positions.....	10.0	
21	Full-time equated classified positions.....	74.2	
22	GROSS APPROPRIATION.....	\$	4,970,000
23	Interdepartmental grant revenues:		
24	Total interdepartmental grants and intradepartmental		
25	transfers		0
26	ADJUSTED GROSS APPROPRIATION.....	\$	4,970,000

1	Federal revenues:		
2	Total federal revenues.....		0
3	Special revenue funds:		
4	Total local revenues.....		0
5	Total private revenues.....		0
6	Total other state restricted revenues.....		0
7	State general fund/general purpose.....	\$	4,970,000
8	State general fund/general purpose schedule:		
9	Ongoing state general fund/general		
10	purpose	4,970,000	
11	One-time state general fund/general		
12	purpose	0	
13	(2) EXECUTIVE OFFICE OPERATIONS		
14	Full-time equated unclassified positions.....	10.0	
15	Full-time equated classified positions.....	74.2	
16	Governor.....	\$	159,300
17	Lieutenant governor.....		111,600
18	Executive office--74.2 FTE positions.....		3,841,800
19	Unclassified positions--8.0 FTE positions.....		<u>857,300</u>
20	GROSS APPROPRIATION.....	\$	4,970,000
21	Appropriated from:		
22	State general fund/general purpose.....	\$	4,970,000
23	Sec. 105. LEGISLATURE		
24	(1) APPROPRIATION SUMMARY		
25	GROSS APPROPRIATION.....	\$	145,573,700
26	Interdepartmental grant revenues:		

1	Total interdepartmental grants and intradepartmental	
2	transfers	5,092,100
3	ADJUSTED GROSS APPROPRIATION.....	\$ 140,481,600
4	Federal revenues:	
5	Total federal revenues.....	0
6	Special revenue funds:	
7	Total local revenues.....	0
8	Total private revenues.....	400,000
9	Total other state restricted revenues.....	3,060,800
10	State general fund/general purpose.....	\$ 137,020,800
11	State general fund/general purpose schedule:	
12	Ongoing state general fund/general	
13	purpose	137,020,800
14	One-time state general fund/general	
15	purpose	0
16	(2) LEGISLATURE	
17	Senate.....	\$ 30,955,300
18	Senate automated data processing.....	2,432,200
19	Senate fiscal agency.....	3,426,000
20	House of representatives.....	47,841,200
21	House automated data processing.....	1,930,900
22	House fiscal agency.....	<u>3,426,000</u>
23	GROSS APPROPRIATION.....	\$ 90,011,600
24	Appropriated from:	
25	State general fund/general purpose.....	\$ 90,011,600
26	(3) LEGISLATIVE COUNCIL	
27	Legislative council.....	\$ 10,864,900

1	Legislative service bureau automated data processing .	1,312,200
2	Worker's compensation.....	139,200
3	National association dues.....	425,000
4	Legislative corrections ombudsman.....	<u>670,700</u>
5	GROSS APPROPRIATION.....	\$ 13,412,000
6	Appropriated from:	
7	Special revenue funds:	
8	Private - gifts and bequests revenues.....	400,000
9	State general fund/general purpose.....	\$ 13,012,000
10	(4) LEGISLATIVE RETIREMENT SYSTEM	
11	General nonretirement expenses.....	\$ <u>4,561,700</u>
12	GROSS APPROPRIATION.....	\$ 4,561,700
13	Appropriated from:	
14	Special revenue funds:	
15	Court fees.....	1,109,800
16	State general fund/general purpose.....	\$ 3,451,900
17	(5) PROPERTY MANAGEMENT	
18	Capitol building.....	\$ 3,078,700
19	Cora Anderson building.....	10,207,700
20	Farnum building and other properties.....	<u>2,547,600</u>
21	GROSS APPROPRIATION.....	\$ 15,834,000
22	Appropriated from:	
23	State general fund/general purpose.....	\$ 15,834,000
24	(6) OFFICE OF THE AUDITOR GENERAL	
25	Unclassified positions.....	\$ 329,400
26	Field operations.....	<u>21,425,000</u>
27	GROSS APPROPRIATION.....	\$ 21,754,400

1	Appropriated from:	
2	Interdepartmental grant revenues:	
3	IDG from MDOT, comprehensive transportation fund.....	36,400
4	IDG from MDOT, Michigan transportation fund.....	296,000
5	IDG from MDOT, state aeronautics fund.....	28,300
6	IDG from MDOT, state trunkline fund.....	687,600
7	IDG, single audit act.....	2,730,400
8	IDG, commercial mobile radio system emergency	
9	telephone fund	34,400
10	IDG, contract audit administration fees.....	38,900
11	IDG, deferred compensation funds.....	50,900
12	IDG, Michigan finance authority.....	310,000
13	IDG, Michigan economic development authority.....	90,200
14	IDG, Michigan education trust fund.....	66,300
15	IDG, Michigan strategic fund.....	158,500
16	IDG, office of retirement services.....	204,700
17	IDG, other restricted funding sources.....	359,500
18	Special revenue funds:	
19	21st century jobs fund.....	90,200
20	Brownfield development fund.....	26,400
21	Clean Michigan initiative implementation bond fund...	51,000
22	Fee adequacy, air quality delegated authority.....	13,000
23	Game and fish protection fund.....	29,300
24	Legislative retirement system.....	27,300
25	MDTMB, civil service commission.....	155,700
26	MDLARA, liquor purchase revolving fund.....	26,800
27	Michigan justice training commission fund.....	38,400

1	Michigan state housing development authority fees	106,500
2	Michigan veterans' trust fund.....	33,200
3	Motor transport revolving fund.....	7,000
4	Office services revolving fund.....	9,200
5	State disbursement unit, office of child support	53,900
6	State services fee fund.....	1,272,600
7	Waterways fund.....	10,500
8	State general fund/general purpose	\$ 14,711,300
9	Sec. 106. DEPARTMENT OF STATE	
10	(1) APPROPRIATION SUMMARY	
11	Full-time equated unclassified positions..... 6.0	
12	Full-time equated classified positions..... 1,562.0	
13	GROSS APPROPRIATION.....	\$ 219,548,900
14	Interdepartmental grant revenues:	
15	Total interdepartmental grants and intradepartmental	
16	transfers	20,000,000
17	ADJUSTED GROSS APPROPRIATION.....	\$ 199,548,900
18	Federal revenues:	
19	Total federal revenues.....	1,810,000
20	Special revenue funds:	
21	Total local revenues.....	0
22	Total private revenues.....	100
23	Total other state restricted revenues.....	182,485,400
24	State general fund/general purpose	\$ 15,253,400
25	State general fund/general purpose schedule:	
26	Ongoing state general fund/general	

1	purpose	15,253,400	
2	One-time state general fund/general		
3	purpose	0	
4	(2) EXECUTIVE DIRECTION		
5	Full-time equated unclassified positions.....	6.0	
6	Full-time equated classified positions.....	30.0	
7	Secretary of state.....	\$	112,500
8	Unclassified positions--5.0 FTE positions		707,000
9	Operations--30.0 FTE positions		<u>4,042,400</u>
10	GROSS APPROPRIATION.....	\$	4,861,900
11	Appropriated from:		
12	Special revenue funds:		
13	Auto repair facilities fees		69,200
14	Driver fees		277,900
15	Expedient service fees		66,800
16	Parking ticket court fines		9,300
17	Personal identification card fees		32,300
18	Reinstatement fees - operator licenses		250,700
19	Transportation administration collection fund		2,506,500
20	Vehicle theft prevention fees		40,700
21	State general fund/general purpose	\$	1,608,500
22	(3) DEPARTMENT SERVICES		
23	Full-time equated classified positions.....	157.0	
24	Operations--157.0 FTE positions	\$	<u>29,710,200</u>
25	GROSS APPROPRIATION.....	\$	29,710,200
26	Appropriated from:		
27	Special revenue funds:		

1	Abandoned vehicle fees.....	481,900
2	Auto repair facilities fees.....	1,608,700
3	Child support clearance fees.....	35,200
4	Driver education provider and instructor fund.....	20,800
5	Driver fees.....	1,578,700
6	Driver improvement course fund.....	309,200
7	Expedient service fees.....	274,100
8	Marine safety fund.....	83,400
9	Off-road vehicle title fees.....	8,300
10	Parking ticket court fines.....	71,600
11	Personal identification card fees.....	189,500
12	Reinstatement fees - operator licenses.....	1,290,000
13	Scrap tire fund.....	76,500
14	Snowmobile registration fee revenue.....	18,600
15	Transportation administration collection fund.....	22,379,900
16	Vehicle theft prevention fees.....	629,900
17	State general fund/general purpose.....	\$ 653,900
18	(4) LEGAL SERVICES	
19	Full-time equated classified positions.....	32.0
20	Operations--32.0 FTE positions.....	\$ <u>6,891,300</u>
21	GROSS APPROPRIATION.....	\$ 6,891,300
22	Appropriated from:	
23	Special revenue funds:	
24	Auto repair facilities fees.....	1,449,100
25	Driver education provider and instructor fund.....	25,500
26	Driver fees.....	934,900
27	Expedient service fees.....	12,300

1	Parking ticket court fines.....		7,400
2	Personal identification card fees.....		60,200
3	Reinstatement fees - operator licenses.....		716,300
4	Transportation administration collection fund.....		3,208,300
5	Vehicle theft prevention fees.....		465,300
6	State general fund/general purpose.....	\$	12,000
7	(5) CUSTOMER DELIVERY SERVICES		
8	Full-time equated classified positions.....	1,298.0	
9	Branch operations--910.5 FTE positions.....	\$	82,249,700
10	Central operations--368.5 FTE positions.....		47,400,200
11	Commemorative license plates--14.0 FTE positions.....		1,897,300
12	Motorcycle safety education administration--2.0 FTE		
13	positions		327,400
14	Motorcycle safety education grants.....		1,500,000
15	Credit and debit assessment service fees.....		5,000,000
16	Specialty license plates--3.0 FTE positions.....		750,000
17	Organ donor program.....		<u>129,100</u>
18	GROSS APPROPRIATION.....	\$	139,253,700
19	Appropriated from:		
20	Interdepartmental grant revenues:		
21	IDG from MDOT, Michigan transportation fund.....		20,000,000
22	Federal revenues:		
23	Federal funds.....		1,460,000
24	Special revenue funds:		
25	Private funds.....		100
26	Abandoned vehicle fees.....		204,800
27	Auto repair facilities fees.....		1,734,600

1	Child support clearance fees.....	311,700
2	Credit and debit assessment service fees.....	5,000,000
3	Driver education provider and instructor fund.....	28,800
4	Driver fees.....	25,852,100
5	Driver improvement course fund.....	1,248,400
6	Enhanced driver license and enhanced official state	
7	personal identification card fund.....	6,559,400
8	Expedient service fees.....	2,569,700
9	Marine safety fund.....	1,394,600
10	Michigan state police auto theft fund.....	123,700
11	Mobile home commission fees.....	508,200
12	Motorcycle safety fund.....	1,827,400
13	Off-road vehicle title fees.....	156,500
14	Parking ticket court fines.....	1,553,600
15	Personal identification card fees.....	2,246,400
16	Recreation passport fee.....	1,000,000
17	Reinstatement fees - operator licenses.....	2,362,100
18	Snowmobile registration fee revenue.....	372,000
19	Thomas Daley gift of life fund.....	50,000
20	Transportation administration collection fund.....	59,534,900
21	Vehicle theft prevention fees.....	743,600
22	State general fund/general purpose.....	\$ 2,411,100
23	(6) ELECTION REGULATION	
24	Full-time equated classified positions.....	45.0
25	Election administration and services--45.0 FTE	
26	positions	\$ 6,523,600
27	County clerk education and training fund.....	100,000

1	Help America vote act.....	350,000
2	Fees to local units.....	<u>109,800</u>
3	GROSS APPROPRIATION.....	\$ 7,083,400
4	Appropriated from:	
5	Federal revenues:	
6	Federal funds - HAVA HHS.....	350,000
7	Special revenue funds:	
8	Notary education and training fund.....	100,000
9	Notary fee fund.....	344,100
10	State general fund/general purpose.....	\$ 6,289,300
11	(7) DEPARTMENTWIDE APPROPRIATIONS	
12	Building occupancy charges/rent.....	\$ 9,671,900
13	Worker's compensation.....	<u>313,000</u>
14	GROSS APPROPRIATION.....	\$ 9,984,900
15	Appropriated from:	
16	Special revenue funds:	
17	Auto repair facilities fees.....	135,900
18	Driver fees.....	728,700
19	Expedient service fees.....	26,200
20	Parking ticket court fines.....	449,700
21	Transportation administration collection fund.....	5,936,000
22	State general fund/general purpose.....	\$ 2,708,400
23	(8) INFORMATION TECHNOLOGY	
24	Information technology services and projects.....	\$ <u>21,763,500</u>
25	GROSS APPROPRIATION.....	\$ 21,763,500
26	Appropriated from:	
27	Special revenue funds:	

1	Administrative order processing fee	11,800
2	Auto repair facilities fees	190,600
3	Child support clearance fees	17,200
4	Driver fees	790,000
5	Expedient service fees	1,088,700
6	Parking ticket court fines	87,800
7	Personal identification card fees	170,200
8	Reinstatement fees - operator licenses	594,300
9	Transportation administration collection fund	17,061,100
10	Vehicle theft prevention fees	181,600
11	State general fund/general purpose	\$ 1,570,200

12 **Sec. 107. DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND**
 13 **BUDGET**

14 **(1) APPROPRIATION SUMMARY**

15	Full-time equated unclassified positions	6.0
16	Full-time equated classified positions	2,806.0
17	GROSS APPROPRIATION	\$ 1,184,375,200
18	Interdepartmental grant revenues:	
19	Total interdepartmental grants and intradepartmental	
20	transfers	677,159,800
21	ADJUSTED GROSS APPROPRIATION	\$ 507,215,400
22	Federal revenues:	
23	Total federal revenues	8,790,900
24	Special revenue funds:	
25	Total local revenues	1,320,800
26	Total private revenues	190,400

1	Total other state restricted revenues	92,625,900
2	State general fund/general purpose	\$ 404,287,400
3	State general fund/general purpose schedule:	
4	Ongoing state general fund/general	
5	purpose	389,387,300
6	One-time state general fund/general	
7	purpose	14,900,100
8	(2) EXECUTIVE DIRECTION	
9	Full-time equated unclassified positions.....	6.0
10	Full-time equated classified positions.....	12.0
11	Unclassified positions--6.0 FTE positions	\$ 804,500
12	Executive operations--12.0 FTE positions	<u>2,232,600</u>
13	GROSS APPROPRIATION.....	\$ 3,037,100
14	Appropriated from:	
15	Interdepartmental grant revenues:	
16	IDG from building occupancy and parking charges	193,200
17	IDG from technology user fees	1,875,200
18	Special revenue funds:	
19	Special revenue, internal service, and pension trust	
20	funds	289,700
21	State general fund/general purpose	\$ 679,000
22	(3) DEPARTMENT SERVICES	
23	Full-time equated classified positions.....	716.5
24	Administrative services--136.5 FTE positions	\$ 17,350,500
25	Budget and financial management--135.0 FTE positions .	17,265,000
26	Office of the state employer--23.0 FTE positions	3,316,000
27	Design and construction services--40.0 FTE positions .	6,302,800

1	Business support services--95.0 FTE positions	10,394,400
2	Building operation services--210.0 FTE positions	90,199,300
3	Building occupancy charges, rent, and utilities	5,127,500
4	Motor vehicle fleet--35.0 FTE positions	59,221,400
5	Information technology services and projects	28,942,600
6	Bureau of labor market information and	
7	strategies--42.0 FTE positions.....	<u>5,709,000</u>
8	GROSS APPROPRIATION.....	\$ 243,828,500
9	Appropriated from:	
10	Interdepartmental grant revenues:	
11	IDG from accounting service centers user charges	2,694,200
12	IDG from building occupancy and parking charges	92,619,900
13	IDG from MDLARA.....	100,000
14	IDG from motor transport fund.....	59,221,400
15	IDG from MDCH.....	477,900
16	IDG from MDHS.....	209,200
17	IDG from user fees.....	6,669,500
18	IDG from technology user fees.....	7,747,500
19	Federal revenues:	
20	Federal funds.....	5,826,500
21	Special revenue funds:	
22	Deferred compensation.....	2,600
23	Health management funds.....	2,158,200
24	MAIN user charges.....	4,648,300
25	Pension trust funds.....	7,322,700
26	Special revenue, internal service, and pension trust	
27	funds	17,089,200

1	State building authority revenue	699,100
2	State restricted indirect funds	2,874,500
3	State general fund/general purpose	\$ 33,467,800
4	(4) TECHNOLOGY SERVICES	
5	Full-time equated classified positions	1,459.5
6	Education services--29.0 FTE positions	\$ 4,044,900
7	Health and human services--617.5 FTE positions	266,662,400
8	Public protection--254.5 FTE positions	65,175,300
9	Resources services--146.5 FTE positions	19,590,700
10	Transportation services--89.5 FTE positions	30,500,500
11	General services--322.5 FTE positions	91,180,000
12	Information technology innovation fund	2,500,000
13	Enterprisewide information technology investments	<u>47,000,000</u>
14	GROSS APPROPRIATION	\$ 526,653,800
15	Appropriated from:	
16	Interdepartmental grant revenues:	
17	IDG from technology user fees	477,153,800
18	State general fund/general purpose	\$ 49,500,000
19	(5) STATEWIDE APPROPRIATIONS	
20	Professional development fund - MPE, SEIU,	
21	scientific and engineering unit	\$ 125,000
22	Professional development fund - AFSCME	50,000
23	Professional development fund - NERE	<u>200,000</u>
24	GROSS APPROPRIATION	\$ 375,000
25	Appropriated from:	
26	Interdepartmental grant revenues:	
27	IDG from employer contributions	375,000

