



HOUSE BILL No. 5583

February 14, 1996, Introduced by Reps. Gustafson, McBryde, Jellema, Johnson, Gilmer, Bobier and Bankes and referred to the Committee on Appropriations.

EXECUTIVE BUDGET BILL

A bill to make appropriations for the departments of commerce, labor, and Michigan jobs commission and certain other state purposes for the fiscal years ending September 30, 1996, and September 30, 1997; to provide for the expenditure of those appropriations; to provide for the imposition of certain fees; to provide for the disposition of fees and other income received by the state agencies; to provide for reports to certain persons; and to prescribe powers and duties of certain state departments and certain state and local agencies and officers.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 101. There is appropriated for the departments of commerce,
2 labor, and Michigan jobs commission for the fiscal year ending

1 September 30, 1997, from the following funds:

2 TOTAL REGULATORY

3 APPROPRIATIONS SUMMARY:

4 Full-time equated unclassified positions . . . 79.5

5 Full-time equated classified positions . . 6,155.1

6 GROSS APPROPRIATION \$ 1,043,938,200

7 Interdepartmental grant revenues:

8 Total interdepartmental grants and

9 intradepartmental transfers 5,022,200

10 ADJUSTED GROSS APPROPRIATION \$ 1,038,916,000

11 Federal revenues:

12 Total federal revenues 565,351,400

13 Special revenue funds:

14 Total local revenues 12,638,600

15 Total private revenues 5,370,300

16 Total other state restricted revenues 227,111,400

17 State general fund/general purpose \$ 228,444,300

18 DEPARTMENT OF COMMERCE

19 APPROPRIATIONS SUMMARY:

20 Full-time equated unclassified positions. . . 21.0

21 Full-time equated classified positions . . 2,051.9

22 GROSS APPROPRIATION \$ 283,421,800

23 Interdepartmental grant revenues:

24 Total interdepartmental grants and

25 intradepartmental transfers 3,395,400

26 ADJUSTED GROSS APPROPRIATION \$ 280,026,400

27 Federal revenues:

28 Total federal revenues 79,703,700

29 Special revenue funds:

30 Total local revenues 0

1	Total private revenues	880,600
2	Total other state restricted revenues	175,126,400
3	State general fund/general purpose \$	24,315,700
4	EXECUTIVE DIRECTION	
5	Full-time equated unclassified positions . . . 21.0	
6	Full-time equated classified positions 24.0	
7	Unclassified salaries \$	1,564,900
8	Executive director programs--6.0 FTE positions . .	575,900
9	Policy development--15.0 FTE positions	1,254,400
10	Low level radioactive waste authority--3.0 FTE	
11	positions	865,100
12	Michigan community education initiative	100,000
13	Utility consumer representation	800,000
14	Regulatory efficiency improvements/backlog reduction	
15	initiative.	<u>750,000</u>
16	GROSS APPROPRIATION \$	5,910,300
17	Appropriated from:	
18	Special revenue funds:	
19	Motor carrier fees	22,000
20	Public utility assessments	1,202,700
21	Corporation fees	107,200
22	Bank fees	204,100
23	Consumer finance fees	45,700
24	Health professions regulatory fund	808,600
25	Credit union fees	85,800
26	Insurance assessments, valuation fees, examination	
27	fees, investigation fees	301,900
28	Liquor purchase revolving fund	1,140,800
29	Michigan state housing development authority	
30	fees and charges	305,400

1	Mobile home commission fees	39,700
2	State fair revenue	65,200
3	Utility consumer representation fund	800,000
4	Licensing and regulation fees	168,200
5	State general fund/general purpose \$	613,000
6	COUNCIL FOR ARTS AND CULTURAL AFFAIRS	
7	Full-time equated classified positions. . . . 10.0	
8	Administration--10.0 FTE positions \$	881,400
9	Arts and cultural grants	<u>21,954,600</u>
10	GROSS APPROPRIATION \$	22,836,000
11	Appropriated from:	
12	Federal revenues:	
13	NFAH-NEA, promotion of the arts, state and regional	
14	programs	1,105,900
15	State general fund/general purpose \$	21,730,100
16	MICHIGAN STATE FAIR	
17	Full-time equated classified positions 67.4	
18	State fair operations--67.4 FTE positions \$	<u>5,593,500</u>
19	GROSS APPROPRIATION \$	5,593,500
20	Appropriated from:	
21	Special revenue funds:	
22	State fair revenue	5,593,500
23	State general fund/general purpose \$	0
24	MANAGEMENT SERVICES	
25	Full-time equated classified positions 131.5	
26	Administrative services--66.5 FTE positions \$	4,183,600
27	Technology support--65.0 FTE positions	9,262,400
28	Insurance automation	750,000
29	Health services information systems	750,000
30	Rent	4,794,100

1	Building occupancy charges - property development	
2	services	3,082,200
3	Workers' compensation	724,600
4	Special project advances	<u>700,000</u>
5	GROSS APPROPRIATION	\$ 24,246,900
6	Appropriated from:	
7	Interdepartmental grant revenues:	
8	IDT-insurance bureau	508,800
9	IDG from department of labor	2,886,600
10	Federal revenues:	
11	DED-OSERS, rehabilitation services, vocational	
12	rehabilitation of state grants	175,400
13	DOL, multiple grants for safety and health	113,000
14	Special revenue funds:	
15	Private-special project advances	700,000
16	Motor carrier fees	187,300
17	Public utility assessments	2,313,300
18	Corporation fees	1,969,600
19	Mobile home commission fees	132,300
20	Liquor purchase revolving fund	9,048,800
21	Michigan state housing development authority	
22	fees and charges	1,008,400
23	Credit union fees	248,200
24	Bank fees	447,500
25	Securities fees	12,100
26	Consumer finance fees	129,300
27	Insurance assessments, valuation fees, examination	
28	fees, investigation fees	1,554,100
29	Health professions regulatory fund.	1,652,700
30	Licensing and regulation fees	847,700

1	State general fund/general purpose	\$	311,800
2	FINANCIAL SERVICES AND CORPORATIONS		
3	Full-time equated classified positions	449.0	
4	Mobile home commission, per diem \$50.00	\$	7,800
5	Mobile home and land resources program--17.0 FTE		
6	positions		1,542,100
7	Corporate services--48.0 FTE positions		3,147,200
8	Corporate certification and copying--30.0 FTE		
9	positions		2,115,100
10	Investment oversight--36.0 FTE positions		2,505,700
11	Local mobile home park inspections		200,000
12	Property development group--13.0 FTE positions		1,368,200
13	Remonumentation grants		4,500,000
14	Financial institutions administration--18.0 FTE		
15	positions		1,236,300
16	Bank regulation--62.0 FTE positions		4,972,600
17	Credit union regulation--37.0 FTE positions		2,787,300
18	Financial institution consumer protection--22.0 FTE		
19	positions		1,440,300
20	Financial institution research and consumer		
21	services--5.0 FTE positions		355,700
22	Federal regulatory projects		50,600
23	Financial institutions corporate regulatory		
24	services--9.0 FTE positions		705,800
25	Insurance bureau administration--29.0 FTE positions		2,571,200
26	Insurance financial standards--64.0 FTE positions		7,539,500
27	Insurance licensing and enforcement--41.0 FTE		
28	positions		3,239,500
29	Insurance market standards--18.0 FTE positions		<u>1,103,100</u>
30	GROSS APPROPRIATION	\$	41,388,000

1	Appropriated from:	
2	Federal revenues:	
3	Federal regulatory project revenues	50,600
4	Special revenue funds:	
5	Private-college work-study	10,100
6	Private-travel funds	5,900
7	Corporation fees	3,745,100
8	Mobile home commission fees	1,849,300
9	Securities fees	1,312,200
10	Land sales fees	50,600
11	Limited liability partnership revenue	445,600
12	Certification and copying fees	2,115,100
13	Property development fees	223,800
14	Remonumentation fees	5,061,100
15	Bank fees	6,437,400
16	Consumer finance fees	1,547,900
17	Credit union fees	3,512,700
18	Licensing and regulation fees	2,991,400
19	Insurance assessments, valuation fees, examination	
20	fees, investigation fees	10,781,600
21	Insurance continuing education fees	532,400
22	Multiple employer welfare arrangement	131,900
23	State general fund/general purpose \$	583,300
24	PUBLIC SERVICE COMMISSION	
25	Full-time equated classified positions	173.0
26	Administration, planning and regulation--173.0 FTE	
27	positions \$	18,249,600
28	Grant to department of community health nuclear	
29	emergency planning and response	<u>555,800</u>
30	GROSS APPROPRIATION \$	18,805,400

1	Appropriated from:		
2	Federal revenues:		
3	DOE-OEERE, multiple grants		2,477,900
4	DOT-RSPA, pipeline safety		208,200
5	Special revenue funds:		
6	Private-Great Lakes governors council		46,000
7	Motor carrier fees		1,718,400
8	Public utility assessments		14,354,900
9	State general fund/general purpose	\$	0
10	LIQUOR CONTROL COMMISSION		
11	Full-time equated classified positions	671.0	
12	Management support services--48.0 FTE positions	\$	2,843,300
13	Liquor licensing and enforcement--157.0 FTE positions		9,682,700
14	Liquor law enforcement grants		6,000,000
15	Liquor merchandising and warehousing--466.0 FTE		
16	positions		25,215,900
17	Grant to department of agriculture for wine industry		
18	council		<u>408,100</u>
19	GROSS APPROPRIATION	\$	44,150,000
20	Appropriated from:		
21	Special revenue funds:		
22	Liquor license revenue		10,576,500
23	Non-retail liquor license revenue		408,100
24	Liquor purchase revolving fund		29,898,900
25	Bailment fee revenue		3,266,500
26	State general fund/general purpose	\$	0
27	MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY		
28	Full-time equated classified positions	249.0	
29	Payments on behalf of tenants	\$	63,000,000
30	Housing and rental assistance program--245.0 FTE		

1	positions	20,121,600
2	Automatic data processing--4.0 FTE positions . . .	769,500
3	Homeless program	<u>5,290,800</u>
4	GROSS APPROPRIATION \$	89,181,900
5	Appropriated from:	
6	Federal revenues:	
7	HUD, lower income housing assistance program . . .	75,572,700
8	Special revenue funds:	
9	Michigan state housing development authority	
10	fees and charges	13,609,200
11	State general fund/general purpose \$	0
12	OCCUPATIONAL AND PROFESSIONAL REGULATION	
13	Full-time equated classified positions . . .	260.0
14	Administrative services--65.0 FTE positions . . . \$	7,430,700
15	Health services--105.0 FTE positions	8,682,100
16	Commercial services--90.0 FTE positions	<u>7,151,700</u>
17	GROSS APPROPRIATION \$	23,264,500
18	Appropriated from:	
19	Special revenue funds:	
20	Private-local northeast regional dentistry board	
21	revenue	18,100
22	Private-college work-study	100,500
23	Real estate education fund	351,800
24	Real estate appraiser continuing education fund .	45,000
25	Licensing and regulation fees	7,246,300
26	Homeowner construction lien recovery fund	1,528,900
27	Health professions regulatory fund	12,708,300
28	Controlled substance license fees	1,265,600
29	State general fund/general purpose \$	0
30	TAX TRIBUNAL	