1	State general fund/general purpose	\$	0
2	(6) SPECIAL PROGRAMS		
3	Full-time equated classified positions.....	172.0	
4	Building occupancy charges - property management		
5	services for executive/legislative building		
6	occupancy	\$	1,208,200
7	Retirement services--162.0 FTE positions		25,257,200
8	Office of children's ombudsman--10.0 FTE positions ...		<u>1,235,100</u>
9	GROSS APPROPRIATION.....	\$	27,700,500
10	Appropriated from:		
11	Special revenue funds:		
12	Deferred compensation.....		1,542,400
13	Pension trust funds.....		18,907,000
14	State general fund/general purpose	\$	7,251,100
15	(7) STATE BUILDING AUTHORITY RENT		
16	State building authority rent - state agencies	\$	70,005,800
17	State building authority rent - department of		
18	corrections		47,379,900
19	State building authority rent - universities		117,225,300
20	State building authority rent - community colleges ...		<u>23,959,600</u>
21	GROSS APPROPRIATION.....	\$	258,570,600
22	Appropriated from:		
23	State general fund/general purpose	\$	258,570,600
24	(8) CIVIL SERVICE COMMISSION		
25	Full-time equated classified positions.....	446.0	
26	Agency services--81.5 FTE positions	\$	12,428,800
27	Executive direction--32.5 FTE positions		9,279,000

1	Employee benefits--16.0 FTE positions	5,636,600
2	Training.....	1,300,000
3	Human resources operations--316.0 FTE positions	35,011,500
4	Information technology services and projects	<u>4,353,700</u>
5	GROSS APPROPRIATION.....	\$ 68,009,600
6	Appropriated from:	
7	Interdepartmental grant revenues:	
8	IDG, training charges.....	1,300,000
9	IDG, 1% special funds.....	3,223,000
10	Federal revenues:	
11	Federal funds 1%.....	2,964,400
12	Special revenue funds:	
13	Local funds 1%.....	1,320,800
14	Private funds 1%.....	190,400
15	State restricted funds 1%.....	21,232,900
16	State restricted indirect funds.....	7,327,300
17	State sponsored group insurance.....	2,743,100
18	State sponsored group insurance, flexible spending	
19	accounts and COBRA	5,788,900
20	State general fund/general purpose.....	\$ 21,918,800
21	(9) CAPITAL OUTLAY	
22	Major special maintenance, remodeling, and additions	
23	for state agencies	\$ 2,000,000
24	Enterprisewide special maintenance for state	
25	facilities	<u>18,000,000</u>
26	GROSS APPROPRIATION.....	\$ 20,000,000
27	Appropriated from:	

1	Interdepartmental grant revenues:	
2	IDG from building occupancy charges	2,000,000
3	State general fund/general purpose	\$ 18,000,000
4	(10) ONE-TIME BASIS ONLY APPROPRIATIONS	
5	Delta County bridge removal	\$ 1,500,000
6	Nursing home surveyors	\$ 2,400,000
7	Regional prosperity grants	1,000,000
8	Special maintenance, remodeling and addition - state	
9	facilities	10,000,000
10	Technology services funding	21,300,000
11	State building authority financed construction	
12	projects - state emergency operations center (total	
13	authorized cost \$20,200,000; federal share \$3,000,000;	
14	state building authority share \$17,119,900; state	
15	general fund/general purpose \$80,100)	<u>100</u>
16	GROSS APPROPRIATION	\$ 36,200,100
17	Appropriated from:	
18	Interdepartmental grant revenues:	
19	Interdepartmental grant revenues	21,300,000
20	Special revenue funds:	
21	State general fund/general purpose	\$ 14,900,100
22	Sec. 108. DEPARTMENT OF TREASURY	
23	(1) APPROPRIATION SUMMARY	
24	Full-time equated unclassified positions	10.0
25	Full-time equated classified positions	2,546.5
26	GROSS APPROPRIATION	\$ 2,761,613,800

1	Interdepartmental grant revenues:	
2	Total interdepartmental grants and intradepartmental	
3	transfers	9,130,000
4	ADJUSTED GROSS APPROPRIATION.....	\$ 2,752,483,800
5	Federal revenues:	
6	Total federal revenues.....	677,780,700
7	Special revenue funds:	
8	Total local revenues.....	6,393,000
9	Total private revenues.....	5,476,900
10	Total other state restricted revenues.....	1,627,438,000
11	State general fund/general purpose.....	\$ 435,395,200
12	State general fund/general purpose schedule:	
13	Ongoing state general fund/general	
14	purpose	359,131,900
15	One-time state general fund/general	
16	purpose	76,263,300
17	(2) EXECUTIVE DIRECTION	
18	Full-time equated unclassified positions.....	10.0
19	Full-time equated classified positions.....	5.0
20	Unclassified positions--10.0 FTE positions.....	\$ 1,025,200
21	Office of the director--5.0 FTE positions.....	<u>1,628,800</u>
22	GROSS APPROPRIATION.....	\$ 2,654,000
23	Appropriated from:	
24	Federal revenues:	
25	DED-OPSE, federal lenders allowance.....	20,000
26	DED-OPSE, higher education act of 1965, insured loans	45,000
27	Special revenue funds:	

1	Michigan state housing development authority fees	
2	and charges	238,900
3	State lottery fund.....	268,000
4	State services fee fund.....	304,500
5	State general fund/general purpose.....	\$ 1,777,600
6	(3) DEPARTMENTWIDE APPROPRIATIONS	
7	Rent and building occupancy charges - property	
8	management services	\$ 5,773,300
9	Worker's compensation insurance premium.....	<u>135,000</u>
10	GROSS APPROPRIATION.....	\$ 5,908,300
11	Appropriated from:	
12	Special revenue funds:	
13	Delinquent tax collection revenue.....	2,883,100
14	State general fund/general purpose.....	\$ 3,025,200
15	(4) LOCAL GOVERNMENT PROGRAMS	
16	Full-time equated classified positions.....	100.0
17	Supervision of the general property tax law--	75.0
18	FTE positions	\$ 20,164,500
19	Property tax assessor training--4.0 FTE positions	1,024,300
20	Local finance--21.0 FTE positions.....	<u>2,522,500</u>
21	GROSS APPROPRIATION.....	\$ 23,711,300
22	Appropriated from:	
23	Federal revenues:	
24	Special revenue funds:	
25	Local - assessor training fees.....	1,024,300
26	Local - audit charges.....	795,200
27	Local - equalization study chargebacks.....	40,000

1	Local - revenue from local government		100,000
2	Delinquent tax collection revenue		1,477,600
3	Land reutilization fund		5,256,000
4	Municipal finance fees		524,700
5	Public private partnership investment fund		1,513,700
6	State general fund/general purpose	\$	12,979,800
7	(5) TAX PROGRAMS		
8	Full-time equated classified positions	805.0	
9	Customer contact--127.0 FTE positions	\$	12,274,900
10	Tax compliance--337.0 FTE positions		43,838,200
11	Tax and economic policy--137.0 FTE positions		20,763,200
12	Tax processing--176.0 FTE positions		18,299,700
13	Health insurance claims fund--15.0 FTE positions		1,997,700
14	Home heating assistance		2,967,800
15	Bottle act implementation		250,000
16	Tobacco tax enforcement--13.0 FTE positions		<u>1,550,700</u>
17	GROSS APPROPRIATION	\$	101,942,200
18	Appropriated from:		
19	Interdepartmental grant revenues:		
20	IDG from MDOT, Michigan transportation fund		2,100,000
21	IDG from MDOT, state aeronautics fund		69,400
22	Federal revenues:		
23	HHS-SSA, low-income energy assistance		2,967,800
24	Special revenue funds:		
25	Bottle deposit fund		250,000
26	Delinquent tax collection revenue		72,691,100
27	Emergency 911 fund		152,900

1	Health insurance claims assessment fund.....		1,997,700
2	Tobacco tax revenue.....		4,005,100
3	Waterways fund.....		102,700
4	State general fund/general purpose.....	\$	17,605,500
5	(6) BANKING AND MANAGEMENT SERVICES		
6	Full-time equated classified positions.....	353.0	
7	Department and budget services--58.0 FTE positions ...	\$	5,433,800
8	Unclaimed property--29.0 FTE positions		4,709,400
9	Collections--203.0 FTE positions		26,788,100
10	Finance and accounting--24.0 FTE positions		2,388,900
11	Receipts processing--39.0 FTE positions		<u>4,315,600</u>
12	GROSS APPROPRIATION.....	\$	43,635,800
13	Appropriated from:		
14	Interdepartmental grant revenues:		
15	IDG from accounting service center user charges		473,600
16	IDG from MDHS, title IV-D.....		752,900
17	IDG, levy/warrant cost assessment fees		2,000,000
18	IDG, state agency collection fees		2,842,500
19	IDG, data/collection services fees		289,600
20	Special revenue funds:		
21	Delinquent tax collection revenue		24,260,000
22	Escheats revenue		4,709,400
23	Garnishment fees		2,445,500
24	Justice system fund		469,700
25	State restricted indirect funds		267,700
26	Treasury fees		45,400
27	State general fund/general purpose	\$	5,079,500

1 **(7) FINANCIAL PROGRAMS**

2	Full-time equated classified positions.....	202.5	
3	Investments--82.0 FTE positions.....		\$ 19,657,900
4	John R. Justice grant program.....		287,300
5	Common cash and debt management--22.5 FTE positions ..		1,599,500
6	Dual enrollment payments.....		1,003,200
7	Student financial assistance programs--25.5 FTE		
8	positions		2,649,700
9	Michigan finance authority - bond finance		
10	programs--72.5 FTE positions		<u>38,477,000</u>
11	GROSS APPROPRIATION.....		\$ 63,674,600
12	Appropriated from:		
13	Interdepartmental grant revenues:		
14	IDG, fiscal agent service fees.....		202,000
15	Federal revenues:		
16	DED-OPSE, federal lenders allowance.....		10,557,900
17	DED-OPSE, higher education act of 1965, insured loans		24,920,100
18	Federal - John R. Justice grant.....		287,300
19	Special revenue funds:		
20	Defined contribution administrative fee revenue		100,000
21	MFA, bond and loan program revenue.....		2,999,000
22	Michigan merit award trust fund.....		1,123,700
23	Retirement funds.....		18,174,200
24	School bond fees.....		820,100
25	Treasury fees.....		1,591,500
26	State general fund/general purpose		\$ 2,898,800
27	(8) DEBT SERVICE		

1	Water pollution control bond and interest redemption .	\$	1,132,700
2	Quality of life bond.....		79,965,800
3	Clean Michigan initiative.....		57,187,400
4	Great Lakes water quality bond.....		<u>15,916,600</u>
5	GROSS APPROPRIATION.....	\$	154,202,500
6	Appropriated from:		
7	Special revenue funds:		
8	Refined petroleum fund.....		3,014,500
9	State general fund/general purpose.....	\$	151,188,000
10	(9) GRANTS		
11	Convention facility development distribution.....	\$	74,850,000
12	Senior citizen cooperative housing tax exemption		
13	program		12,020,000
14	Emergency 911 payments.....		27,000,000
15	Health and safety fund grants.....		<u>9,000,000</u>
16	GROSS APPROPRIATION.....	\$	122,870,000
17	Appropriated from:		
18	Special revenue funds:		
19	Emergency 911 fund.....		27,000,000
20	Convention facility development fund.....		74,850,000
21	Health and safety fund.....		9,000,000
22	State general fund/general purpose.....	\$	12,020,000
23	(10) BUREAU OF STATE LOTTERY		
24	Full-time equated classified positions.....		183.0
25	Lottery operations--183.0 FTE positions.....	\$	23,890,300
26	Promotion and advertising.....		18,622,000
27	Lottery information technology services and projects .		<u>5,162,900</u>

1	GROSS APPROPRIATION.....	\$	47,675,200
2	Appropriated from:		
3	Special revenue funds:		
4	State lottery fund.....		47,675,200
5	State general fund/general purpose.....	\$	0
6	(11) CASINO GAMING		
7	Full-time equated classified positions.....		126.0
8	Michigan gaming control board.....	\$	50,000
9	Casino gaming control administration--116.0 FTE		
10	positions		24,721,600
11	Casino gaming information technology services and		
12	projects		1,820,700
13	Racing commission--10.0 FTE positions.....		<u>2,312,500</u>
14	GROSS APPROPRIATION.....	\$	28,904,800
15	Appropriated from:		
16	Casino gambling agreements.....		719,300
17	Equine development fund.....		2,435,500
18	Laboratory fees.....		700,000
19	State services fee fund.....		25,050,000
20	State general fund/general purpose.....	\$	0
21	(12) PAYMENTS IN LIEU OF TAXES		
22	Commercial forest reserve.....	\$	3,054,900
23	Purchased lands.....		6,512,400
24	Swamp and tax reverted lands.....		<u>7,779,800</u>
25	GROSS APPROPRIATION.....	\$	17,347,100
26	Appropriated from:		
27	Special revenue funds:		

1	Private funds.....		22,000
2	Game and fish protection fund.....		2,333,600
3	Michigan natural resources trust fund.....		1,434,000
4	Michigan state waterways fund.....		194,600
5	State general fund/general purpose.....	\$	13,362,900
6	(13) MICHIGAN STRATEGIC FUND		
7	Full-time equated classified positions.....	425.0	
8	Ongoing operations--206.0 FTE positions.....	\$	169,794,200
9	Facility for rare isotope beams debt service.....		7,300,000
10	Community development block grants.....		47,000,000
11	Arts and cultural program.....		6,650,000
12	GEAR-UP program grants.....		4,730,700
13	Carl D. Perkins grants.....		19,000,000
14	Adult basic education.....		20,000,000
15	Bureau of energy systems.....		4,610,900
16	Employment services.....		4,184,300
17	Workforce program administration--219.0 FTE positions		49,176,800
18	Workforce development programs.....		250,819,100
19	Welfare-to-work programs.....		89,357,200
20	Workforce development agency rent and property		
21	management		870,500
22	Information technology services and projects.....		<u>1,082,500</u>
23	GROSS APPROPRIATION.....	\$	674,576,200
24	Appropriated from:		
25	Interdepartmental grant revenues:		
26	Federal revenues:		
27	DAG, employment and training.....		3,500,000

1	DED-OESE, GEAR-UP.....	4,730,700
2	DED-OVAE, adult education.....	20,000,000
3	DED-OVAE, basic grants to states.....	19,000,000
4	DOE-OEERE, multiple grants.....	4,796,800
5	DOL-ETA, workforce investment act.....	184,003,300
6	DOL, federal funds.....	112,800,000
7	Federal funds.....	5,950,000
8	Social security act, temporary assistance to needy	
9	families	64,898,800
10	NFAH-NEA, promotion of the arts, partnership	
11	agreements	1,050,000
12	HUD-CPD, community development block grant.....	49,780,700
13	U.S. EPA revolving loan fund.....	1,000,000
14	Special revenue funds:	
15	Local revenues.....	4,433,500
16	Private funds.....	5,074,900
17	Private - oil overcharge.....	30,000
18	Private - special project advances.....	250,000
19	Private - Michigan council for the arts fund.....	100,000
20	Industry support fees.....	5,500
21	Defaulted loan collection fees.....	150,000
22	Land bank fast track fund.....	300,000
23	Michigan film promotion fund.....	648,800
24	Public utility assessments.....	869,300
25	21st century jobs trust fund.....	75,000,000
26	State general fund/general purpose.....	\$ 116,203,900
27	(14) REVENUE SHARING	

1	Constitutional state general revenue sharing grants ..	\$	742,550,200
2	County incentive program.....		24,652,000
3	County revenue sharing.....		116,608,000
4	Economic vitality incentive program.....		228,340,000
5	Competitive grant assistance program.....		<u>5,000,000</u>
6	GROSS APPROPRIATION.....	\$	1,117,150,200
7	Appropriated from:		
8	Sales tax.....		1,101,150,200
9	State general fund/general purpose.....	\$	16,000,000
10	(15) MICHIGAN STRATEGIC FUND - MICHIGAN STATE		
11	HOUSING DEVELOPMENT AUTHORITY		
12	Full-time equated classified positions.....		347.0
13	Payments on behalf of tenants.....	\$	166,860,000
14	Housing and rental assistance--347.0 FTE positions ...		57,191,300
15	Lighthouse preservation program.....		307,500
16	Rent and administrative support.....		3,845,800
17	Michigan state housing development authority		
18	technology services and projects.....		<u>3,533,100</u>
19	GROSS APPROPRIATION.....	\$	231,737,700
20	Appropriated from:		
21	Federal revenues:		
22	HUD, lower income housing assistance.....		166,860,000
23	Special revenue funds:		
24	Michigan state housing development authority fees		
25	and charges		64,570,200
26	Michigan lighthouse preservation fund.....		307,500
27	State general fund/general purpose.....	\$	0