1	Full-time equated classified positions	17.0	
2	Operations--17.0 FTE positions	\$	<u>1,670,300</u>
3	GROSS APPROPRIATION	\$	1,670,300
4	Appropriated from:		
5	Special revenue funds:		
6	Tax tribunal fees		592,800
7	State general fund/general purpose	\$	1,077,500
8	GRANTS		
9	Fire protection grants	\$	<u>6,375,000</u>
10	GROSS APPROPRIATION	\$	6,375,000
11	Appropriated from:		
12	Special revenue funds:		
13	Liquor purchase revolving fund		6,375,000
14	State general fund/general purpose	\$	0
15	DEPARTMENT OF LABOR		
16	APPROPRIATIONS SUMMARY:		
17	Full-time equated unclassified positions . . .	49.5	
18	Full-time equated classified positions . .	2,954.5	
19	GROSS APPROPRIATION	\$	221,439,000
20	Interdepartmental grant revenues:		
21	Total interdepartmental grants and		
22	intradepartmental transfers		1,427,800
23	ADJUSTED GROSS APPROPRIATION	\$	220,011,200
24	Federal revenues:		
25	Total federal revenues		144,006,600
26	Special revenue funds:		
27	Total local revenues		2,075,000
28	Total private revenues		1,639,700
29	Total other state restricted revenues		49,628,200
30	State general fund/general purpose	\$	22,661,700

1	DEPARTMENTAL ADMINISTRATION	
2	Full-time equated unclassified positions . . .	49.5
3	Full-time equated classified positions . . .	19.0
4	Unclassified salaries	\$ 3,544,900
5	Administration--19.0 FTE positions	1,715,000
6	Grant to department of commerce,	
7	administrative services	2,886,500
8	Pre-college programs in engineering	
9	and the sciences	<u>452,900</u>
10	GROSS APPROPRIATION	\$ 8,599,300
11	Appropriated from:	
12	Federal revenues:	
13	DOL, multiple grants for safety and health	158,300
14	DED-OSERS, multiple vocational	
15	rehabilitation services grants	40,600
16	DOL-ETA, unemployment insurance	448,100
17	DOL-ETA, employment service	39,100
18	DOL-BLS, bureau of labor statistics	800
19	DOL-ETA	700
20	DOL-OVET, disabled veterans outreach program . . .	1,800
21	Special revenue funds:	
22	Construction code fund	794,900
23	Boiler fee revenue	19,700
24	Elevator fees	93,000
25	Worker's compensation administrative revolving fund	994,200
26	Safety education and training fund	301,000
27	Contingent fund, penalty and interest account . .	700
28	Second injury fund	12,100
29	Self-insurers' security fund	2,100
30	Silicosis and dust disease fund	4,900

1	State general fund/general purpose	\$	5,687,300
2	DEPARTMENTWIDE OPERATIONS		
3	Rent	\$	1,028,900
4	Building occupancy charges - property development		1,764,400
5	Workers' compensation		224,200
6	Special project advances		40,000
7	Gifts and bequests		<u>500,000</u>
8	GROSS APPROPRIATION	\$	3,557,500
9	Appropriated from:		
10	Special revenue funds:		
11	Private-special project advances		40,000
12	Private-foundation revenue		500,000
13	Construction code fund		241,600
14	Worker's compensation administrative revolving fund		42,200
15	Safety education and training fund		13,700
16	Boiler fee revenue.		15,700
17	Elevator fees		15,300
18	State general fund/general purpose	\$	2,689,000
19	COMMISSION ON DISABILITY CONCERNS		
20	Full-time equated classified positions	10.0	
21	Gifts and bequests	\$	18,000
22	Handicapper basic services--5.8 FTE positions . .		353,800
23	Deaf and deafened services--4.2 FTE position . .		<u>267,800</u>
24	GROSS APPROPRIATION	\$	639,600
25	Appropriated from:		
26	Federal revenues:		
27	DED-OSERS, multiple vocational rehabilitation		
28	service grants		285,200
29	Special revenue funds:		
30	Private-MCDC-gifts/bequests		18,000

1	Deafness services fees	15,000
2	State general fund/general purpose \$	321,400
3	CONSTRUCTION CODES	
4	Full-time equated classified positions	146.0
5	Commissions and boards \$	41,900
6	Code enforcement--88.0 FTE positions	6,042,000
7	Code enforcement flexibility	606,600
8	Barrier free design program--6.0 FTE positions	369,400
9	Administration--7.0 FTE positions	652,700
10	Boiler inspection program--20.0 FTE positions	1,379,800
11	Elevator inspection program--25.0 FTE positions	<u>1,619,500</u>
12	GROSS APPROPRIATION \$	10,711,900
13	Appropriated from:	
14	Special revenue funds:	
15	Construction code fund	7,484,100
16	Boiler fee revenue	1,511,500
17	Elevator fees	1,716,300
18	State general fund/general purpose \$	0
19	EMPLOYMENT RELATIONS	
20	Full-time equated classified positions	29.0
21	Fact finding and arbitration \$	176,900
22	Employment and labor relations--29.0 FTE positions	<u>2,924,400</u>
23	GROSS APPROPRIATION \$	3,101,300
24	Appropriated from:	
25	Special revenue funds:	
26	Publication revenue	25,000
27	State general fund/general purpose \$	3,076,300
28	SAFETY AND REGULATION	
29	Full-time equated classified positions	223.0
30	Wage deviation board \$	2,200

1	Safety commissions and boards	17,700
2	Safety regulation--183.0 FTE positions.	11,581,100
3	Employment standards enforcement--40.0 FTE positions	2,323,500
4	Grant to community health - occupational health .	320,100
5	Subgrantees	<u>1,026,900</u>
6	GROSS APPROPRIATION \$	15,271,500
7	Appropriated from:	
8	Federal revenues:	
9	DOL, multiple grants for safety and health	5,997,900
10	Special revenue funds:	
11	Safety education and training fund	4,727,700
12	State general fund/general purpose \$	4,545,900
13	WORKER'S DISABILITY COMPENSATION	
14	Full-time equated classified positions 169.0	
15	Administration--146.0 FTE positions \$	8,062,700
16	Board of magistrates administration--11.0 FTE	
17	positions	1,886,900
18	Appellate commission administration--12.0 FTE	
19	positions	816,400
20	Supplemental benefit fund	<u>1,850,000</u>
21	GROSS APPROPRIATION \$	12,616,000
22	Appropriated from:	
23	Special revenue funds:	
24	Worker's compensation administrative revolving fund	9,950,900
25	State general fund/general purpose \$	2,665,100
26	WORKER'S COMPENSATION-INSURANCE FUNDS ADMINISTRATION	
27	Full-time equated classified positions 40.0	
28	Funds administration--40.0 FTE positions \$	10,039,100
29	Automatic data processing	506,000
30	Grant to the Michigan jobs commission, hire the	

1	handicapped program		<u>50,000</u>
2	GROSS APPROPRIATION	\$	10,595,100
3	Appropriated from:		
4	Special revenue funds:		
5	Second injury fund		6,540,700
6	Self insurers' security fund		1,643,300
7	Silicosis and dust disease fund		2,411,100
8	State general fund/general purpose	\$	0
9	COMMISSION FOR THE BLIND		
10	Full-time equated classified positions	118.0	
11	Commission-5 at \$50.00 per diem	\$	4,900
12	Administration--12.0 FTE positions		801,000
13	Rehabilitation program--86.0 FTE positions		11,117,300
14	Business enterprise program--9.0 FTE positions		2,430,500
15	Building occupancy charges - property development		937,700
16	Centers for independent living--7.0 FTE positions		778,500
17	Low-vision program--2.0 FTE positions		286,400
18	Client assistance program--2.0 FTE positions		<u>127,000</u>
19	GROSS APPROPRIATION	\$	16,483,300
20	Appropriated from:		
21	Federal revenues:		
22	DED-OSERS, multiple vocational rehabilitation		
23	services grants		9,927,500
24	HHS-SSA, SSI/SSDI		2,242,000
25	Special revenue funds:		
26	Local-vocational rehabilitation match		75,000
27	Private-commission for the blind gifts		99,800
28	Commission for the blind operator fees		441,400
29	Service agreement fee revenue		20,900
30	State general fund/general purpose	\$	3,676,700

1	MICHIGAN EMPLOYMENT SECURITY COMMISSION		
2	Full-time equated classified positions . . .	2,200.5	
3	Commission, per diem	\$	20,000
4	Board of review program--10.9 FTE positions . . .		801,900
5	Workers' compensation		578,200
6	Rent		4,100,000
7	Building occupancy charges - property development		
8	service		2,469,900
9	Executive direction--22.0 FTE positions		1,612,400
10	Advocacy assistance program		1,500,000
11	Customer services--1,441.8 FTE positions		71,497,100
12	Financial and management services--137.9 FTE		
13	positions		14,089,300
14	Human resources--26.0 FTE positions		1,559,600
15	Communications and external affairs--66.3 FTE		
16	positions		3,117,300
17	Audits and investigations--72.3 FTE positions . .		3,228,500
18	Special audit and collections program--35.0 FTE		
19	positions		2,004,100
20	Special fraud control program--23.0 FTE positions		1,206,400
21	Information services--223.5 FTE positions		22,503,700
22	Training program for commission staff--19.0 FTE		
23	positions		1,032,700
24	Fraud control and investigations program--20.0 FTE		
25	positions		1,071,700
26	Referee appeals program--55.8 FTE positions . . .		3,652,200
27	Reemployment services for claimants		1,000,000
28	Targeted employment services--47.0 FTE positions .		<u>2,818,500</u>
29	GROSS APPROPRIATION	\$	139,863,500
30	Appropriated from:		

1	Interdepartmental grant revenues:	
2	IDG from family independence agency	1,427,800
3	Federal revenues:	
4	DED-OSERS, rehabilitation services, vocational	
5	rehabilitation of state grants	1,300,000
6	DOL-ETA, unemployment insurance	74,483,300
7	DOL-ETA, employment service	28,362,200
8	DOL-bureau of labor statistics	2,320,300
9	DOL-ETA	3,219,900
10	DOL-OVET	6,570,800
11	DOL-miscellaneous funds	8,608,100
12	Special revenue funds:	
13	Local revenues	2,000,000
14	Private-MESC	981,900
15	MESC sales revenue	100,000
16	Contingent fund, penalty and interest account . .	10,489,200
17	State general fund/general purpose \$	0
18	DEPARTMENT OF MICHIGAN JOBS COMMISSION	
19	APPROPRIATIONS SUMMARY:	
20	Full-time equated unclassified positions . . .	9.0
21	Full-time equated classified positions . .	1,148.7
22	GROSS APPROPRIATION \$	539,077,400
23	Interdepartmental grant revenues:	
24	Total interdepartmental grants and intradepartmental	
25	transfers	199,000
26	ADJUSTED GROSS APPROPRIATION \$	538,878,400
27	Federal revenues:	
28	Total federal revenues	341,641,100
29	Special revenue funds:	
30	Total local revenues	10,563,600

1	Total private revenues	2,850,000
2	Total other state restricted revenues	2,356,800
3	State general fund/general purpose \$	181,466,900
4	DEPARTMENTAL ADMINISTRATION	
5	Full-time equated unclassified positions . . . 9.0	
6	Full-time equated classified positions 17.0	
7	Unclassified salaries \$	679,600
8	Executive direction--17.0 FTE positions	1,211,600
9	K.I. Sawyer base conversion authority	<u>295,700</u>
10	GROSS APPROPRIATION \$	2,186,900
11	Appropriated from:	
12	Interdepartmental grant revenues:	
13	IDG-MDEQ, air quality fees	58,000
14	State general fund/general purpose \$	2,128,900
15	DEPARTMENT OPERATIONS	
16	Full-time equated classified positions 76.0	
17	Administrative services--76.0 FTE positions . . . \$	5,379,200
18	Rent	1,549,300
19	Building occupancy charges - property development	
20	services	765,400
21	Workers' compensation	221,000
22	Special project advances	<u>700,000</u>
23	GROSS APPROPRIATION \$	8,614,900
24	Appropriated from:	
25	Federal revenues:	
26	DOL-ETA, job training partnership act	495,900
27	DED-OSERS, rehabilitation services, vocational	
28	rehabilitation of state grants	1,185,200
29	DED-OSERS, client assistance for individuals with	
30	disabilities	15,200