1	(16) INFORMATION TECHNOLOGY		
2	Treasury operations information technology services		
3	and projects	\$	<u>24,360,600</u>
4	GROSS APPROPRIATION.....	\$	24,360,600
5	Appropriated from:		
6	Interdepartmental grant revenues:		
7	IDG from MDOT, Michigan transportation fund.....		400,000
8	Federal revenues:		
9	DED-OPSE, federal lenders allowance.....		612,300
10	Special revenue funds:		
11	Delinquent tax collection revenue.....		15,481,800
12	Tobacco tax revenue.....		125,600
13	Retirement funds.....		750,200
14	State general fund/general purpose.....	\$	6,990,700
15	(17) ONE-TIME BASIS ONLY APPROPRIATIONS		
16	Competitive grant assistance program.....	\$	10,000,000
17	County incentive program.....		4,500,000
18	Economic vitality incentive program.....		7,500,000
19	MSF, one-time operations.....		69,500,000
20	Treasury, sales, use, and withholding system		
21	replacement		1,763,300
22	Michigan casino gaming board system replacement		3,000,000
23	Treasury, distressed communities.....		<u>5,000,000</u>
24	GROSS APPROPRIATION.....	\$	101,263,300
25	Appropriated from:		
26	Interdepartmental grant revenues:		
27	Federal revenues:		

1 Special revenue funds:

2	Casino gaming fund.....	2,300,000
3	State services fee fund.....	700,000
4	Sales tax.....	22,000,000
5	State general fund/general purpose.....	\$ 76,263,300

6 PART 2

7 PROVISIONS CONCERNING APPROPRIATIONS

8 FOR FISCAL YEAR 2013-2014

9 GENERAL SECTIONS

10 Sec. 201. (1) Pursuant to section 30 of article IX of the
 11 state constitution of 1963, total state spending from state
 12 resources under part 1 for fiscal year 2013-2014 is
 13 \$2,967,139,500.00 and state spending from state resources to be
 14 paid to local units of government for fiscal year 2013-2014 is
 15 \$1,309,119,100.00. The itemized statement below identifies
 16 appropriations from which spending to local units of government
 17 will occur:

18 DEPARTMENT OF STATE

19	Fees to local units.....	\$ 109,800
20	Motorcycle safety grants.....	<u>1,251,000</u>
21	Subtotal.....	\$ 1,360,800

22 DEPARTMENT OF TREASURY

23	Senior citizen cooperative housing tax exemption.....	\$ 12,020,000
24	Health and safety fund grants.....	9,000,000
25	Constitutional state general revenue sharing grants..	742,550,200

1	Economic vitality incentive program.....	235,840,000
2	Convention facility development fund distribution....	74,850,000
3	Emergency 9-1-1 payments.....	24,700,000
4	Competitive grant assistance program.....	15,000,000
5	County incentive program.....	29,152,000
6	County revenue sharing payments.....	116,608,000
7	Airport parking distribution pursuant to section 909 .	15,466,200
8	Payments in lieu of taxes.....	17,347,100
9	Welfare-to-work programs.....	<u>15,224,800</u>
10	Subtotal.....	\$ <u>1,307,758,300</u>
11	TOTAL GENERAL GOVERNMENT.....	\$ 1,309,119,100

12 (2) Pursuant to section 30 of article IX of the state
13 constitution of 1963, total state spending from state sources for
14 fiscal year 2013-2014 is estimated at \$29,470,730,300.00 in the
15 2013-2014 appropriations acts and total state spending from state
16 sources paid to local units of government for fiscal year 2013-2014
17 is estimated at \$15,790,923,500.00. The state-local proportion is
18 estimated at 53.6% of total state spending from state resources.

19 (3) If payments to local units of government and state
20 spending from state sources for fiscal year 2013-2014 are different
21 than the amounts estimated in subsection (2), the state budget
22 director shall report the payments to local units of government and
23 state spending from state sources that were made for fiscal year
24 2013-2014 to the senate and house of representatives standing
25 committees on appropriations within 30 days after the final book-
26 closing for fiscal year 2013-2014.

27 Sec. 202. The appropriations authorized under this act are

1 subject to the management and budget act, 1984 PA 431, MCL 18.1101
2 to 18.1594.

3 Sec. 203. As used in this act:

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

6 (b) "ATM" means automated teller machine.

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

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

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

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

13 (g) "DED-OPSE" means the DED office of postsecondary
14 education.

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

17 (i) "DOE-OEERE" means the United States department of energy,
18 office of energy efficiency and renewable energy.

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

21 (k) "EEOC" means the United States equal employment
22 opportunity commission.

23 (l) "EPA" means the United States environmental protection
24 agency.

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

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

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

1 undergraduate programs.

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

3 (q) "HAVA" means help America vote act.

4 (r) "HHS" means the United States department of health and
5 human services.

6 (s) "HHS-OS" means the HHS office of the secretary.

7 (t) "HHS-SSA" means the HHS social security administration.

8 (u) "HUD" means the United States department of housing and
9 urban development.

10 (v) "HUD-CPD" means the United States department of housing
11 and urban development - community planning and development.

12 (w) "IDG" means interdepartmental grant.

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

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

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

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

18 (bb) "MDE" means the Michigan department of education.

19 (cc) "MDLARA" means the Michigan department of licensing and
20 regulatory affairs.

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

23 (ee) "MDHS" means the Michigan department of human services.

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

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

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

1 (ii) "MDTMB" means the Michigan department of technology,
2 management, and budget.

3 (jj) "MEDC" means the Michigan economic development
4 corporation, which is the public body corporate created under
5 section 28 of article VII of the state constitution of 1963 and the
6 urban cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to
7 124.512, by contractual interlocal agreement effective April 5,
8 1999, between local participating economic development corporations
9 formed under the economic development corporations act, 1974 PA
10 338, MCL 125.1601 to 125.1636, and the Michigan strategic fund.

11 (kk) "MFA" means the Michigan finance authority.

12 (ll) "MPE" means the Michigan public employees.

13 (mm) "MSF" means the Michigan strategic fund.

14 (nn) "MSHDA" means Michigan state housing development
15 authority.

16 (oo) "NERE" means nonexclusively represented employees.

17 (pp) "NFAH-NEA" means the national foundation of the arts and
18 the humanities - national endowment for the arts.

19 (qq) "PA" means public act.

20 (rr) "SEIU" means service employees international union.

21 (ss) "WIC" means women, infants, and children.

22 Sec. 206. The department of technology, management, and budget
23 shall maintain a searchable website that is updated at least
24 quarterly and that is accessible by the public at no cost that
25 includes, but is not limited to, all of the following for each
26 department or agency:

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

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

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

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

7 (e) Job specifications and wage rates.

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

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

24 Sec. 210. The director of each department receiving
25 appropriations in part 1 shall take all reasonable steps to ensure
26 businesses in deprived and depressed communities compete for and
27 perform contracts to provide services or supplies, or both. Each

1 director shall strongly encourage firms with which the department
 2 contracts to subcontract with certified businesses in depressed and
 3 deprived communities for services, supplies, or both.

4 Sec. 211. Pursuant to section 352 of the management and budget
 5 act, 1984 PA 431, MCL 18.1352, which provides for a transfer of
 6 state general fund revenue into or out of the countercyclical
 7 budget and economic stabilization fund, the calculations required
 8 by section 352 of the management and budget act, 1984 PA 431, MCL
 9 18.1352, are determined as follows:

	2012	2013
10 Michigan personal income (millions)	\$370,329	\$379,958
11 less: transfer payments	<u>83,442</u>	<u>86,279</u>
12 Subtotal	\$286,887	\$293,679
13 Divided by: Detroit Consumer Price		
14 Index for 12 months ending June 30 ...	2.144	2.178
15 Equals: real adjusted Michigan personal		
16 income	\$133,809	\$134,811
17 Percentage change		0.7%
18 Growth rate in excess of 2%		0.0%
19 Multiplied by: estimated GF/GP revenue in		
20 fiscal year 2012-2013		8,792.2
21 Equals: countercyclical budget and		
22 economic stabilization fund pay-in		
23 calculation for the fiscal year ending		
24 September 30, 2014 (millions)		\$0.0

25 Sec. 211a. There is appropriated for the fiscal year ending
 26 September 30, 2014, from general fund/general purpose revenue for
 27

1 deposit into the Michigan health savings fund the sum of
2 \$103,000,000.00

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

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

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

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

1 (a) The dates of each travel occurrence.

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

7 Sec. 217. General fund appropriations in part 1 shall not be
8 expended for items in cases where federal funding is available for
9 the same expenditures.

10 Sec. 219. The departments and agencies receiving
11 appropriations in part 1 shall maintain, on a publicly accessible
12 website, a department or agency scorecard that identifies, tracks,
13 and regularly updates key metrics that are used to monitor and
14 improve the department's or agency's performance.

15 Sec. 221. Each department shall report no later than April 1
16 on each specific policy change made to implement a public act
17 affecting the department that took effect during the prior calendar
18 year to the senate and house of representatives standing committees
19 on appropriations subcommittees on general government, the joint
20 committee on administrative rules, and the senate and house fiscal
21 agencies.

22 Sec. 226. Funds appropriated in part 1 shall not be used by a
23 principal executive department, state agency, or authority to hire
24 a person to provide legal services that are the responsibility of
25 the attorney general. This prohibition does not apply to legal
26 services for bonding activities and for those activities that the
27 attorney general authorizes.

1 Sec. 227. Within 14 days after the release of the executive
2 budget recommendation, the departments and agencies receiving
3 appropriations in part 1 shall provide the state budget director,
4 the chairs of the senate and house of representatives standing
5 committees on appropriations, the senate and house of
6 representatives standing committees on appropriations subcommittees
7 on general government, and the senate and house fiscal agencies
8 with an annual report on estimated state restricted fund balances,
9 state restricted fund projected revenues, and state restricted fund
10 expenditures for the fiscal years ending September 30, 2013 and
11 September 30, 2014.

12 Sec. 228. Not later than November 15, the state budget office
13 shall prepare and transmit a report that provides for estimates of
14 the total general fund/general purpose appropriation lapses at the
15 close of the prior fiscal year. This report shall summarize the
16 projected year-end general fund/general purpose appropriation
17 lapses by major departmental program or program areas. The report
18 shall be transmitted to the office of the state budget, the
19 chairpersons of the senate and house of representatives standing
20 committees on appropriations, and the senate and house fiscal
21 agencies.

22 Sec. 229. If the office of the auditor general has identified
23 an initiative or made a recommendation that is related to savings
24 and efficiencies in an audit report for an executive branch
25 department or agency, the department or agency shall report within
26 6 months of the release of the audit on their efforts and progress
27 made toward achieving the savings and efficiencies identified in

1 the audit report. The report shall be submitted to the chairs of
2 the senate and house of representatives standing committees on
3 appropriations, the chairs of the senate and house of
4 representatives standing committees with jurisdiction over matters
5 relating to the department that is audited, and the senate and
6 house fiscal agencies.

7 Sec. 235. No state department or state agency shall approve
8 any contract in excess of \$1,000,000.00 unless both of the
9 following requirements have been met:

10 (a) The department or agency has issued and received a request
11 for information (RFI) or a request for qualification (RFQ) before a
12 request for proposal for any contract in excess of \$1,000,000.00.
13 The request for information or request for qualification will
14 enable the department or the agency to learn more about the market
15 for the products or services that are the subject of the future
16 request for proposal.

17 (b) The department or agency shall provide the legislature
18 with the results of the request for information or request for
19 qualification and shall post a summary of the results of the
20 request for information or request for qualification on the
21 department's or agency's webpage.

22 **DEPARTMENT OF ATTORNEY GENERAL**

23 Sec. 301. (1) In addition to the funds appropriated in part 1,
24 there is appropriated an amount not to exceed \$1,500,000.00 for
25 federal contingency funds. These funds are not available for
26 expenditure until they have been transferred to another line item

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

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

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

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

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

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

6 (3) The attorney general shall perform the duties specified in
7 1846 RS 12, MCL 14.28 to 14.35, and 1919 PA 232, MCL 14.101 to
8 14.102, and as otherwise provided by law.

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

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

24 Sec. 305. In addition to the funds appropriated in part 1, not
25 more than \$400,000.00 shall be reimbursed per fiscal year for food
26 stamp fraud cases heard by the third circuit court of Wayne County
27 that were initiated by the department of attorney general pursuant

1 to the existing contract between the department of human services,
2 the prosecuting attorneys association of Michigan, and the
3 department of attorney general. The source of this funding is money
4 earned by the department of attorney general under the agreement
5 after the allowance for reimbursement to the department of attorney
6 general for costs associated with the prosecution of food stamp
7 fraud cases. It is recognized that the federal funds are earned by
8 the department of attorney general for its documented progress on
9 the prosecution of food stamp fraud cases according to the United
10 States department of agriculture regulations and that, once earned
11 by this state, the funds become state funds.

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

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

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

27 Sec. 308. (1) In addition to the funds appropriated in part 1,

1 there is appropriated up to \$500,000.00 from litigation expense
2 reimbursements awarded to the state.

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

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

15 Sec. 309. From the prisoner reimbursement funds appropriated
16 in part 1, the department may spend up to \$614,400.00 on activities
17 related to the state correctional facility reimbursement act, 1935
18 PA 253, MCL 800.401 to 800.406. In addition to the funds
19 appropriated in part 1, if the department collects in excess of
20 \$1,131,000.00 in gross annual prisoner reimbursement receipts
21 provided to the general fund, the excess, up to a maximum of
22 \$1,000,000.00, is appropriated to the department of attorney
23 general and may be spent on the representation of the department of
24 corrections and its officers, employees, and agents, including, but
25 not limited to, the defense of litigation against the state, its
26 departments, officers, employees, or agents in civil actions filed
27 by prisoners.

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

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

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

17 DEPARTMENT OF CIVIL RIGHTS

18 Sec. 401. (1) In addition to the funds appropriated in part 1,
19 there is appropriated an amount not to exceed \$2,000,000.00 for
20 federal contingency funds. These funds are not available for
21 expenditure until they have been transferred to another line item
22 in this article under section 393(2) of the management and budget
23 act, 1984 PA 431, MCL 18.1393.

24 (2) In addition to the funds appropriated in part 1, there is
25 appropriated an amount not to exceed \$750,000.00 for private
26 contingency funds. These funds are not available for expenditure

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

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

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

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

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

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

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

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

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

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

26 Sec. 403. The department of civil rights may contract with
27 local units of government to review equal employment opportunity

1 compliance of potential contractors and may charge for and expend
2 amounts received from local units of government for the purpose of
3 developing and providing these contractual services.

4 **LEGISLATURE**

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

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

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

24 Sec. 602. The senate may charge rent and assess charges for
25 utility costs. The amounts received for rent charges and utility
26 assessments are appropriated to the senate for the renovation,

1 operation, and maintenance of the Farnum building and other
2 properties.

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

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

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

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

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

1 2018.

2 Sec. 607. The appropriations in part 1 to the legislative
3 branch, for automated data processing, shall be used to purchase
4 equipment, software, and services in order to support and implement
5 data processing requirements and technology improvements. These
6 funds are designated as work project appropriations and shall not
7 lapse at the end of the fiscal year, and shall continue to be
8 available for expenditure until the project has been completed. The
9 total cost is estimated at \$500,000.00, and the tentative
10 completion date is September 30, 2018.

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

18 **LEGISLATIVE AUDITOR GENERAL**

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

23 Sec. 621. (1) The auditor general shall take all reasonable
24 steps to ensure that certified minority- and women-owned and
25 operated accounting firms, and accounting firms owned and operated
26 by persons with disabilities participate in the audits of the

1 books, accounts, and financial affairs of each principal executive
2 department, branch, institution, agency, and office of this state.

3 (2) The auditor general shall strongly encourage firms with
4 which the auditor general contracts to perform audits of the
5 principal executive departments and state agencies to subcontract
6 with certified minority- and women-owned and operated accounting
7 firms, and accounting firms owned and operated by persons with
8 disabilities.

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

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

23 Sec. 623. Any audits, reviews, or investigations requested of
24 the auditor general by the legislature or by legislative
25 leadership, legislative committees, or individual legislators shall
26 include an estimate of the additional costs involved and, when
27 those costs exceed \$50,000.00, should provide supplemental funding.

1 The auditor general shall determine whether to perform those
2 activities in keeping with Audit Directive No. 29, which describes
3 the office of the auditor general's policy on responding to
4 legislative requests.

5 **DEPARTMENT OF STATE**

6 Sec. 701. (1) In addition to the funds appropriated in part 1,
7 there is appropriated an amount not to exceed \$2,000,000.00 for
8 federal contingency funds. These funds are not available for
9 expenditure until they have been transferred to another line item
10 in part 1 under section 393(2) of the management and budget act,
11 1984 PA 431, MCL 18.1393.

12 (2) In addition to the funds appropriated in part 1, there is
13 appropriated an amount not to exceed \$7,500,000.00 for state
14 restricted contingency funds. These funds are not available for
15 expenditure until they have been transferred to another line item
16 in part 1 under section 393(2) of the management and budget act,
17 1984 PA 431, MCL 18.1393.

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

24 (4) In addition to the funds appropriated in part 1, there is
25 appropriated an amount not to exceed \$100,000.00 for private
26 contingency funds. These funds are not available for expenditure

1 until they have been transferred to another line item in part 1
2 under section 393(2) of the management and budget act, 1984 PA 431,
3 MCL 18.1393.

4 Sec. 703. From the funds appropriated in part 1, the
5 department of state shall sell copies of records including, but not
6 limited to, records of motor vehicles, off-road vehicles,
7 snowmobiles, watercraft, mobile homes, personal identification
8 cardholders, drivers, and boat operators and shall charge \$8.00 per
9 record sold only as authorized in section 208b of the Michigan
10 vehicle code, 1949 PA 300, MCL 257.208b, section 7 of 1972 PA 222,
11 MCL 28.297, and sections 80130, 80315, 81114, and 82156 of the
12 natural resources and environmental protection act, 1994 PA 451,
13 MCL 324.80130, 324.80315, 324.81114, and 324.82156. The revenue
14 received from the sale of records shall be credited to the
15 transportation administration collection fund created under section
16 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b.

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

22 Sec. 705. (1) The department of state may accept gifts,
23 donations, contributions, and grants of money and other property
24 from any private or public source to underwrite, in whole or in
25 part, the cost of a departmental publication that is prepared and
26 disseminated under the Michigan vehicle code, 1949 PA 300, MCL
27 257.1 to 257.923. A private or public funding source may receive

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

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

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

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

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

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

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

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

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

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

1 other publications shall be credited to the Michigan department of
2 state publications fund.

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

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

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

20 Sec. 710. (1) Commemorative and specialty license plate fee
21 revenue collected by the department of state and deposited into the
22 transportation administration collection fund created in section
23 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b, is
24 authorized for expenditure up to the amount of revenue collected
25 but not to exceed the amount appropriated to the department of
26 state in part 1 to administer commemorative and specialty license
27 plate programs.

1 (2) Commemorative and specialty license plate fee revenue
2 collected by the department of state and deposited in the
3 transportation administration collection fund created in section
4 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b, in
5 addition to the amount appropriated in part 1 to the department of
6 state, shall remain in the transportation administration collection
7 fund created in section 810b of the Michigan vehicle code, 1949 PA
8 300, MCL 257.810b, and be available for future appropriation.

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

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

25 Sec. 713. (1) The department of state, in collaboration with
26 the gift of life transplantation society or its successor federally
27 designated organ procurement organization, may develop and

1 administer a public information campaign concerning the Michigan
2 organ donor program.

3 (2) The department may solicit funds from any private or
4 public source to underwrite, in whole or in part, the public
5 information campaign authorized by this section. The department may
6 accept gifts, donations, contributions, and grants of money and
7 other property from private and public sources for this purpose. A
8 private or public funding source underwriting the public
9 information campaign, in whole or in substantial part, shall
10 receive sponsorship credit for its financial backing.

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

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

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

26 (6) In addition to the appropriations in part 1, the
27 department of state may receive and expend funds from the organ and

1 tissue donation education fund for administrative expenses.

2 Sec. 714. (1) Except as otherwise provided under subsection
3 (2), at least 180 days before closing a branch office or
4 consolidating a branch office and at least 60 days before
5 relocating a branch office, the department of state shall inform
6 members of the senate and house of representatives standing
7 committees on appropriations and legislators who represent affected
8 areas regarding the details of the proposal. The information
9 provided shall be in written form and include all analyses done
10 regarding criteria for changes in the location of branch offices,
11 including, but not limited to, branch transactions, revenue, and
12 the impact on citizens of the affected area. The impact on citizens
13 shall include information regarding additional distance to branch
14 office locations resulting from the plan. The written notice
15 provided by the department of state shall also include detailed
16 estimates of costs and savings that will result from the overall
17 changes made to the branch office structure and the same level of
18 detail regarding costs for new leased facilities and expansions of
19 current leased space.

20 (2) If the consolidation of a branch office is with another
21 branch office that is located within the same local unit of
22 government or the relocation of a branch office is to another
23 location that is located within the same local unit of government,
24 the department of state is not required to provide the notification
25 or written information described in subsection (1).

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

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

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

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

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

22 Sec. 716b. The department of state shall provide a report that
23 calculates the total amount of funds expended for the business
24 application modernization project to date from the inception of the
25 program. The report shall contain information on the original start
26 and completion dates for the project, the original cost to complete
27 the project, and a listing of all revisions to project completion

1 dates and costs. The report shall include the total amount of funds
2 paid to the state by the contract provider for penalties. The
3 report shall be submitted to the senate and house of
4 representatives standing committees on appropriations, the senate
5 and house fiscal agencies, and the state budget director by January
6 1.

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

14 (2) The department of state shall not accept a gift, donation,
15 or contribution under subsection (1) if receipt of the gift,
16 donation, or contribution is conditioned upon a commitment of
17 future state funding.

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

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

1 Sec. 721. From the funds appropriated in part 1, the
2 department of state may collect ATM commission fees from companies
3 that have ATMs located in secretary of state branch offices. The
4 commission received from the use of these ATMs shall be credited to
5 the transportation administration collection fund created under
6 section 810b of the Michigan vehicle code, 1949 PA 300, MCL
7 257.810b.

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

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

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

21 (3) In addition to the funds appropriated in part 1, there is
22 appropriated an amount not to exceed \$150,000.00 for local
23 contingency funds. These funds are not available for expenditure
24 until they have been transferred to another line item in part 1
25 under section 393(2) of the management and budget act, 1984 PA 431,
26 MCL 18.1393.

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

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

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

24 (2) The department of technology, management, and budget may
25 receive and expend funds in addition to those authorized by part 1
26 for real estate, architectural, design, and engineering services
27 provided specifically to other principal executive departments or

1 state agencies, the legislative branch, or the judicial branch.

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

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

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

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

27 Sec. 805. To the extent a specific appropriation is required

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

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

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

27 Sec. 808. (1) Deposits against the interdepartmental grant

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

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

14 Sec. 809. The department of technology, management, and budget
15 shall notify the chairpersons of the senate and house of
16 representatives standing committees on appropriations and the
17 chairpersons of the senate and house of representatives standing
18 committees on appropriations subcommittees on general government on
19 any revisions that increase or decrease current contracts by more
20 than \$500,000.00 for computer software development, hardware
21 acquisition, or quality assurance at least 14 days before the
22 department of technology, management, and budget finalizes the
23 revisions.

24 Sec. 810. The department of technology, management, and budget
25 shall maintain an Internet website that contains notice of all
26 invitations for bids and requests for proposals over \$50,000.00
27 issued by the department or by any state agency operating under

1 delegated authority. The department shall not accept an invitation
2 for bid or request for proposal in less than 14 days after the
3 notice is made available on the Internet website, except in
4 situations where it would be in the best interest of the state and
5 documented by the department. In addition to the requirements of
6 this section, the department may advertise the invitations for bids
7 and requests for proposals in any manner the department determines
8 appropriate, in order to give the greatest number of individuals
9 and businesses the opportunity to make bids or requests for
10 proposals.

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

16 Sec. 812. The Michigan veterans' memorial park commission may
17 receive and expend money from any source, public or private,
18 including, but not limited to, gifts, grants, donations of money,
19 and government appropriations, for the purposes described in
20 Executive Order No. 2001-10. Funds are appropriated and allocated
21 when received and may be expended upon receipt. Any deposits made
22 under this section and unencumbered funds are restricted revenues
23 and may be carried over into succeeding fiscal years.

24 Sec. 813. (1) Funds in part 1 for motor vehicle fleet are
25 appropriated to the department of technology, management, and
26 budget for administration and for the acquisition, lease,
27 operation, maintenance, repair, replacement, and disposal of state

1 motor vehicles.

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

9 (3) The department of technology, management, and budget may
10 charge state agencies for fuel cost increases that exceed \$3.04 per
11 gallon of unleaded gasoline. The department shall notify state
12 agencies, in writing or by electronic mail, at least 30 days before
13 implementing additional charges for fuel cost increases. Revenues
14 received from these charges are appropriated upon receipt.

15 (4) In order to reduce costs and maintain quality, it is the
16 intent of the legislature that, excluding the fleet of motor
17 vehicles for the department of state police, when economically
18 feasible, the department of technology, management, and budget will
19 prioritize the utilization of remanufactured parts as the primary
20 means of maintenance and repair for the state of Michigan's fleet
21 of motor vehicles.

22 Sec. 814. The department of technology, management, and budget
23 shall develop a plan regarding the use of the funds appropriated in
24 part 1 for the enterprisewide information technology investments.
25 The plan shall include, but not be limited to, a description of
26 proposed information technology investments, the time frame for
27 completion of the information technology investments, the proposed

1 cost of the information technology investments, the number of
2 employees assigned to implement each information technology
3 investment, the contracts entered into for each information
4 technology investment, and any other information the department
5 deems necessary. The plan shall be distributed to the senate and
6 house of representatives standing committees on appropriations
7 subcommittees on general government, as well as the senate and
8 house fiscal agencies, by February 1.

9 Sec. 817. The department of technology, management, and budget
10 may require that any vendor or subcontractor providing call or
11 contact center services to the state of Michigan disclose to
12 inbound callers the location from which the call or contact center
13 services are being provided.

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

19 Sec. 819. In addition to the funds appropriated in part 1, the
20 department of technology, management, and budget may receive and
21 expend money from the Ronald Wilson Reagan memorial monument fund
22 as provided in the Ronald Wilson Reagan memorial monument fund
23 commission act, 2004 PA 489, MCL 399.261 to 399.266.

24 Sec. 820. The department shall make available to the public a
25 list of all parcels of real property owned by the state that are
26 available for purchase. The list shall be posted on the Internet
27 through the department's website.

1 Sec. 822. The department of technology, management, and budget
2 shall compile a report by January 1 pertaining to the salaries of
3 unclassified employees, as well as gubernatorial appointees, within
4 all state departments and agencies. The report shall enumerate each
5 unclassified employee and gubernatorial appointee and his or her
6 annual salary individually. The report shall be distributed to the
7 chairs of the senate and house of representatives standing
8 committees on appropriations subcommittees on general government,
9 as well as the senate and house fiscal agencies.

10 Sec. 822a. In addition to the general fund/general purpose
11 appropriations for special maintenance, remodeling, and addition -
12 state facilities in part 1, there is also appropriated related
13 federal and state restricted funds up to the amounts that will be
14 earned based upon the initiatives undertaken with the funds in part
15 1. The state budget director shall determine and authorize the
16 appropriate manner for implementing this section.

17 Sec. 822b. In addition to the general fund/general purpose
18 appropriations for enterprisewide information technology
19 investments in part 1, there is also appropriated related federal
20 and state restricted funds up to the amounts that will be earned
21 based upon the initiatives undertaken with the funds in part 1. The
22 state budget director shall determine and authorize the appropriate
23 manner for implementing this section.

24 Sec. 822c. Any funds remaining from the funds appropriated to
25 the department pursuant to 2011 PA 63 for fiscal year 2011-2012 for
26 the purpose of asbestos abatement at the former state police
27 headquarters site located at Michigan State University may be used

1 for combined sewer overflow connections of that property to the
2 municipal sewer system.

3 **INFORMATION TECHNOLOGY**

4 Sec. 823. (1) The department of technology, management, and
5 budget may sell and accept paid advertising for placement on any
6 state website under its jurisdiction. The department shall review
7 and approve the content of each advertisement. The department may
8 refuse to accept advertising from any person or organization or
9 require modification to advertisements based upon criteria
10 determined by the department. Revenue received under this
11 subsection shall be used for operating costs of the department and
12 for future technology enhancements to state of Michigan e-
13 government initiatives. Funds received under this subsection shall
14 be limited to \$250,000.00. Any funds in excess of \$250,000.00 shall
15 be deposited in the state general fund.

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

24 (3) Funds accepted by the department of technology,
25 management, and budget under subsection (1) are appropriated and
26 allotted when received and may be expended upon approval of the

1 state budget director. The state budget office shall notify the
2 senate and house of representatives standing committees on
3 appropriations subcommittees on general government and the senate
4 and house fiscal agencies within 10 days after the approval is
5 given.

6 Sec. 824. The department of technology, management, and budget
7 may enter into agreements to supply spatial information and
8 technical services to other principal executive departments, state
9 agencies, local units of government, and other organizations. The
10 department of technology, management, and budget may receive and
11 expend funds in addition to those authorized in part 1 for
12 providing information and technical services, publications, maps,
13 and other products. The department of technology, management, and
14 budget may expend amounts received for salaries, supplies, and
15 equipment necessary to provide informational products and technical
16 services. Prior to December 1 of each year, the department shall
17 provide a report to the senate and house of representatives
18 standing committees on appropriations subcommittees on general
19 government, detailing the sources of funding and expenditures made
20 under this section.

21 Sec. 825. The legislature shall have access to all historical
22 and current data contained within MAIN pertaining to state
23 departments. State departments shall have access to all historical
24 and current data contained within MAIN.

25 Sec. 826. When used in this act, "information technology
26 services" means services involving all aspects of managing and
27 processing information, including, but not limited to, all of the

1 following:

2 (a) Application and mobile development and maintenance.

3 (b) Desktop computer support and management.

4 (c) Cyber security.

5 (d) Social media.

6 (e) Mainframe computer support and management.

7 (f) Server support and management.

8 (g) Local area network support and management, including, but
9 not limited to, wired and wireless network build-out, support, and
10 management.

11 (h) Information technology project management.

12 (i) Information technology planning and budget management.

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

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

17 (2) The department of technology, management, and budget shall
18 assess all subscribers of the Michigan public safety communications
19 system reasonable access and maintenance fees.

20 (3) All money received by the department of technology,
21 management, and budget under this section shall be expended for the
22 support and maintenance of the Michigan public safety
23 communications system.

24 (4) The department of technology, management, and budget shall
25 provide a report to the senate and house of representatives
26 standing committees on appropriations, the senate and house fiscal
27 agencies, and the state budget director on April 15 and on October

1 15, indicating the amount of revenue collected under this section
2 and expended for support and maintenance of the Michigan public
3 safety communications system for the immediately preceding 6-month
4 period. Any deposits made under this section and unencumbered funds
5 are restricted revenues and shall be carried forward into
6 succeeding fiscal years.

7 Sec. 828. The department of technology, management, and budget
8 shall submit a report for the immediately preceding fiscal year
9 ending September 30 to the senate and house of representatives
10 standing committees on appropriations subcommittees on general
11 government and the senate and house fiscal agencies by March 1. The
12 report shall include the following:

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

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

19 Sec. 829. The department of technology, management, and budget
20 shall provide a report that analyzes and makes recommendations on
21 the life-cycle of information technology hardware and software. The
22 report shall be submitted to the senate and house of
23 representatives standing committees on appropriations subcommittees
24 on general government and the senate and house fiscal agencies by
25 March 1.

26 Sec. 830. By December 31, the department shall provide a
27 report that lists all information technology-related change orders

1 and follow-on contracts, greater than \$50,000.00, whether they are
2 bid, exercise options, or no-bid, and the amount of each change
3 order or contract extension contract entered into by the department
4 to the senate and house of representatives standing committees on
5 appropriations subcommittees on general government, the senate and
6 house fiscal agencies, and the state budget director.

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

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

21 Sec. 834. (1) Revenue collected from licenses issued under the
22 antenna site management project shall be deposited into the antenna
23 site management revolving fund created for this purpose in the
24 department of technology, management, and budget. The department
25 may receive and expend money from the fund for costs associated
26 with the antenna site management project, including the cost of a
27 third-party site manager. Any excess revenue remaining in the fund

1 at the close of the fiscal year shall be proportionately
2 transferred to the appropriate state restricted funds as designated
3 in statute or by constitution.

4 (2) An antenna shall not be placed on any site pursuant to
5 this section without complying with the respective local zoning
6 codes and local unit of government processes.

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

15 **STATE BUILDING AUTHORITY**

16 Sec. 840. (1) Subject to section 242 of the management and
17 budget act, 1984 PA 431, MCL 18.1242, and upon the approval of the
18 state building authority, the department may expend from the
19 general fund of the state during the fiscal year an amount to meet
20 the cash flow requirements of those state building authority
21 projects solely for lease to a state agency identified in both part
22 1 and this section, and for which state building authority bonds or
23 notes have not been issued, and for the sole acquisition by the
24 state building authority of equipment and furnishings for lease to
25 a state agency as permitted by 1964 PA 183, MCL 830.411 to 830.425,
26 for which the issuance of bonds or notes is authorized by a

1 legislative concurrent resolution that is effective for the fiscal
2 year ending September 30, 2014. Any general fund advances for which
3 state building authority bonds have not been issued shall bear an
4 interest cost to the state building authority at a rate not to
5 exceed that earned by the state treasurer's common cash fund during
6 the period in which the advances are outstanding and are repaid to
7 the general fund of the state.

8 (2) Upon sale of bonds or notes for the projects identified in
9 part 1 or for equipment as authorized by legislative concurrent
10 resolution and in this section, the state building authority shall
11 credit the general fund of the state an amount equal to that
12 expended from the general fund plus interest, if any, as defined in
13 this section.

14 (3) For state building authority projects for which bonds or
15 notes have been issued and upon the request of the state building
16 authority, the state treasurer shall make advances without interest
17 from the general fund as necessary to meet cash flow requirements
18 for the projects, which advances shall be reimbursed by the state
19 building authority when the investments earmarked for the financing
20 of the projects mature.

21 (4) In the event that a project identified in part 1 is
22 terminated after final design is complete, advances made on behalf
23 of the state building authority for the costs of final design shall
24 be repaid to the general fund in a manner recommended by the
25 director and approved by the JCOS.

26 Sec. 841. (1) State building authority funding to finance
27 construction or renovation of a facility that collects revenue in

1 excess of money required for the operation of that facility shall
2 not be released to a university or community college unless the
3 institution agrees to reimburse that excess revenue to the state
4 building authority. The excess revenue shall be credited to the
5 general fund to offset rent obligations associated with the
6 retirement of bonds issued for that facility. The auditor general
7 shall annually identify and present an audit of those facilities
8 that are subject to this section. Costs associated with the
9 administration of the audit shall be charged against money
10 recovered pursuant to this section.