1	HHS-SSA, supplemental security income	9,400
2	HHS, temporary assistance for needy families . . .	347,600
3	Special revenue funds:	
4	Local-vocational rehabilitation match	2,200
5	Private-special project advances	700,000
6	Rehabilitation service fees	500
7	State general fund/general purpose \$	5,858,900
8	ECONOMIC RETENTION AND EXPANSION	
9	Full-time equated classified positions . . . 187.0	
10	International and national business development	
11	--33.0 FTE positions \$	4,398,300
12	Travel bureau administration/travel commission--29.0	
13	FTE positions	3,796,400
14	Michigan promotion program	7,242,500
15	Job creation services--125.0 FTE positions	<u>14,098,500</u>
16	GROSS APPROPRIATION \$	29,535,700
17	Appropriated from:	
18	Interdepartmental grant revenues:	
19	IDG-MDEQ, air quality fees	42,000
20	Federal revenues:	
21	DOL-NOICC	166,300
22	HUD-CPD, community development block grant	1,659,500
23	DOL-ETA, job training partnership act	300,000
24	Special revenue funds:	
25	Michigan certified development corporation fees . .	90,800
26	Industry support fees	50,000
27	State general fund/general purpose \$	27,227,100
28	WORKFORCE DEVELOPMENT	
29	Full-time equated classified positions . . . 868.7	
30	Employment training services--745.2 FTE positions \$	58,831,600

1	Michigan career and technical institute	
2	--104.5 FTE positions	9,455,700
3	Drug addiction and alcoholism referral and monitoring	
4	agency--19.0 FTE positions	<u>8,215,600</u>
5	GROSS APPROPRIATION	\$ 76,502,900
6	Appropriated from:	
7	Interdepartmental grant revenues:	
8	IDG-MDCS	99,000
9	Federal revenues:	
10	DED, cooperative demonstration, school-to-work . .	1,827,400
11	DED-OPSE, federal Pell grant program	999,500
12	DED-OSERS, client assistance for individuals with	
13	disabilities	342,000
14	DED-OSERS, special education, state grants	39,500
15	DED-OSERS, centers for independent living	56,500
16	DED-OSERS, rehabilitation long-term training . . .	227,400
17	DED-OSERS, rehabilitation services, vocational	
18	rehabilitation of state grants	37,282,100
19	DED-OSERS, state grants for technology-related	
20	assistance to individuals with disabilities . .	749,700
21	DOL-ETA, job training partnership act	5,779,800
22	HHS-SSA, disability insurance	8,215,600
23	HHS-SSA, supplemental security income	3,381,600
24	CNS	452,700
25	HHS, temporary assistance for needy families . . .	1,938,500
26	Special revenue funds:	
27	Local-vocational rehabilitation match	3,152,200
28	Private-foundation revenue	550,000
29	Private-gifts, bequests, and donations	800,000
30	Rehabilitation services fees	1,871,200

1	Second injury fund	50,000
2	Student fees	44,700
3	Training material fees	249,600
4	State general fund/general purpose	\$ 8,393,900
5	DEPARTMENT GRANTS	
6	Job training partnership act subgrantees	\$ 113,980,600
7	Michigan community service commission subgrantees	3,761,900
8	Displaced homemakers	382,000
9	Supported employment grants	1,308,600
10	Technology assistance grants	278,300
11	Vocational rehabilitation client	
12	services/facilities	47,234,400
13	Vocational rehabilitation independent living . . .	1,077,700
14	Personal care attendants	200,500
15	School-to-work subgrantees	10,200,000
16	Community and workplace literacy initiative . . .	50,000,000
17	Higher skills initiative	15,000,000
18	Trade academy grants	500,000
19	Economic development job training grants	39,200,000
20	Work first grants	75,901,500
21	CDBG pass-through	61,257,000
22	State research fund	1,500,000
23	Michigan transition initiative grants	<u>454,500</u>
24	GROSS APPROPRIATION	\$ 422,237,000
25	Appropriated from:	
26	Federal revenues:	
27	DED, cooperative demonstration, school to work . .	10,200,000
28	DED-OSERS, centers for independent living	525,000
29	DED-OSERS, rehabilitation services,	
30	vocational rehabilitation of state grants . . .	33,345,200

1	DED-OSERS, rehabilitation facilities	2,272,500
2	DED-OSERS, special education, state grants	454,500
3	DED-OSERS, supported employment	1,308,600
4	DED-OSERS, state grants for technology-related	
5	assistance to individuals with disabilities	278,300
6	DOL-ETA, job training partnership act	113,980,600
7	HHS, temporary assistance for needy families	47,436,100
8	HHS-SSA, supplemental security income	1,750,000
9	HUD-CPD, community development block grant	61,257,000
10	CNS	3,361,900
11	Special revenue funds:	
12	Local-vocational rehabilitation match	6,130,900
13	Local-vocational rehabilitation facilities match	1,278,300
14	Private-gifts, bequests, and donations	800,000
15	State general fund/general purpose	\$ 137,858,100

16 **GENERAL SECTIONS - FISCAL YEAR 1996-97**

17 Sec. 201. (1) Pursuant to section 30 of article IX of the state
 18 constitution of 1963, total state spending from state sources for
 19 fiscal year 1996-97 is estimated at \$455,555,700.00 in this bill and
 20 state spending from state sources paid to local units of government for
 21 fiscal year 1996-97 is estimated at \$166,089,100.00. The itemized
 22 statement below identifies appropriations from which spending to units
 23 of local government will occur:

24 DEPARTMENT OF COMMERCE

25	Arts and cultural grants	\$ 20,848,700
26	Fire protection grants	6,375,000
27	Liquor law enforcement	6,000,000
28	Local mobile home inspections	200,000
29	Total Commerce	\$ 33,423,700

30 DEPARTMENT OF MICHIGAN JOBS COMMISSION

1	Economic development job training grants	\$	39,200,000
2	Work first grants		28,465,400
3	Community and workplace literacy initiative		50,000,000
4	Higher skills initiative		15,000,000
5	Total Michigan jobs commission	\$	132,665,400

6 (2) If it appears to the principal executive officer of a
7 department or branch that state spending to local units of government
8 will be less than the amount that was projected to be expended under
9 subsection (1), the principal executive officer shall immediately give
10 notice of the approximate shortfall to the department of management and
11 budget.