11 (2) As used in this section, "revenue" includes state
12 appropriations, facility opening money, other state aid, indirect
13 cost reimbursement, and other revenue generated by the activities
14 of the facility.

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

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

26 Sec. 843. The state building authority shall provide to the
27 JCOS and senate and house fiscal agencies a report relative to the

1 status of construction projects associated with state building
2 authority bonds as of September 30 of each year, on or before
3 October 15, or not more than 30 days after a refinancing or
4 restructuring bond issue is sold. The report shall include, but is
5 not limited to, the following:

6 (a) A list of all completed construction projects for which
7 state building authority bonds have been sold, and which bonds are
8 currently active.

9 (b) A list of all projects under construction for which sale
10 of state building authority bonds is pending.

11 (c) A list of all projects authorized for construction or
12 identified in an appropriations act for which approval of
13 schematic/preliminary plans or total authorized cost is pending
14 that have state building authority bonds identified as a source of
15 financing.

16 **CIVIL SERVICE**

17 Sec. 850. (1) In accordance with section 5 of article XI of
18 the state constitution of 1963, all restricted funds shall be
19 assessed a sum not less than 1% of the total aggregate payroll paid
20 from those funds for financing the civil service commission on the
21 basis of actual 1% restricted sources total aggregate payroll of
22 the classified service for the preceding fiscal year. This
23 includes, but is not limited to, restricted funds appropriated in
24 part 1 of any appropriations act. Unexpended 1% appropriated funds
25 shall be returned to each 1% fund source at the end of the fiscal
26 year.

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

7 (3) The financing from restricted sources shall be credited to
8 the civil service commission by the end of the second fiscal
9 quarter.

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

21 Sec. 852. The appropriation in part 1 to the civil service
22 commission, for state-sponsored group insurance, flexible spending
23 accounts, and COBRA, represents amounts, in part, included within
24 the various appropriations throughout state government for the
25 current fiscal year to fund the flexible spending account program
26 included within the civil service commission. Deposits against
27 state-sponsored group insurance, flexible spending accounts, and

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

8 **CAPITAL OUTLAY**

9 Sec. 860. As used in sections 861 through 866:

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

11 (b) "Community college" does not include a state agency or
12 university.

13 (c) "Department" means the department of technology,
14 management, and budget.

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

17 (e) "Fiscal agencies" means the senate fiscal agency and the
18 house fiscal agency.

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

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

23 (h) "University" means a 4-year university supported by the
24 state. University does not include a community college or a state
25 agency.

26 Sec. 861. Each capital outlay project authorized in this act

1 or any previous capital outlay act shall comply with the procedures
2 required by the management and budget act, 1984 PA 431, MCL 18.1101
3 to 18.1594.

4 Sec. 862. (1) The department shall provide the JCOS, state
5 budget director, and the senate and house fiscal agencies with
6 reports as considered necessary relative to the status of each
7 planning or construction project financed by the state building
8 authority, by this act, or by previous acts.

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

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

14 (b) The balance remaining in each account.

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

16 (d) The anticipated date of occupancy if the project is under
17 construction.

18 (e) The appropriations history for the project.

19 (f) The professional service contractor.

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

21 (h) The amount of the project financed through the state
22 building authority.

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

25 (3) Before the end of each fiscal year, the department shall
26 report the following for each project by a state agency,
27 university, or community college that is authorized for planning

1 but is not yet authorized for construction:

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

3 (b) Whether a program statement is approved.

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

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

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

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

9 Sec. 863. (1) The director of the department shall allocate
10 lump-sum appropriations made in part 1 consistent with statutory
11 provisions and the purposes for which funds were appropriated.
12 Lump-sum allocations shall address priority program or facility
13 needs and may include, but are not limited to, design,
14 construction, remodeling and addition, special maintenance, major
15 special maintenance, energy conservation, and demolition.

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

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

27 Sec. 865. (1) A site preparation economic development fund is

1 created in the department. As used in this section, "economic
2 development sites" means those state-owned sites declared as
3 surplus property pursuant to section 251 of the management and
4 budget act, 1984 PA 431, MCL 18.1251, that would provide economic
5 benefit to the area or to the state. The Michigan economic
6 development corporation board and the state budget director shall
7 determine whether or not a specific state-owned site qualifies for
8 inclusion in the fund created under this subsection.

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

19 (3) A cash advance in an amount of not more than
20 \$25,000,000.00 is authorized from the general fund to the site
21 preparation economic development fund.

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

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

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

3 Sec. 866. For the state building authority financed
4 construction authorization in part 1, the legislature hereby
5 determines that the leasing of the facility from the authority is
6 for a public purpose as authorized by the state building authority
7 act, 1964 PA 183, MCL 830.411 to 830.425. The legislature approves
8 and authorizes the lease and conveyance of property to the state
9 building authority, the state building authority acquiring the
10 facility and leasing it to the state and the educational
11 institution, as applicable, and the governor and secretary of state
12 executing the lease for and on behalf of the state pursuant to the
13 requirements of the state building authority act, 1964 PA 183, MCL
14 830.411 to 830.425. Per the requirements of the lease, the
15 legislature also agrees to appropriate annually sufficient amounts
16 to pay the rent as obligated pursuant to the lease.

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

18 Sec. 870. A statement of a proposed facility's operating cost
19 shall be included with the facility's program statement and
20 planning documents when the plans are presented to JCOS for
21 approval.

22 Sec. 871. (1) Before proceeding with final planning and
23 construction for projects at community colleges and universities
24 included in an appropriations act, the community college or
25 university shall sign an agreement with the department that
26 includes the following provisions:

1 (a) The university or community college agrees to construct
2 the project within the total authorized cost established by the
3 legislature pursuant to the management and budget act, 1984 PA 431,
4 MCL 18.1101 to 18.1594, and an appropriations act.

5 (b) The design and program scope of the project shall not
6 deviate from the design and program scope represented in the
7 program statement and preliminary planning documents approved by
8 the department.

9 (c) Any other items as identified by the department that are
10 necessary to complete the project.

11 (2) The department retains the authority and responsibility
12 normally associated with the prudent maintenance of the public's
13 financial and policy interests relative to the state-financed
14 construction projects managed by a community college or university.

15 Sec. 872. A state agency, community college, or university
16 shall take steps necessary to make available federal and other
17 money indicated in this act, to make available federal or other
18 money that may become available for the purposes for which
19 appropriations are made in this act, and to use any part or all of
20 the appropriations to meet matching requirements that are
21 considered to be in the best interest of this state. However, the
22 purpose, scope, and total estimated cost of a project shall not be
23 altered to meet the matching requirements. Any federal matching
24 revenues received to support the construction of the project shall
25 be applied to the total authorized project cost, with the state and
26 community college or university financing shares proportionately
27 adjusted.

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

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

13 (3) An expenditure under this act is authorized when the
14 release of the appropriation is approved by the board upon the
15 recommendation of the director. The director may recommend to the
16 board the release of any appropriation in part 1 only after the
17 director is assured that the legal entity operating the community
18 college to which the appropriation is made has complied with this
19 act and has matched the amounts appropriated as required by this
20 act. A release of funds in part 1 shall not exceed 50% of the total
21 cost of planning and construction of any project, not including
22 lump-sum remodeling and additions and special maintenance, unless
23 otherwise appropriated by the legislature. Further planning and
24 construction of a project authorized by this article or applicable
25 sections of the management and budget act, 1984 PA 431, MCL 18.1101
26 to 18.1594, shall be in accordance with the purpose and scope as
27 defined and delineated in the approved program statements and

1 planning documents. This act is applicable to all projects for
2 which planning appropriations were made in previous acts.

3 (4) The community college shall take the steps necessary to
4 secure available federal construction and equipment money for
5 projects funded for construction in this act if an application was
6 not previously made. If there is a reasonable expectation that a
7 prior year unfunded application may receive federal money in a
8 subsequent year, the college shall take whatever action necessary
9 to keep the application active.

10 Sec. 874. If university and community college matching
11 revenues are received in an amount less than the appropriations for
12 capital projects contained in this act, the state funds shall be
13 reduced in proportion to the amount of matching revenue received.

14 Sec. 875. (1) The director may require that community colleges
15 and universities that have an authorized project listed in part 1
16 submit documentation regarding the project match and governing
17 board approval of the authorized project not more than 60 days
18 after the beginning of the fiscal year.

19 (2) If the documentation required by the director under
20 subsection (1) is not submitted, or does not adequately
21 authenticate the availability of the project match or board
22 approval of the authorized project, the authorization may
23 terminate. The authorization terminates 30 days after the director
24 notifies the JCOS of the intent to terminate the project unless the
25 JCOS convenes to extend the authorization.

26 **ONE-TIME APPROPRIATIONS**

1 Sec. 890. (1) The funds appropriated in part 1 for the
2 regional prosperity initiative are to be used as grants to eligible
3 regional planning organizations qualifying for funding as a
4 regional prosperity collaborative, a regional prosperity council,
5 or a regional prosperity board. A regional planning organization
6 may not qualify for funding under more than 1 category in the same
7 state fiscal year. An eligible regional planning organization is
8 defined under any of the following:

9 (a) An existing regional planning commission pursuant to 1945
10 PA 281, MCL 125.11 to 125.25.

11 (b) An existing regional economic development commission
12 pursuant to 1966 PA 46, MCL 125.1231 to 125.1237.

13 (c) An existing metropolitan area council pursuant to 1989 PA
14 292, MCL 124.651 to 124.729.

15 (d) A Michigan metropolitan planning organization pursuant to
16 the moving ahead for progress in the 21st century act, Public Law
17 112-141.

18 (2) Regional planning organizations may qualify to receive not
19 more than \$250,000.00 of incentive based funding as a regional
20 prosperity collaborative subject to meeting all of the following
21 requirements:

22 (a) The existence or formation of a regional prosperity
23 collaborative, defined as any committee developed by a regional
24 planning organization which serves to bring organizational
25 representation together from private, public, and nonprofit
26 entities within a region for the purpose of creating a phase one:
27 regional prosperity plan, as follows:

1 (i) The collaborative must include regional representatives
2 from adult education, workforce development, economic development,
3 transportation, and higher education organizations.

4 (ii) The phase one: regional prosperity plan is required, at a
5 minimum, to include a 5-year economic development blueprint for the
6 region, a performance dashboard and measurable annual goals.

7 (iii) The 5-year economic development blueprint must include
8 plans related to regional planning of adult education, workforce
9 development, economic development, transportation, and higher
10 education.

11 (iv) The regional prosperity collaborative shall adopt its
12 phase one: regional prosperity plan by a 2/3 majority vote of its
13 members.

14 (b) Accountability and transparency, which requires the
15 regional prosperity collaborative to meet the following
16 requirements:

17 (i) Convene monthly meetings to consider and discuss issues
18 leading to a common vision of economic prosperity for the region,
19 including, but not limited to, economic development, talent, and
20 infrastructure opportunities.

21 (ii) Make available on a publicly accessible Internet site by 1
22 or all of the regional prosperity collaborative member
23 organizations, pertinent documents, including, but not limited to,
24 monthly meeting agendas, minutes of monthly meetings, and the
25 regional prosperity plan and performance dashboard.

26 (3) Regional planning organizations eligible to receive a
27 payment as a regional prosperity collaborative under subsection (2)

1 may qualify to receive a 1-time grant of not more than \$75,000.00
2 for feasibility and process mapping to produce a plan to transform
3 the regional prosperity collaborative into a regional prosperity
4 council or regional prosperity board, including necessary local
5 formal agreements, to make recommendations that eliminate
6 duplicative efforts and administrative functions, and to leverage
7 resources through cooperation, collaboration, and consolidations of
8 structures throughout the region.

9 (4) Regional planning organizations may qualify to receive not
10 more than \$375,000.00 of incentive based funding as a regional
11 prosperity council subject to meeting all of the following
12 requirements:

13 (a) The formation of a regional prosperity council, defined as
14 a regional body with representation from private, public, and
15 nonprofit entities with shared administrative services and an
16 executive governing entity, as demonstrated by a formal local
17 agreement or agreements for the purpose of creating a phase two:
18 regional prosperity plan, as follows:

19 (i) The council must include regional representatives from
20 adult education, workforce development, economic development,
21 transportation, and higher education organizations.

22 (ii) The council shall identify additional opportunities for
23 shared administrative services and decision-making among the
24 private, public, and nonprofit entities within the region and
25 continue collaboration among regional prosperity council members,
26 including, but not limited to, representatives from adult education
27 providers, workforce development agencies, economic development

1 agencies, transportation service providers, and higher education
2 institutions.

3 (iii) The phase two: regional prosperity plan is required to
4 include a status report of the approved 5-year plan and the
5 addition of a 10-year economic development blueprint for the
6 region, including a performance dashboard with measurable annual
7 goals, and a prioritized list of regional projects.

8 (iv) The regional prosperity council shall adopt its phase two:
9 regional prosperity plan by a 2/3 vote.

10 (b) Accountability and transparency, which requires the
11 regional prosperity council to meet the following requirements:

12 (i) Convene monthly meetings to consider, discuss, and make
13 business decisions on issues leading to a common vision of economic
14 prosperity for the region, including, but not limited to, economic
15 development, talent, and infrastructure opportunities.

16 (ii) Make available on a publicly accessible Internet site by 1
17 or all of the regional prosperity council member organizations,
18 pertinent documents, including, but not limited to, monthly meeting
19 agendas, minutes of monthly meetings, local agreements pertinent to
20 the organization and operations of the council, feasibility
21 studies, the regional prosperity plan, and performance dashboard.

22 (5) Regional planning organizations eligible to receive a
23 payment as a regional prosperity council under subsection (4) may
24 qualify to receive a 1-time grant of not more than \$75,000.00 for
25 feasibility and process mapping to produce a plan to transform the
26 regional prosperity council into a regional prosperity board,
27 including a singular private/public governance structure that

1 comports with federal guidelines for governance under the workforce
2 investment act, Public Law 105-220, the moving ahead for progress
3 in the 21st century act, Public Law 112-141, the economic
4 development administration and Appalachian regional development
5 reform act of 1998, Public Law 105-393, and recommendations to
6 eliminate duplicative efforts, administrative functions, and
7 leverage resources through cooperation, collaboration, and
8 consolidations of structures throughout the region.

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

13 (a) The formation of a regional prosperity board, defined as a
14 regional body with representation from private, public, and
15 nonprofit entities engaged in joint decision-making practices for
16 the purpose of creating a phase three: regional prosperity plan, as
17 follows:

18 (i) The board, at a minimum, must demonstrate the consolidation
19 of regional metropolitan planning organization board or boards,
20 state designated regional planning agency board or boards,
21 workforce development board or boards, and federally designated
22 economic development district or districts.

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

1 (iii) The phase three: regional prosperity plan is required to
2 include a status report of the approved 10-year plan.

3 (iv) The regional prosperity board shall adopt its phase three:
4 regional prosperity plan by a 2/3 vote of its members.

5 (b) Accountability and transparency, which requires the
6 regional prosperity board to meet the following requirements:

7 (i) Convene monthly meetings to consider, discuss, and make
8 business decisions on issues leading to a common vision of economic
9 prosperity for the region, including, but not limited to, economic
10 development, talent, and infrastructure opportunities.

11 (ii) Make available on a publicly accessible Internet site by 1
12 or all of the regional prosperity board member organizations,
13 pertinent documents, including, but not limited to, monthly meeting
14 agendas, minutes of monthly meetings, local agreements pertinent to
15 the organization and operations of the council, feasibility
16 studies, the regional prosperity plan, performance dashboard, and
17 the regional services recommendation report.

18 (7) Regional planning organizations eligible to receive a
19 payment as a regional prosperity board under subsection (6) may
20 qualify to receive not more than \$125,000.00, to build or enhance
21 infrastructure or tools necessary to facilitate greater
22 collaboration among regional prosperity board members, and to
23 implement the regional prosperity plan projects.

24 (8) The department shall develop an application process and
25 method of grant distribution for the regional prosperity
26 initiative. Funding applications from regional planning
27 organizations shall be due to the department by November 1, 2013.

1 The department shall notify regional planning organizations of
2 grant application status by January 1, 2014. The department shall
3 ensure that processes are established to verify that qualifying
4 regional planning organizations meet the requirements under
5 subsections (2), (3), (4), (5), (6), and (7), as applicable.

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

14 (a) The purpose of the projects is to provide incentive based
15 grants to recipients under this section.

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

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

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

20 Sec. 892. The funds appropriated in part 1 for nursing home
21 surveyors are to be used to fund the additional costs associated to
22 comply with the requirements of sections 20155 and 20155a of the
23 public health code, 1978 PA 368, MCL 333.20155 and 333.20155a.

24 **DEPARTMENT OF TREASURY**

25 **OPERATIONS**

26 Sec. 901. (1) In addition to the funds appropriated in part 1,

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

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

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

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

24 Sec. 902. (1) Amounts needed to pay for interest, fees,
25 principal, mandatory and optional redemptions, arbitrage rebates as
26 required by federal law, and costs associated with the payment,
27 registration, trustee services, credit enhancements, and issuing

1 costs in excess of the amount appropriated to the department of
2 treasury in part 1 for debt service on notes and bonds that are
3 issued by the state under sections 14, 15, and 16 of article IX of
4 the state constitution of 1963 as implemented by 1967 PA 266, MCL
5 17.451 to 17.455, are appropriated.

6 (2) In addition to the amount appropriated to the department
7 of treasury for debt service in part 1, there is appropriated an
8 amount for fiscal year cash-flow borrowing costs to pay for
9 interest on interfund borrowing made under 1967 PA 55, MCL 12.51 to
10 12.53.

11 (3) In addition to the amount appropriated to the department
12 of treasury for debt service in part 1, there is appropriated all
13 repayments received by the state on loans made from the school bond
14 loan fund not required to be deposited in the school loan revolving
15 fund by or pursuant to section 4 of 1961 PA 112, MCL 388.984, to
16 the extent determined by the state treasurer, for the payment of
17 debt service, including, without limitation, optional and mandatory
18 redemptions, on bonds, notes or commercial paper issued by the
19 state pursuant to 1961 PA 112, MCL 388.981 to 388.985.

20 Sec. 902a. The department of treasury shall notify the senate
21 and house of representatives standing committees on appropriations,
22 the senate and house fiscal agencies, and the state budget office
23 not more than 30 days after a refunding or restructuring bond issue
24 is sold. The notification shall compare the annual debt service
25 prior to the refinancing or restructuring, the annual debt service
26 after the refinancing or restructuring, the change in the principal
27 and interest over the duration of the debt, and the projected

1 change in the present value of the debt service due to the
2 refinancing and restructuring.

3 Sec. 903. (1) From the funds appropriated in part 1, the
4 department of treasury may contract with private collection
5 agencies and law firms to collect taxes and other accounts due this
6 state. In addition to the amounts appropriated in part 1 to the
7 department of treasury, there are appropriated amounts necessary to
8 fund collection costs and fees not to exceed 25% of the collections
9 or 2.5% plus operating costs, whichever amount is prescribed by
10 each contract. The appropriation to fund collection costs and fees
11 for the collection of taxes or other accounts due this state are
12 from the fund or account to which the revenues being collected are
13 recorded or dedicated. However, if the taxes collected are
14 constitutionally dedicated for a specific purpose, the
15 appropriation of collection costs and fees are from the general
16 purpose account of the general fund.

17 (2) From the funds appropriated in part 1, the department of
18 treasury may contract with private collections agencies and law
19 firms to collect defaulted student loans and other accounts due the
20 Michigan guaranty agency. In addition to the amounts appropriated
21 in part 1 to the department of treasury, there are appropriated
22 amounts necessary to fund collection costs and fees not to exceed
23 24.34% of the collection or a lesser amount as prescribed by the
24 contract. The appropriation to fund collection costs and fees for
25 the auditing and collection of defaulted student loans due the
26 Michigan guaranty agency is from the fund or account to which the
27 revenues being collected are recorded or dedicated.

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

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

20 (2) In addition to the funds appropriated in part 1 from the
21 retirement funds to the department of treasury, there is
22 appropriated from retirement funds an amount sufficient to pay for
23 the services of money managers, investment advisors, investment
24 consultants, custodians, and other outside professionals, the state
25 treasurer considers necessary to prudently manage the retirement
26 funds' investment portfolios. The state treasurer shall report
27 annually to the senate and house of representatives standing

1 committees on appropriations and the state budget office concerning
2 the performance of each portfolio by investment advisor.

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

7 (2) The appropriations under subsection (1) shall be funded by
8 restricting revenues from common cash interest earnings and
9 investment earnings in an amount sufficient to record these
10 expenditures.

11 Sec. 905. A revolving fund known as the municipal finance fee
12 fund is created in the department of treasury. Fees are established
13 under the revised municipal finance act, 2001 PA 34, MCL 141.2101
14 to 141.2821, and the fees collected shall be credited to the
15 municipal finance fee fund and may be carried forward for future
16 appropriation.

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

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

1 Sec. 907. A revolving fund known as the assessor certification
2 and training fund is created in the department of treasury. The
3 assessor certification and training fund shall be used to organize
4 and operate a property assessor certification and training program.
5 Each participant certified and trained shall pay to the department
6 of treasury examination fees and certification fees determined
7 annually by the state tax commission. Training courses shall be
8 offered in assessment administration. Each participant shall pay a
9 fee to cover the expenses incurred in offering the optional
10 programs to certified assessing personnel and other individuals
11 interested in an assessment career opportunity. The fees collected
12 shall be credited to the assessor certification and training fund.

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

19 Sec. 909. Revenue from the airport parking tax act, 1987 PA
20 248, MCL 207.371 to 207.383, is appropriated and shall be
21 distributed under section 7a of the airport parking tax act, 1987
22 PA 248, MCL 207.377a.

23 Sec. 910. The disbursement by the department of treasury from
24 the bottle deposit fund to dealers as required by section 3c(2) of
25 1976 IL 1, MCL 445.573c, is appropriated.

26 Sec. 911. (1) There is appropriated an amount sufficient to
27 recognize and pay refundable income tax credits as provided by the

1 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

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

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

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

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

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

20 (2) Of the funds appropriated in part 1 to the department of
21 treasury for the senior citizens' cooperative housing tax exemption
22 program, a portion may be utilized for a program audit of the
23 program. The department of treasury shall forward copies of any
24 audit report completed to the senate and house of representatives
25 standing committees on appropriations subcommittees on general
26 government and to the state budget office. The department of
27 treasury may utilize up to 1% of the funds for program

1 administration and auditing.

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

7 Sec. 915. Pursuant to section 61 of the Michigan campaign
8 finance act, 1976 PA 388, MCL 169.261, there is appropriated from
9 the general fund to the state campaign fund an amount equal to the
10 amounts designated for tax year 2012. Except as otherwise provided
11 in this section, the amount appropriated shall not revert to the
12 general fund and shall remain in the state campaign fund. Any
13 amounts remaining in the state campaign fund in excess of
14 \$10,000,000.00 on December 31 shall revert to the general fund.

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

26 Sec. 917. (1) There is appropriated for write-offs and
27 advances an amount equal to total write-offs and advances for

1 departmental programs, but not to exceed current year
2 authorizations that would otherwise lapse to the general fund.

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

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

12 Sec. 919. (1) From funds appropriated in part 1, the
13 department of treasury may contract with private auditing firms to
14 audit for and collect unclaimed property due this state in
15 accordance with the uniform unclaimed property act, 1995 PA 29, MCL
16 567.221 to 567.265. In addition to the amounts appropriated in part
17 1 to the department of treasury, there are appropriated amounts
18 necessary to fund auditing and collection costs and fees not to
19 exceed 12% of the collections, or a lesser amount as prescribed by
20 the contract. The appropriation to fund collection costs and fees
21 for the auditing and collection of unclaimed property due this
22 state is from the fund or account to which the revenues being
23 collected are recorded or dedicated.

24 (2) The department of treasury shall submit a report for the
25 immediately preceding fiscal year ending September 30 to the state
26 budget director and the senate and house of representatives
27 standing committees on appropriations not later than November 30

1 stating the auditing firms employed, the amount of collections for
2 each, the costs of collection, and other pertinent information
3 relating to determining whether this authority should be continued.

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

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

14 Sec. 925. (1) A public-private partnership investment fund is
15 created in the department of treasury. Subject to subsections (2)
16 and (3), public-private partnership investments shall include, but
17 are not limited to, all of the following:

18 (a) Capital asset improvements including buildings, land, or
19 structures.

20 (b) Energy resource exploration, extraction, generation, and
21 sales.

22 (c) Financial and investment incentive opportunities.

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

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

26 (2) Public-private investments shall not include projects,
27 consultant expenses, staff effort, or any other activity related to

1 the development, financing, construction, operation, or
2 implementation of the Detroit River International Crossing or any
3 successor project unless the project is approved by the legislature
4 and signed into law.

5 (3) The state treasurer and the state budget director shall
6 determine whether or not a specific public-private partnership
7 investment opportunity qualifies for funding under subsection (1).

8 (4) Investment development revenue, including a portion of the
9 proceeds from the sale of any public-private partnership investment
10 designated in subsection (1), shall be deposited into the fund
11 created in subsection (1) and shall be available for
12 administration, development, financing, marketing, and operating
13 expenditures associated with public-private partnerships, unless
14 otherwise provided by law. Public-private partnership investments
15 authorized in subsection (1) are authorized for public or private
16 operation or sale consistent with state law. Expenditures from the
17 fund are authorized for investment purposes as designated in
18 subsection (1) to enhance the marketable value of each investment.
19 The unencumbered balance remaining in the fund at the end of the
20 fiscal year may be carried forward for appropriation in future
21 years.

22 (5) An annual report shall be transmitted to the senate and
23 house of representatives standing committees on appropriations, the
24 senate and house fiscal agencies, and the state budget office not
25 later than December 31 of each year. This report shall detail both
26 of the following:

27 (a) The revenue and expenditure activity in the fund for the

1 preceding fiscal year.

2 (b) Public-private partnership investments as identified under
3 subsection (1).

4 (6) The department of treasury shall monitor the revenue
5 deposited in the public-private partnership investment fund created
6 in subsection (1). If the revenue in the fund is insufficient to
7 pay the amount appropriated in part 1 for public-private
8 partnership investment, then treasury shall propose a legislative
9 transfer to fund the line from the appropriations in part 1.

10 Sec. 925a. The funds appropriated in part 1 shall not be used
11 to support any staff effort, projects, consultant expenses, or any
12 other activity related to the development, financing, construction,
13 operation, or implementation of the Detroit River International
14 Crossing or any successor project unless the project is approved by
15 the legislature and signed into law.

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

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

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

26 (c) The total estimated cost of the project is \$287,300.00.

27 (d) The tentative completion date is September 30, 2015.

1 Sec. 927. The department of treasury shall submit annual
2 progress reports to the senate and house of representatives
3 standing committees on appropriations subcommittees on general
4 government and the senate and house fiscal agencies, regarding
5 personal property tax audits. The report shall include the number
6 of audits, revenue generated, and number of complaints received by
7 the department related to the audits.

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

17 Sec. 930. (1) The department of treasury shall provide
18 accounts receivable collections services to other principal
19 executive departments and state agencies under 1927 PA 375, MCL
20 14.131 to 14.134. The department of treasury shall deduct a fee
21 equal to the cost of collections from all receipts except
22 unrestricted general fund collections. Fees shall be credited to a
23 restricted revenue account and appropriated to the department of
24 treasury to pay for the cost of collections. The department of
25 treasury shall maintain accounting records in sufficient detail to
26 enable the respective accounts to be reimbursed periodically for
27 fees deducted that are determined by the department of treasury to

1 be surplus to the actual cost of collections.

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

8 Sec. 931. (1) The appropriation in part 1 to the department of
9 treasury for treasury fees shall be assessed against all restricted
10 funds that receive common cash earnings or other investment income.
11 Treasury fees include all costs, including administrative overhead,
12 relating to the investment of each restricted fund. The fee
13 assessed against each restricted fund will be based on the size of
14 the restricted fund (the absolute value of the average daily cash
15 balance plus the market value of investments in the prior fiscal
16 year) and the level of effort necessary to maintain the restricted
17 fund as required by each department. The department of treasury
18 shall provide a report to the state budget director, the senate and
19 house of representatives standing committees on appropriations
20 subcommittees on general government, and the senate and house
21 fiscal agencies by November 30 of each year identifying the fees
22 assessed against each restricted fund and the methodology used for
23 assessment.

24 (2) In addition to the funds appropriated in part 1, the
25 department of treasury may receive and expend investment fees
26 relating to new restricted funding sources that participate in
27 common cash earnings or other investment income during the current

1 fiscal year. When a new restricted fund is created starting on or
2 after October 1, that restricted fund shall be assessed a fee using
3 the same criteria identified in subsection (1).

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

10 Sec. 934. (1) The department of treasury may expend revenues
11 received under the hospital finance authority act, 1969 PA 38, MCL
12 331.31 to 331.84, the shared credit rating act, 1985 PA 227, MCL
13 141.1051 to 141.1076, the higher education facilities authority
14 act, 1969 PA 295, MCL 390.921 to 390.934, the Michigan public
15 educational facilities authority, Executive Reorganization Order
16 No. 2002-3, MCL 12.192, the Michigan tobacco settlement finance
17 authority act, 2005 PA 226, MCL 129.261 to 129.279, the land bank
18 fast track act, 2003 PA 258, MCL 124.751 to 124.774, part 505 of
19 the natural resources and environmental protection act, 1994 PA
20 451, MCL 324.50501 to 324.50522, the state housing development
21 authority act of 1966, 1966 PA 346, MCL 125.1401 to 125.1499c, and
22 the Michigan finance authority, Executive Reorganization Order No.
23 2010-2, MCL 12.194, for necessary salaries, wages, supplies,
24 contractual services, equipment, worker's compensation insurance
25 premiums, grants to the civil service commission and state
26 employees' retirement fund, and other expenses as allowed under
27 those acts.

1 (2) The department of treasury shall report by January 31 to
2 the senate and house appropriations subcommittees, the senate and
3 house fiscal agencies, and the state budget director on the amount
4 and purpose of expenditures made under subsection (1) from funds
5 received in addition to those appropriated in part 1. The report
6 shall also include a listing of reimbursement of revenue, if any.
7 The report shall cover the 2012-2013 fiscal year.

8 Sec. 944. If the department hires a pension plan consultant
9 using any of the funds appropriated in part 1, the department shall
10 annually forward any report provided to the department by that
11 consultant to the senate and house of representatives standing
12 committees on appropriations subcommittees on general government,
13 the senate and house fiscal agencies, and the state budget
14 director.

15 Sec. 945. The assessment and certification division of the
16 department of treasury shall conduct a review of local unit
17 assessment administration practices, procedures, and records, also
18 known as the 14-point review, in at least 1 assessment jurisdiction
19 per county.

20 **REVENUE SHARING**

21 Sec. 950. The funds appropriated in part 1 for constitutional
22 revenue sharing shall be distributed by the department to cities,
23 villages, and townships, as required under section 10 of article IX
24 of the state constitution of 1963. Revenue collected in accordance
25 with section 10 of article IX of the state constitution of 1963 in
26 excess of the amount appropriated in part 1 for constitutional
27 revenue sharing is appropriated for distribution to cities,

1 villages, and townships, on a population basis as required under
2 section 10 of article IX of the state constitution of 1963.

3 Sec. 951. (1) The funds appropriated in part 1 for the
4 competitive grant assistance program are to be used for assistance
5 grants to cities, villages, townships, counties, authorities,
6 school districts, intermediate school districts, public community
7 colleges, and public universities to offset the costs associated
8 with mergers, interlocal agreements, and cooperative efforts for
9 those cities, villages, townships, counties, authorities, school
10 districts, intermediate school districts, public community
11 colleges, and public universities that elect to combine government
12 operations. For an authority, school district, intermediate school
13 district, public community college, or public university to qualify
14 for grant funding under this section, the authority, school
15 district, intermediate school district, public community college,
16 or public university must combine operations with a city, village,
17 township, or county. The department of treasury shall develop an
18 application process and method of grant distribution.

19 (2) The unexpended funds appropriated in part 1 for the
20 competitive grant assistance program, economic vitality incentive
21 program, and the county incentive program are designated as work
22 project appropriations and any unencumbered or unallotted funds
23 shall not lapse at the end of the fiscal year and shall be
24 available for expenditure for projects under this section until the
25 projects have been completed. The following is in compliance with
26 section 451a of the management and budget act, 1984 PA 431, MCL
27 18.1451a:

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

3 (b) The projects will be accomplished by grants to qualified
4 governmental units.

5 (c) The total estimated cost of all projects is
6 \$279,984,000.00.

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

8 Sec. 952. (1) The funds appropriated in part 1 for the
9 economic vitality incentive program are to be used for grants to
10 cities, villages, and townships such that, subject to fulfilling
11 the requirements under subsection (3), (4), or (5), or any
12 combination of those subsections, each city, village, or township
13 that received a payment under section 950(2) of 2009 PA 128 greater
14 than \$4,500.00 is eligible to receive a maximum of 76.18459% of its
15 total payment received under section 950(2) of 2009 PA 128, rounded
16 to the nearest dollar. For the purposes of this subsection, any
17 city or village that according to the 2010 federal decennial census
18 is determined to have population in more than 1 county will be
19 treated as a single entity when determining the payment received
20 under section 950(2) of 2009 PA 128.

21 (2) The funds appropriated in part 1 for the county incentive
22 program are to be used for grants to counties such that each county
23 is eligible to receive an amount equal to the amount by which the
24 balance in its revenue sharing reserve fund under section 44a of
25 the general property tax act, 1893 PA 206, MCL 211.44a, for the
26 county's most recent fiscal year that ends prior to the January 1
27 of the state's fiscal year is less than the amount calculated under

1 section 44a(13) of the general property tax act, 1893 PA 206, MCL
2 211.44a, for the county fiscal year that begins in the state's
3 fiscal year. The amount calculated under this subsection shall be
4 adjusted as necessary to reflect partial county fiscal years and
5 prorated based on the total amount appropriated for distribution to
6 all eligible counties. Payments under this subsection will be
7 distributed to an eligible county subject to the county's
8 fulfilling the requirements under subsection (3), (4), or (5), or
9 any combination of those subsections. Cities, villages, townships,
10 and counties eligible to receive a potential payment from the
11 allocation under this subsection or subsection (1) may qualify to
12 receive payments under 1 or more of the 3 categories described
13 under subsections (3), (4), and (5).