12 Sec. 202. The expenditures and funding sources authorized under
13 this bill are subject to the management and budget act, Act No. 431 of
14 the Public Acts of 1984, being sections 18.1101 to 18.1594 of the
15 Michigan Compiled Laws.

16 Sec. 203. (1) Beginning October 1, 1996, there is a hiring freeze
17 imposed on the state classified civil service. State departments and
18 agencies are prohibited from hiring any new full-time state classified
19 civil service employees or prohibited from filling any vacant state
20 classified civil service positions. This hiring freeze does not apply
21 to internal transfers of classified employees from 1 position to
22 another within a department or to positions that are 80% or more
23 federal or restricted funds.

24 (2) The director of the department of management and budget shall
25 grant exceptions to this hiring freeze when the director believes that
26 the hiring freeze will result in the state department or agency being
27 unable to deliver basic services. The director of the department of
28 management and budget shall report by the fifteenth of each month to
29 the chairpersons of the senate and house appropriations committees the
30 number of exclusions to the hiring freeze approved during the previous

1 month and the justification for the exclusion.

2 Sec. 204. The department of civil service shall bill departments
3 and/or agencies at the end of the first fiscal quarter for the 1%
4 charges authorized by section 5 of article XI of the state constitution
5 of 1963. Payments shall be made for the total amount of the billing by
6 the end of the second fiscal quarter.

7 Sec. 205. (1) Departments and state agencies that receive funds
8 under this bill may receive and expend federal funds for purposes
9 allowed by the federal government and these funds are appropriated, if
10 the funds are provided as block grants or other similar replacements
11 for or consolidations of prior federal funding sources.

12 (2) Departments and state agencies may use the funds described in
13 subsection (1) to continue existing programs and shall not establish
14 new programs utilizing these funds unless the legislature has enacted
15 modifications to the existing program or enacted a new program.

16 Sec. 206. As used in this appropriation bill:

17 (a) "CDBG" means community development block grant.

18 (b) "CNS" means the corporation for national service.

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

20 (d) "DED-OPSE" means the DED office of postsecondary education.

21 (e) "DED-OSERS" means the DED office of special education
22 rehabilitative services.

23 (f) "DOE" means the United States department of energy.

24 (g) "DOE-OEERE" means the DOE office of energy efficiency and
25 renewable energy.

26 (h) "DOL" means the United States department of labor.

27 (i) "DOL-BLS" means the DOL bureau of labor statistics.

28 (j) "DOL-ETA" means the DOL employment and training act.

29 (k) "DOL-NOICC" means the DOL national occupational information
30 coordinating committee.

(l) "DOL-OSHA" means the DOL occupational safety and health administration.

(m) "DOL-OVET" means the DOL office of veterans employment and training.

(n) "DOT" means the United States department of transportation.

(o) "DOT-RSPA" means the DOT research and special programs

(p) "FTE" means full-time equated position.
administration.

(q) "GED" means general educational development.

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

(s) "HHS-SSA" means HHS social security administration.

(t) "HUD" means the United States department of housing and urban development.

(u) "HUD-CPD" means HUD community planning and development.

(v) "IDG" means interdepartmental grant.

(w) "IDT" means interdepartmental transfer.

(x) "JTPA" means job training partnership act, Public Law 97-300,
96 Stat. 1322.

(y) "MCDC" means the Michigan commission on disability concerns.

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

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

(bb) "MFIA" means the Michigan family independence agency.

(cc) "MESC" means Michigan employment security commission.

(dd) "NFAH" means the national foundation on the arts and the humanities.

(ee) "NFAH-NEA" means the NFAH national endowment for the arts.

(ff) "SSI" means supplemental security income.

(gg) "SSDI" means social security disability income.

DEPARTMENT OF COMMERCE

1 Sec. 301. The funds collected by the department of commerce,
2 corporation and securities division, for furnishing copies of
3 documents, reports, and papers required or permitted by law pursuant to
4 section 1060(5) of the business corporation act, Act No. 284 of the
5 Public Acts of 1972, being section 450.2060 of the Michigan Compiled
6 Laws, shall revert to the corporation and securities division.
7 Collected funds shall be submitted to the department of treasury and
8 shall be used only for operation and other costs relating to providing
9 information, including copies of documents, pertaining to corporations
10 and trademarks.

11 Sec. 302. (1) The department shall sell copies of the subdivision
12 control manual, the state boundary commission operations manual, and
13 other local government assistance manuals at a price not to exceed the
14 cost of printing. The money received from the sale of these manuals
15 shall revert to the department. The funds are allotted for expenditure
16 when they are credited and may be used only for costs directly related
17 to the continued updating and distribution of the manuals.

18 (2) The liquor control commission shall sell copies of the Michigan
19 liquor control act, Act No. 8 of the Public Acts of the Extra Session
20 of 1933, being sections 436.1 to 436.58 of the Michigan Compiled Laws,
21 with amendments at a price not to exceed the cost of printing. The
22 money received from the sale of the Michigan liquor control act with
23 amendments shall revert to the liquor control commission. The funds
24 are allotted for expenditure when they are credited and may be used
25 only for costs directly related to the continued updating and
26 distribution of the Michigan liquor control act.

27 Sec. 303. The appropriation in section 101 for grants to cities
28 includes \$6,375,000.00 from the liquor purchase revolving fund which
29 shall be appropriated to cities, villages, and townships with state
30 owned facilities for fire services, instead of taxes, in accordance

1 with Act No. 289 of the Public Acts of 1977, being sections 141.951 to
2 141.956 of the Michigan Compiled Laws.

3 Sec. 304. Funds received from federal agencies for reimbursement
4 of examination and supervision services provided by the financial
5 institutions bureau for banks, credit unions, and savings and loan
6 associations shall revert to the financial institutions bureau.
7 Reimbursed funds shall be submitted to the department of treasury and
8 shall be used only for costs relating to examination and supervision of
9 state chartered financial institutions.

10 Sec. 305. The corporation and securities bureau shall sell copies
11 of the mobile home commission act, Act No. 96 of the Public Acts of
12 1987, being sections 125.2301 to 125.2350 of the Michigan Compiled
13 Laws; the business corporation act, Act No. 284 of the Public Acts of
14 1972, being sections 450.1101 to 450.2099 of the Michigan Compiled
15 Laws; the non-profit corporation act, Act No. 162 of the Public Acts of
16 1982, being sections 450.2101 to 450.3192 of the Michigan Compiled
17 Laws; and the uniform securities act, Act No. 265 of the Public Acts of
18 1964, being sections 451.501 to 451.818 of the Michigan Compiled Laws,
19 at a price not to exceed the cost of printing. Money received from the
20 sale of these manuals shall revert to the department of commerce. The
21 funds are allotted for expenditure when they are received by the
22 department of treasury and may only be used for costs directly related
23 to the continued updating and distribution of the acts pursuant to this
24 subsection.

25 Sec. 306. Revenue from corporate fees and securities fees as
26 provided in section 101 for the department of commerce shall be
27 considered as a single combined revenue source and may be used to
28 satisfy deductions for both corporate fees and securities fees.

29 Sec. 307. The funds collected by the financial institutions bureau
30 in connection with a conservatorship pursuant to section 32 of the

1 mortgage brokers, lenders, and servicers licensing act, Act No. 173 of
2 the Public Acts of 1987, being section 445.1682 of the Michigan
3 Compiled Laws, shall be appropriated for all expenses necessary to
4 provide for the required services. Funds are allotted for expenditure
5 when they are received by the department of treasury and shall not
6 lapse to the general fund at the end of the fiscal year.

7 Sec. 308. The department of commerce shall accept revenue from the
8 northeast regional board of dental examiners to pay per diem and travel
9 expenses for individuals engaged in national dental board examinations.

10 Sec. 309. The funds collected by the department of commerce from
11 corporations being liquidated pursuant to former Chapter 78 (for
12 proceedings commenced prior to January 1, 1990) and Chapter 81 (for
13 proceedings commenced subsequent to January 1, 1990) of the insurance
14 code of 1956, Act No. 218 of the Public Acts of 1956, being section
15 500.7800 et seq and 500.8101 et seq of the Michigan Compiled Laws,
16 shall be appropriated for all expenses necessary to provide for the
17 required services. Funds are allotted for expenditure when they are
18 received by the department of treasury and shall not lapse to the
19 general fund at the end of the fiscal year.

20 Sec. 310. The department of commerce may make available to
21 interested entities otherwise unavailable customized listings of
22 nonconfidential information in its possession, such as names and
23 addresses of licensees, and charge for this information as follows:
24 base fee for 1 to 1,000 records at the cost to the department; 1,001 to
25 10,000 records at 2.5 cents per record; and 10,001 or more records at
26 .5 cents per record. The revenue received from this service may be used
27 to offset expenses of licensure and professional regulation and
28 insurance bureau programs as appropriated in section 101. The balance
29 of this revenue collected and unexpended at the end of the fiscal year
30 shall revert to the general fund. The department shall submit a

1 biannual report on or before December 1, 1996 and June 1, 1997 to the
 2 regulatory subcommittees of the house and senate appropriations
 3 committees that states the amount of revenue received from the sale of
 4 information.

5 Sec. 311. The appropriation in section 101 may be used for per
 6 diem payments to the members of commissions or boards for a full day of
 7 committee work at which a quorum is present or for performing official
 8 business as authorized by each respective commission or board. The per
 9 diem payments shall be at a rate as follows:

10	(a) Michigan board of chiropractic medicine	\$50.00 p/day
11	(b) Michigan board of dentistry	\$50.00 p/day
12	(c) Michigan board of medicine	\$50.00 p/day
13	(d) Board of nursing	\$50.00 p/day
14	(e) Michigan board of optometry	\$50.00 p/day
15	(f) Michigan board of osteopathic medicine &	
16	surgery	\$50.00 p/day
17	(g) Michigan board of pharmacy	\$50.00 p/day
18	(h) Michigan board of podiatric medicine &	
19	surgery	\$50.00 p/day
20	(i) Michigan board of psychology	\$50.00 p/day
21	(j) Michigan board of physical therapy . . .	\$50.00 p/day
22	(k) Physicians' assistants task force . . .	\$50.00 p/day
23	(l) Michigan board of sanitarians	\$50.00 p/day
24	(m) Michigan board of veterinary medicine .	\$50.00 p/day
25	(n) Michigan board of occupational therapist	\$50.00 p/day
26	(o) Michigan board of professional counselors	\$50.00 p/day
27	(p) Health occupations council	\$50.00 p/day
28	(q) Board of accountancy	\$50.00 p/day
29	(r) Board of architects	\$50.00 p/day
30	(s) Athletic board of control	\$50.00 p/day