14 (3) Category 1, accountability and transparency, requires each
15 eligible city, village, township, or county to certify by October
16 1, or the first day of a payment month, that it has produced a
17 citizen's guide of its most recent local finances, including a
18 recognition of its unfunded liabilities; a performance dashboard; a
19 debt service report containing a detailed listing of its debt
20 service requirements, including, at a minimum, the issuance date,
21 issuance amount, type of debt instrument, a listing of all revenues
22 pledged to finance debt service by debt instrument, and a listing
23 of the annual payment amounts; and a projected budget report,
24 including, at a minimum, the current fiscal year and a projection
25 for the immediately following fiscal year. The projected budget
26 report shall include revenues and expenditures and an explanation
27 of the assumptions used for the projections. The citizen's guide,

1 performance dashboard, debt service report, and projected budget
2 report shall be made available for public viewing in the city,
3 village, township, or county clerk's office or posted on a publicly
4 accessible Internet site. Each city, village, township, and county
5 applying for a payment under this category shall submit a copy of
6 the citizen's guide, a copy of the performance dashboard, a copy of
7 the debt service report, and a copy of the projected budget report
8 to the department of treasury.

9 (4) Category 2, consolidation of services, requires each
10 eligible city, village, township, or county to certify by February
11 1, or the first day of a payment month for this category, that it
12 has produced a consolidation plan. The consolidation plan shall be
13 made readily available for public viewing in the city, village,
14 township, or county clerk's office or posted on a publicly
15 accessible Internet site. Each city, village, township, and county
16 applying for a payment under this category shall submit a copy of
17 the consolidation plan to the department of treasury. At a minimum,
18 the consolidation plan shall include the following:

19 (a) For a city, village, township, or county that is
20 submitting a consolidation plan for the first time, the plan shall
21 include, but not be limited to, a listing of any previous
22 cooperation, collaboration, consolidation, innovation, or
23 privatization projects with an estimated cost savings amount for
24 each cooperation, collaboration, consolidation, innovation, or
25 privatization project. In addition, the plan shall include, but not
26 be limited to, 1 or more new proposals to increase its existing
27 level of cooperation, collaboration, consolidation, innovation, or

1 privatization either within the jurisdiction or with other
2 jurisdictions, an estimate of the potential savings amount, and a
3 timeline for implementing the new proposal.

4 (b) For a city, village, township, or county that submitted a
5 consolidation plan in the previous fiscal year, the plan shall
6 include, but not be limited to, an update on the status of all new
7 proposals that were in the previous years' consolidation plans,
8 including whether or not the previously proposed plans have been
9 fully implemented, a listing of the barriers experienced in
10 implementing the proposals, and a timeline of the steps to
11 accomplish the proposed plans.

12 (5) Category 3, unfunded accrued liability plan, requires each
13 eligible city, village, township, or county to certify by June 1,
14 or the first day of a payment month for this category, that it has
15 complied with 1 of the following:

16 (a) An eligible city, village, township, or county with
17 unfunded accrued liabilities as of its most recent audited
18 financial report related to employee pensions or other post-
19 employment benefits shall submit a plan to lower all unfunded
20 accrued liabilities. The plan shall include a listing of all
21 previous actions taken to reduce its unfunded accrued liabilities
22 with an estimated cost savings of those actions; a detailed
23 description of how it will continue to implement and maintain
24 previous actions taken; and a listing of additional actions it
25 could take. If no actions have been taken to reduce its unfunded
26 accrued liabilities, it shall provide a detailed explanation of why
27 no actions have been taken and a listing of actions it could

1 implement to reduce unfunded accrued liabilities. Actuarial
2 assumption changes and issuance of debt instruments shall not
3 qualify as a new proposal. The department shall develop a
4 certification process and method for cities, villages, townships,
5 and counties to follow.

6 (b) Any city, village, township, or county that does not have
7 unfunded accrued liabilities as of its most recent audited
8 financial report related to employee pensions or other post-
9 employment benefits shall certify to the department of treasury by
10 June 1, or the first day of a payment month for this category, that
11 it does not have unfunded accrued liabilities. The certification
12 shall include an explanation of why the city, village, township, or
13 county does not have unfunded accrued liabilities. The department
14 shall develop a certification process and method for cities,
15 villages, townships, or counties to follow.

16 (6) Economic vitality incentive program payments and county
17 incentive program payments are subject to the following conditions:

18 (a) In order for a city, village, township, or county to
19 qualify for a category under subsection (3), (4), or (5), the city,
20 village, township, or county shall meet every criteria for that
21 category, including a certification to the department that it has
22 met the required criteria for that category and submission of the
23 required citizen's guide, performance dashboard, debt service
24 report, and projected budget report; consolidation plan; or the
25 unfunded accrued liability plan, as required by subsection (3),
26 (4), or (5), respectively. A department of treasury review of the
27 citizen's guide, dashboard, reports, or plans is not required in

1 order for a city, village, township, or county to receive a payment
2 under subsection (1) or (2). The department shall develop a
3 certification process and method for cities, villages, townships,
4 and counties to follow.

5 (b) In order for a city, village, township, or county to
6 qualify for a payment under this section, the city, village,
7 township, or county shall report on its website the country of
8 origination of all flags purchased or displayed by the city,
9 village, township, or county.

10 (c) Subject to subdivisions (d), (e), and (f), for each
11 category that a city, village, township, or county qualifies for in
12 subsections (3), (4), and (5), the city, village, township, or
13 county shall receive 1/3 of its potential payment under this
14 section.

15 (d) Payments under this section shall be issued to cities,
16 villages, and townships as follows:

17 (i) Category 1, an eligible city, village, or township that
18 certifies with the department of treasury that it has qualified for
19 a payment under subsection (3) by October 1 shall receive 1/6 of
20 its available distribution on the last business day of October and
21 1/6 of its available distribution on the last business day of
22 December. If an eligible city, village, or township certifies with
23 the department of treasury that it has qualified for a payment
24 under subsection (3) after October 1, but prior to December 1, the
25 city, village, or township shall receive 1/6 of its available
26 distribution on the last business day of December.

27 (ii) Category 2, an eligible city, village, or township that

1 certifies with the department of treasury that it has qualified for
2 a payment under subsection (4) by February 1 shall receive 1/6 of
3 its available distribution on the last business day of February and
4 1/6 of its available distribution on the last business day of
5 April. If an eligible city, village, or township certifies with the
6 department of treasury that it has qualified for a payment under
7 subsection (4) after February 1, but prior to April 1, the city,
8 village, or township shall receive 1/6 of its available
9 distribution on the last business day of April.

10 (iii) Category 3, an eligible city, village, or township that
11 certifies with the department of treasury that it has qualified for
12 a payment under subsection (5) by June 1 shall receive 1/6 of its
13 available distribution on the last business day of June and 1/6 of
14 its available distribution on the last business day of August. If
15 an eligible city, village, or township certifies with the
16 department of treasury that it has qualified for a payment under
17 subsection (5) after June 1, but prior to August 1, the city,
18 village, or township shall receive 1/6 of its available
19 distribution on the last business day of August.

20 (e) Payments under this section shall be issued to counties
21 for each category described in subsections (3), (4), and (5) until
22 the specified due date for the category. After the specified due
23 date for the category, payments shall be made to a county only if
24 that county has complied with subdivision (a).

25 (f) If a county does not provide the required certification or
26 fails to submit the required citizen's guide, performance
27 dashboard, debt service report, projected budget report,

1 consolidation plan, or unfunded accrued liability plan by the first
2 day of a payment month, the county shall forfeit the payment in
3 that payment month for the uncertified category in subsections (3),
4 (4), and (5).

5 (g) Any city, village, township, or county that falsifies
6 certification documents shall forfeit any future economic vitality
7 incentive program payments or county incentive program payments and
8 shall repay to this state all economic vitality incentive program
9 payments or county incentive program payments it has received under
10 this section.

11 (h) Economic vitality incentive program payments and county
12 incentive program payments under this section shall be distributed
13 on the last business day of October, December, February, April,
14 June, and August.

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

18 (j) The department of treasury shall develop detailed guidance
19 for an eligible city, village, township, or county to follow to
20 qualify for a payment under subsections (3), (4), and (5). The
21 detailed guidance shall be posted on the department of treasury
22 website and distributed to eligible cities, villages, townships,
23 and counties by October 1.

24 (7) The unexpended funds appropriated in part 1 for the
25 economic vitality incentive program and the county incentive
26 program shall be available for expenditure under the competitive
27 grant assistance program after the approval of transfers by the

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

3 Sec. 955. (1) The funds appropriated in part 1 for county
4 revenue sharing shall be distributed by the department to eligible
5 counties pursuant to the Glenn Steil state revenue sharing act of
6 1971, 1971 PA 140, MCL 141.901 to 141.921.

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

10 **LOTTERY**

11 Sec. 960. In addition to the funds appropriated in part 1 to
12 the bureau of state lottery, there is appropriated from state
13 lottery fund revenues the amount necessary for, and directly
14 related to, implementing and operating lottery games under the
15 McCauley-Traxler-Law-Bowman-McNeely lottery act, 1972 PA 239, MCL
16 432.1 to 432.47, and activities under the Traxler-McCauley-Law-
17 Bowman bingo act, 1972 PA 382, MCL 432.101 to 432.120, including
18 expenditures for contractually mandated payments for vendor
19 commissions, contractually mandated payments for instant tickets
20 intended for resale, the contractual costs of providing and
21 maintaining the online system communications network, and incentive
22 and bonus payments to lottery retailers.

23 Sec. 963. The bureau of state lottery is prohibited from
24 spending funds on iLottery.

25 **CASINO GAMING**

26 Sec. 971. From the revenue collected by the Michigan gaming
27 control board regarding the total annual assessment of each casino

1 licensee, \$2,000,000.00 is appropriated and shall be deposited in
2 the compulsive gaming prevention fund as described in section
3 12a(5) of the Michigan gaming control and revenue act, 1996 IL 1,
4 MCL 432.212a.

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

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

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

21 (4) A local revenue sharing board described in subsection (1)
22 shall comply with all applicable provisions of any agreement
23 authorized by the Indian gaming regulatory act, Public Law 100-497,
24 in which the local revenue sharing board is referenced, including,
25 but not limited to, the disbursement of tribal casino payments
26 received under applicable provisions of the tribal-state class III
27 gaming compact in which those funds are received.

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

6 (6) The department of treasury shall submit a report by
7 September 30 to the senate and house of representatives standing
8 committees on appropriations and the state budget director on the
9 receipts and distribution of revenues by local revenue sharing
10 boards.

11 Sec. 974. If revenues collected in the state services fee fund
12 are less than the amounts appropriated from the fund, available
13 revenues shall be used to fully fund the appropriation in part 1
14 for casino gaming regulation activities before distributions are
15 made to other state departments and agencies. If the remaining
16 revenue in the fund is insufficient to fully fund appropriations to
17 other state departments or agencies, the shortfall shall be
18 distributed proportionally among those departments and agencies.

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

26 Sec. 977. All appropriations from the Michigan agriculture
27 equine industry development fund, except for the racing commission

1 and laboratory analysis program appropriations, shall be reduced
2 proportionately if revenues to the Michigan agriculture equine
3 industry development fund decline during the fiscal year ending
4 September 30, 2014 to a level lower than the amount appropriated in
5 part 1.

6 Sec. 978. The Michigan gaming control board shall use actual
7 expenditure data in determining the actual regulatory costs of
8 conducting racing dates and shall provide that data to the senate
9 and house appropriations subcommittees on agriculture and general
10 government and the senate and house fiscal agencies. The Michigan
11 gaming control board shall not be reimbursed for more than the
12 actual regulatory cost of conducting race dates. If a certified
13 horsemen's organization funds more than the actual regulatory cost,
14 the balance shall remain in the agriculture equine industry
15 development fund to be used to fund subsequent race dates conducted
16 by race meeting licensees with which the certified horsemen's
17 organization has contracts. If a certified horsemen's organization
18 funds less than the actual regulatory costs of the additional horse
19 racing dates, the Michigan gaming control board shall reduce the
20 number of future race dates conducted by race meeting licensees
21 with which the certified horsemen's organization has contracts.
22 Prior to the reduction in the number of authorized race dates due
23 to budget deficits, the executive director of the Michigan gaming
24 control board shall provide notice to the certified horsemen's
25 organizations with an opportunity to respond with alternatives. In
26 determining actual costs, the Michigan gaming control board shall
27 take into account that each specific breed may require different

1 regulatory mechanisms.

2 Sec. 979. In addition to the funds appropriated in part 1, the
3 Michigan gaming control board may receive and expend state lottery
4 fund revenue in an amount not to exceed \$4,000,000.00 for necessary
5 expenses incurred in the licensing and regulation of millionaire
6 parties pursuant to Executive Order No. 2012-4. In accordance with
7 section 8 of the Traxler-McCauley-Law-Bowman bingo act, 1972 PA
8 382, MCL 432.108, the amount of necessary expenses shall not exceed
9 the amount of revenue received under that act. The Michigan gaming
10 control board shall provide a report to the senate and house of
11 representatives appropriations subcommittees on general government,
12 the senate and house fiscal agencies, and the state budget office
13 by April 15. The report shall include, but not be limited to, total
14 expenditures related to the licensing and regulating of millionaire
15 parties, steps taken to ensure charities are receiving revenue due
16 to them, progress on promulgating rules to ensure compliance with
17 the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.101
18 to 432.120, and any enforcement actions taken.

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

20 Sec. 980. MSHDA shall annually present a report to the state
21 budget office and the subcommittees on the status of the
22 authority's housing production goals under all financing programs
23 established or administered by the authority. The report shall give
24 special attention to efforts to raise affordable multifamily
25 housing production goals.

26 Sec. 981. MSHDA shall report to the subcommittees, the state
27 budget director, and the fiscal agencies by December 1 on the

1 status of the loans entered into by the Michigan broadband
2 development authority.

3 Sec. 983. In addition to the amounts appropriated in part 1
4 for the administration of the land bank fast track authority, the
5 authority may expend revenues received under the land bank fast
6 track act, 2003 PA 258, MCL 124.751 to 124.774, for the purposes
7 authorized by the act including, but not limited to, the
8 acquisition, lease, management, demolition, maintenance, or
9 rehabilitation of real or personal property, payment of debt
10 service for notes or bonds issued by the authority, and other
11 expenses to clear or quiet title property held by the authority.

12 Sec. 984. In addition to the funds appropriated in part 1, the
13 funds collected by state historic preservation programs for
14 document reproduction and services and application fees are
15 appropriated for all expenses necessary to provide the required
16 services. These funds are available for expenditure when they are
17 received and may be carried forward into the succeeding fiscal
18 year.

19 **MICHIGAN STRATEGIC FUND**

20 Sec. 1001. (1) In addition to the funds appropriated in part
21 1, there is appropriated an amount not to exceed \$20,000,000.00 for
22 federal contingency funds. These funds are not available for
23 expenditure until they have been transferred to another line item
24 in part 1 under section 393(2) of the management and budget act,
25 1984 PA 431, MCL 18.1393.

26 (2) In addition to the funds appropriated in part 1, there is
27 appropriated an amount not to exceed \$2,000,000.00 for state

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

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

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

17 Sec. 1005. In addition to the appropriations in part 1, Travel
18 Michigan may receive and expend private revenue related to the use
19 of "Pure Michigan" and all other copyrighted slogans and images.
20 This revenue may come from the direct licensing of the name and
21 image or from the royalty payments from various merchandise sales.
22 Revenue collected is appropriated for the marketing of the state as
23 a travel destination. The funds are available for expenditure when
24 they are received by the department of treasury.

25 Sec. 1007. (1) The fund shall provide reports to the relevant
26 subcommittees, the state budget director, and the fiscal agencies
27 concerning the activities of the Michigan economic development

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

10 (a) Travel Michigan, including any expenditures authorized
11 under section 89b of the Michigan strategic fund act, 1984 PA 270,
12 MCL 125.2089b, to supplement the Michigan promotion program. The
13 report shall include the number of commercials produced, the
14 markets in which media buys have been made, any web-based products
15 that were created with these funds and identify the geographical
16 market locations and recreational activities used in Michigan
17 tourism promotion material.

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

25 (c) Business services.

26 (d) Community development block grants.

27 (e) Strategic fund administration.

- 1 (f) Renaissance zones.
- 2 (g) 21st century investment program.
- 3 (h) Business and clean air ombudsman.
- 4 (i) Michigan business development program.
- 5 (j) Community revitalization program.
- 6 (k) Film incentives.
- 7 (l) Any other programs of the fund.

8 (2) The reports in subsection (1) shall be submitted by
9 February 15. The report for each program in subsection (1) (a)
10 through (l) shall include details on all revenue sources, actual
11 expenditures, and number of FTEs for that program for the previous
12 fiscal year.

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

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

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

26 (b) The land is obtained through a purchase or exercise of an
27 option at the invitation of the local unit of government and local

1 economic development agency.

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

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

14 Sec. 1011. (1) From the general fund/general purpose
15 appropriations in part 1 to the fund and granted or transferred to
16 the Michigan economic development corporation, any unexpended or
17 unencumbered balance shall be disposed of in accordance with the
18 requirements in the management and budget act, 1984 PA 431, MCL
19 18.1101 to 18.1594, unless carryforward authorization has been
20 otherwise provided for.

21 (2) Any encumbered funds shall be used for the same purposes
22 for which funding was originally appropriated in this act.

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

26 (a) The freedom of information act, 1976 PA 442, MCL 15.231 to
27 15.246.

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

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

4 (d) All reports required by law to be submitted to the
5 legislature.

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

8 Sec. 1013. As a condition for receiving the appropriations in
9 part 1, any staff of the Michigan economic development corporation
10 involved in private fund-raising activities shall not be party to
11 any decisions regarding the awarding of grants, incentives, or tax
12 abatements from the fund, the Michigan economic development
13 corporation, or the Michigan economic growth authority.

14 Sec. 1014. (1) All funds received from repayment of loans,
15 unused grants, revenues received from sales or cash flow
16 participation agreements, guarantees, or any combination of these
17 or accrued interest originally distributed as part of the core
18 communities fund, created by 2000 PA 291, shall be received, held,
19 and applied by the fund for the purposes described in 2000 PA 291.

20 (2) The fund shall provide an annual report on the status of
21 this fund which includes information that details the awards made.
22 The report shall be provided to the appropriations subcommittees on
23 general government, the fiscal agencies, and the state budget
24 office by January 31.

25 Sec. 1020. Federal pass-through funds to local institutions
26 and governments that are received in amounts in addition to those
27 included in part 1 and that do not require additional state

1 matching funds are appropriated for the purposes intended. The fund
2 may carry forward into the succeeding fiscal year unexpended
3 federal pass-through funds to local institutions and governments
4 that do not require additional state matching funds. The fund shall
5 report the amount and source of the funds to the senate
6 appropriation subcommittee on economic development, the house
7 appropriation subcommittee on general government, the senate and
8 house fiscal agencies, and the state budget office within 10
9 business days after receiving any additional pass-through funds.

10 Sec. 1024. From the funds appropriated in part 1 for ongoing
11 operations, not less than \$20,000,000.00 shall be granted by the
12 Michigan strategic fund board for brownfield redevelopment and
13 historic preservation projects under the community revitalization
14 program authorized by chapter 8C of the Michigan strategic fund
15 act, 1984 PA 270, MCL 125.2090 to 125.2090d.

16 Sec. 1031. The Michigan strategic fund shall report to the
17 senate and house of representatives appropriations subcommittees on
18 general government, the senate and house fiscal agencies, and the
19 state budget office by April 15, 2013 on the spending plan for the
20 line items for ongoing operations and MSF, one-time operations. If
21 the spending plan for the fiscal year is changed after that date,
22 the fund shall notify the report recipients listed previously
23 within 10 business days.

24 Sec. 1032. (1) The Michigan film office shall report to the
25 subcommittees and the fiscal agencies on the status of the film
26 incentives at the same time as it submits the annual report
27 required under section 455 of the Michigan business tax act, 2007

1 PA 36, MCL 208.1455. The department of treasury and the Michigan
2 strategic fund shall provide the Michigan film office with the data
3 necessary to prepare the report. Incentives included in the report
4 shall include all of the following:

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

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

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

11 (d) The amount of any tax credit claimed under former section
12 367 of the income tax act of 1967, 1967 PA 281.

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

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

20 (g) Any spending or activities supported by the appropriations
21 in part 1 for ongoing operations or MSF, one-time operations.

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

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

1 those loans, and the estimated interest earnings from the loan. For
2 each film incentive awarded, including any program to support and
3 promote a qualified facility and other film infrastructure as
4 defined in section 29h of the Michigan strategic fund act, 1984 PA
5 270, MCL 125.2029h, the total funding awarded for each of the
6 following:

7 (i) Direct production expenditures.

8 (ii) Michigan personnel expenditures.

9 (iii) Crew personnel expenditures.

10 (iv) Qualified personnel expenditures.

11 (v) Postproduction expenditures.

12 (vi) Qualified facility or infrastructure expenditures.

13 (vii) Spending for program administration.

14 (b) For credits authorized under section 455 of the Michigan
15 business tax act, 2007 PA 36, MCL 208.1455, for productions
16 completed by December 31, the expenditures of each production
17 eligible for the credit that has filed a request for certificate of
18 completion with the film office, broken down into expenditures for
19 goods, services, or salaries and wages and showing separately
20 expenditures in each local unit of government, including
21 expenditures for personnel, whether or not they were made to a
22 Michigan entity, and whether or not they were taxable under the
23 laws of this state. For loans, the report shall include the number
24 of loans that have been fully repaid, with principal and interest
25 shown separately, and the number of loans that are delinquent or in
26 default, and the amount of principal that is delinquent or is in
27 default.

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

4 (i) The number of temporary jobs created.

5 (ii) The number of permanent jobs created.

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

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

12 (a) Indicate how the information would describe the commercial
13 and financial operations or intellectual property of the company.

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

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

18 (4) Any information not disclosed due to the provisions of
19 section 455(6), 457(6), or 459(6) of the Michigan business tax act,
20 2007 PA 36, MCL 208.1455, 208.1457, and 208.1459, shall be
21 presented at the lowest level of aggregation that would no longer
22 describe the commercial and financial operations or intellectual
23 property of the company.

24 Sec. 1033. The Michigan film office shall report to the
25 chairpersons of the senate and house of representatives standing
26 committees on appropriations subcommittees on general government
27 and the senate and house fiscal agencies on the status of the film

1 incentives approved under section 29h of the Michigan strategic
2 fund act, 1984 PA 270, MCL 125.2029h, not later than 30 days
3 following the end of each quarter of the fiscal year. The report
4 shall include all of the following:

5 (a) Direct and indirect economic impacts in this state
6 attributable to the assistance.

7 (b) Direct and indirect job creation in this state
8 attributable to the assistance.

9 (c) Direct and indirect private investment in this state
10 attributable to the assistance.

11 (d) The name of each eligible production company and the
12 amount of each incentive disbursed for each state certified
13 qualified production.

14 Sec. 1033b. For funds appropriated in part 1 from the general
15 fund/general purpose revenue and used for the purpose of the
16 Michigan strategic fund - film incentive program, the applicable
17 percentage of the state certified qualified production expenditures
18 provided in section 29h(3)(d) of the Michigan strategic fund act,
19 1984 PA 270, MCL 125.2029h, shall be determined based on the date
20 of the agreement.

21 Sec. 1034. (1) Each business incubator or accelerator that
22 received an award pursuant to section 1034 of article VIII of 2012
23 PA 200 shall maintain and update a dashboard of indicators to
24 measure the effectiveness of the business incubator and accelerator
25 programs. Indicators shall include the direct jobs created, new
26 companies launched as a direct result of business incubator or
27 accelerator involvement, businesses expanded as a direct result of

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

14 (2) It is the intent of the legislature that any additional
15 funding awarded for business incubators or accelerators shall be
16 based on the performance of the program as a whole and the results
17 of each incubator or accelerator as reported in the dashboard
18 indicators.

19 Sec. 1034b. From the funds appropriated in part 1 for ongoing
20 operations, the fund shall allocate \$500,000.00 to the Van Andel
21 Institute to be used as a match for funding received from the
22 department of defense and the national institutes of health for
23 advanced medical research.

24 Sec. 1035. (1) From the appropriation in part 1, the Michigan
25 council for arts and cultural affairs shall administer an arts and
26 cultural grant program that maintains an equitable geographic
27 distribution of funding and utilizes past arts and cultural grant

1 programs as a guideline for administering this program. The council
2 shall do all of the following:

3 (a) On or before October 1, the fund shall publish proposed
4 application criteria, instructions, and forms for use by eligible
5 applicants. The fund shall provide at least a 2-week period for
6 public comment before finalizing the application criteria,
7 instructions, and forms.

8 (b) A nonrefundable application fee may be assessed for each
9 application. Application fees shall be deposited in the council for
10 the arts fund and are appropriated for expenses necessary to
11 administer the programs. These funds are available for expenditure
12 when they are received and may be carried forward to the following
13 fiscal year.

14 (c) Grants are to be made to public and private arts and
15 cultural entities.

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

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

22 Sec. 1036. (1) From the general fund/general purpose revenue
23 appropriated in part 1 for MSF, one-time operations, \$25,000,000.00
24 shall be allocated to the film incentive program and transferred to
25 the Michigan film promotion fund established in section 29d of the
26 Michigan strategic fund act, 1984 PA 270, MCL 125.2029d.

27 (2) Funds transferred to the Michigan film promotion fund

1 under subsection (1) are appropriated and available for allocation
2 as authorized in the Michigan strategic fund act, 1984 PA 270, MCL
3 125.2001 to 125.2094.

4 Sec. 1037. (1) No long-term indebtedness shall be issued by
5 the Michigan strategic fund or funds expended from the
6 appropriations in part 1 for facility for rare isotope beams debt
7 service until Michigan State University provides certification to
8 the Michigan strategic fund and the state budget director that all
9 necessary approvals have been secured and federal funds are
10 available to commence construction of the facility for rare isotope
11 beams project from the United States department of energy.

12 (2) Bond proceeds may only be spent to reimburse costs
13 incurred by Michigan State University in the construction of the
14 facility for rare isotope beams project up to an amount not to
15 exceed \$90,960,100.00. All construction costs for the project in
16 excess of this amount are the responsibility of Michigan State
17 University. The Michigan strategic fund is not responsible for
18 operating costs of the project facility. Prior to reimbursement,
19 the Michigan strategic fund and Michigan State University shall
20 enter into an agreement providing for the terms of reimbursement,
21 allowable costs, financial reporting, and any other requirements
22 necessary to complete the transaction.

23 (3) The state budget director retains the authority and
24 fiduciary responsibility normally associated with the maintenance
25 of the public's financial and policy interests relative to state-
26 financed construction projects. The state budget director may take
27 appropriate action to protect the public's financial and policy

1 interests, including, but not limited to, rescinding subsection (2)
2 reimbursement payments for construction of the facility for rare
3 isotope beams project should Michigan State University or the
4 United States department of energy not provide the necessary
5 resources to complete the project. The state budget director shall
6 provide notification to the senate and house appropriations
7 committees, senate fiscal agency, house fiscal agency, and the
8 Michigan strategic fund within 10 days of exercising the authority
9 under this subsection.

10 (4) The department of technology, management and budget may
11 assist the Michigan strategic fund with implementation of this
12 program for purposes of administrative efficiency.

13 Sec. 1038. In addition to the amounts appropriated in part 1,
14 the land bank fast track authority may expend revenues received
15 under the land bank fast track act, 2003 PA 258, MCL 124.751 to
16 124.774, for the purposes authorized by the act, including, but not
17 limited to, the acquisition, lease, management, demolition,
18 maintenance, or rehabilitation of real or personal property,
19 payment of debt service for notes or bonds issued by the authority,
20 and other expenses to clear or quiet title property held by the
21 authority.

22 Sec. 1050. (1) The fund shall publish the "activities
23 classification structure data book" for Michigan community colleges
24 on or before March 1.

25 (2) The fund shall compile information received from community
26 colleges on North American Indian tuition waivers granted pursuant
27 to 1976 PA 174, MCL 390.1251 to 390.1253, and shall submit this

1 compilation to the house and senate appropriations subcommittees on
2 community colleges, the fiscal agencies, and the state budget
3 director by March 1.

4 (3) The fund shall compile information received from community
5 colleges on the number and types of associate degrees and other
6 certificates awarded during the previous fiscal year and shall
7 submit this compilation to the house and senate appropriations
8 subcommittees on community colleges, the fiscal agencies, and the
9 state budget director by March 1.

10 (4) The fund shall place the reports required in this section
11 on a publicly available website.

12 Sec. 1052. From the appropriation in part 1 for ongoing
13 operations, \$200,000.00 shall be allocated to a nonprofit community
14 foundation to fund an existing workforce development program that
15 provides job placement assistance, language development services,
16 assistance in obtaining valid professional credentials or licenses,
17 and other services that reduce or remove barriers to employment
18 faced by refugees from the Iraq war.

19 Sec. 1054. From the funds appropriated in part 1 for workforce
20 programs subgrantees, the fund may allocate funding for grants to
21 nonprofit organizations that offer programs to workforce investment
22 act - eligible youth focusing on entrepreneurship, work-readiness
23 skills, job shadowing, and financial literacy. Organizations
24 eligible for funding under this section must have the capacity to
25 provide similar programs in urban areas, as determined by the
26 United States bureau of the census according to the most recent
27 federal decennial census. Additionally, programs eligible for

1 funding under this section must include the participation of local
2 business partners. The fund shall develop other appropriate
3 eligibility requirements to ensure compliance with applicable
4 federal rules and regulations.

5 **MICHIGAN STRATEGIC FUND - WORKFORCE DEVELOPMENT**

6 Sec. 1060. The fund shall administer the partnership,
7 accountability, training, and hope (PATH) training program in
8 accordance with the requirements of section 407(d) of title IV of
9 the social security act, 42 USC 607, the state social welfare act,
10 1939 PA 280, MCL 400.1 to 400.119b, and all other applicable laws
11 and regulations.

12 Sec. 1062. The fund shall make available, in person or by
13 telephone, 1 disabled veterans outreach program specialist or local
14 veterans employment representative to Michigan works! service
15 centers, as resources permit, during hours of operation, and shall
16 continue to make the appropriate placement of veterans and disabled
17 veterans a priority.

18 Sec. 1063. (1) In addition to the funds appropriated in part
19 1, any unencumbered and unrestricted federal workforce investment
20 act or trade adjustment assistance funds available from prior
21 fiscal years are appropriated for the purposes originally intended.

22 (2) The fund shall report by January 15 to the subcommittees,
23 the fiscal agencies, and the state budget office on the amount by
24 fiscal year of federal workforce investment act funds appropriated
25 under this section.

26 Sec. 1068. (1) Of the funds appropriated in part 1 for the
27 workforce training programs, the fund shall provide a report by

1 February 1 to the senate and house of representatives standing
2 committees on appropriations subcommittees on general government,
3 the state budget director, and the fiscal agencies on the status of
4 the workforce training programs. The report shall include the
5 following:

6 (a) The amount of funding allocated to each Michigan works!
7 agency and the total funding allocated to the workforce training
8 programs statewide by fund source.

9 (b) The number of participants enrolled in education or
10 training programs by each Michigan works! agency.

11 (c) The average duration of training for training program
12 participants by each Michigan works! agency.

13 (d) The number of participants enrolled in remedial education
14 programs and the number of participants enrolled in literacy
15 programs.

16 (e) The number of participants enrolled in programs at 2-year
17 institutions.

18 (f) The number of participants enrolled in 4-year
19 institutions.

20 (g) The number of participants enrolled in proprietary schools
21 or other technical training programs.

22 (h) The number of participants that have completed education
23 or training programs.

24 (i) The number of participants who secured employment in
25 Michigan within 1 year of completing a training program.

26 (j) The number of participants who completed a training
27 program and secured employment in a field related to their

1 training.

2 (k) The average wage earned by participants who completed a
3 training program and secured employment within 1 year.

4 (2) Data collection for the report shall be for the period
5 October 1, 2012 through September 30, 2013.

6 **REVENUE STATEMENT**

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

10 BUDGET RECOMMENDATIONS BY OPERATING FUNDS

11 (Amounts in millions)

12 Fiscal Year 2013-2014

13			Beginning		
14			Available	Estimated	Ending
15			<u>Fund</u>	<u>Balance</u>	<u>Revenue</u>
16					<u>Balance</u>
17	OPERATING FUNDS				
18	General fund/general purpose	0110	278.4	8,973.8	15.7
19	General fund/special purpose		1,007.0	24,628.1	193.5
20	Special Revenue Funds:				
21	Countercyclical budget and				
22	economic stabilization	0111	505.8	0.7	506.5
23	Game and fish protection	0112	5.9	65.5	6.1
24	Michigan employment security act				
25	administration	0113	0.0	5.5	0.0
	State aeronautics	0114	2.2	102.5	0.0

1	Michigan veterans' benefit				
2	trust	0115	3.3	5.9	3.3
3	State trunkline	0116	0.0	1,855.0	0.0
4	Michigan state waterways	0117	4.3	26.5	4.4
5	Blue Water Bridge	0118	0.0	24.4	0.0
6	Michigan transportation	0119	0.0	1,882.5	0.0
7	Comprehensive transportation	0120	14.0	428.6	1.9
8	School aid	0122	0.0	13,426.9	0.0
9	Game and fish protection trust	0124	0.0	8.6	0.0
10	State park improvement	0125	2.0	53.6	3.2
11	Forest development	0126	0.0	29.2	0.0
12	Michigan natural resources				
13	trust	0129	24.2	25.6	24.2
14	Michigan state parks endowment	0130	7.7	48.2	7.5
15	Safety education and training	0131	6.2	9.4	5.1
16	Bottle deposit	0136	14.6	14.1	6.0
17	State construction code	0138	13.1	10.3	3.8
18	Children's trust	0139	1.1	2.1	1.1
19	State casino gaming	0140	8.0	38.3	2.6
20	Michigan nongame fish and				
21	wildlife	0143	0.1	0.5	0.1
22	Michigan merit award trust	0154	62.0	118.7	62.4
23	Outdoor recreation legacy	0162	0.6	3.0	0.6
24	Off-road vehicle account	0163	1.1	3.3	1.1
25	Snowmobile account	0164	3.9	10.8	3.8
26	Silicosis dust disease				
27	and logging	0870	1.6	1.3	1.6

1	Utility consumer representation	0893	2.1	0.5	1.7
2	TOTALS		\$1,968.8	\$51,803.4	\$856.2

3 PART 2A

4 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

5 FOR FISCAL YEAR 2014-2015

6 **GENERAL SECTIONS**

7 Sec. 1201. It is the intent of the legislature to provide

8 appropriations for the fiscal year ending on September 30, 2015 for

9 the line items listed in part 1. The fiscal year 2014-2015

10 appropriations are anticipated to be the same as those for fiscal

11 year 2013-2014, except that the line items will be adjusted for

12 changes in caseload and related costs, federal fund match rates,

13 economic factors, and available revenue. These adjustments will be

14 determined after the January 2014 consensus revenue estimating

15 conference.

16 Sec. 1202. It is the intent of the legislature that the

17 department identify the amounts for normal retirement costs and

18 legacy retirement costs for the fiscal year ending on September 30,

19 2015 for the line items listed in part 1.