1	(t) Board of barber examiners	\$50.00 p/day
2	(u) Residential builders' and maintenance and	
3	alteration contractor's board	\$50.00 p/day
4	(v) Carnival-amusement safety board	\$50.00 p/day
5	(w) Collection practices board	\$50.00 p/day
6	(x) Board of professional community planners	\$50.00 p/day
7	(y) Board of cosmetology	\$50.00 p/day
8	(z) Employment agency board	\$50.00 p/day
9	(aa) Board of professional engineers	\$50.00 p/day
10	(bb) Board of foresters	\$50.00 p/day
11	(cc) Board of hearing aid dealers	\$50.00 p/day
12	(dd) Board of land surveyors	\$50.00 p/day
13	(ee) Board of landscape architects	\$50.00 p/day
14	(ff) Board of marriage counselors	\$50.00 p/day
15	(gg) Board of myomassology	\$50.00 p/day
16	(hh) Board of examiners in mortuary science	\$50.00 p/day
17	(ii) Nursing home administrators' board . .	\$50.00 p/day
18	(jj) Board of real estate brokers and	
19	salespersons	\$50.00 p/day
20	(kk) Ski area safety board	\$50.00 p/day
21	(ll) Board of examiners of social workers .	\$50.00 p/day
22	(mm) Commission on professional and occupational	
23	licensure	\$50.00 p/day
24	(nn) Board of real estate appraisers	\$50.00 p/day
25	(oo) Utility consumer participation board .	\$100.00 p/day

26 Sec. 312. Any funds appropriated to the department of commerce for
27 fiscal year 1996-97 that are committed or encumbered in a contractual
28 agreement may be carried forward until the project specified in the
29 contractual agreement is completed. A listing of these contractual
30 agreements shall be forwarded to the regulatory subcommittees of the

1 house and senate appropriations committees not later than November 30,
2 1996.

3 Sec. 313. (1) The Michigan council for arts and cultural affairs
4 in the department of commerce shall administer the arts and cultural
5 grants appropriated in section 101. The council shall provide for fair
6 and independent decisions on arts and cultural grant requests based
7 upon published criteria to evaluate program quality. Quality measures
8 shall equally take into account technical excellence of the project and
9 management effectiveness. The council shall seek to award grants on an
10 equitable geographic basis to the extent possible given the quality of
11 grant applications received. Priority shall be given to projects that
12 serve multiple counties and that leveragesignificant additional public
13 and private investment. Counties, cities, villages, townships,
14 community foundations, and organizations may apply for the following
15 categories of grants:

16 (a) State arts anchor organizations that serve a statewide
17 audience.

18 (b) Arts education programs, also known as the arts and learning
19 programs.

20 (c) Local arts programs.

21 (d) Arts organization development programs. These programs are
22 designed to encourage self-sufficiency in organizations. Grant awards
23 under this program are limited to 4 grant periods.

24 (e) Historical organizations and projects.

25 (f) Zoos.

26 (g) Publicly owned facilities, excluding stadiums used primarily
27 for professional sports events.

28 (h) Cultural and community organizations and projects.

29 (i) Art institutions.

30 (j) Symphony orchestras.

(k) Multi-county regional arts regranting and programming councils.

(l) Music education camps.

(2) The appropriation for arts and cultural grants in section 101 and disbursed under this section shall, at a minimum, be matched on an equal dollar-for-dollar basis from local and private contributions paid and received by each awardee receiving grants under this section. The dollar-for-dollar match may include the reasonable value of services, materials, and equipment as allowed under the federal internal revenue code for charitable contributions subject also to the preapproval of such a match by the Michigan council for arts and cultural affairs. The Michigan council for arts and cultural affairs shall receive proof of the entire amount of the matching funds, services, materials, or equipment by the end of the award period. The Michigan council for arts and cultural affairs shall submit a report to the regulatory subcommittees of the senate and house appropriations committees regarding those counties, cities, village, townships, community foundations, and organizations failing to meet their matching requirements by the end of the award period.

(3) Before any amount appropriated for arts and cultural grants in section 101 may be expended for a grant to eligible applicants for the purposes in this section, the department of commerce shall execute a grant agreement with each grantee. The grant agreement shall specify the criteria included in this section with which the application complies. The grant agreement shall include a list of the projects funded and the amount of funds each subgrantee, if applicable, will receive for those projects. A contract shall not be executed and dollars shall not be disbursed until the regulatory subcommittees of the senate and house appropriations subcommittees have had the opportunity to review the contract.

(4) By November 1, 1996, the department of commerce shall report to

1 the regulatory subcommittees of the senate and house appropriations
2 committees on how the council intends to implement the provisions of
3 this section, including the process for evaluating organization quality
4 and efforts to achieve an equitable geographic distribution of grants.

5 (5) Counties, cities, villages, townships, community foundations,
6 and organizations receiving funds under this section shall provide the
7 following reports to the Michigan council for arts and cultural
8 affairs:

9 (a) A final report covering the grant period and due within 30 days
10 after the end of the grant period indicating at least the following:

11 (i) Attendance, indicating the county of residence or state of
12 residence if not residents of Michigan.

13 (ii) Revenues and expenditures, indicating whether revenues are
14 from private donations or fees.

15 (iii) Number of employees.

16 (iv) Number of new hires.

17 (b) An audit report for the fiscal year in which the majority of
18 the grant took place due within 180 days after the end of the awardee's
19 fiscal year. The audit report shall include an audit of grant funds.
20 A representative sampling of grant agreements shall be audited by the
21 state auditor general.

22 (c) Awardees receiving grants greater than \$100,000.00 shall also
23 submit the information in subdivisions (a) and (b) on a quarterly basis
24 for the immediately preceding quarter due on January 7, 1997, April 7,
25 1997, July 7, 1997, and October 7, 1997.

26 (6) The recipients of grant funds under this section shall be
27 announced by the department by September 15, 1997.

28 (7) A grant awarded under this section and the matching funds which
29 conferred eligibility for the grant award shall be used by the
30 recipient of the grant award and shall not be regranted by that

1 recipient to any other entity unless specifically provided for in the
2 grant agreement between the funded grant awardee and the council.

3 (8) The applicants for arts and cultural grant funds shall be
4 charged a nonrefundable application fee of \$100.00 or 1% of the grant,
5 whichever is less. The application fee may be used by the department
6 of commerce to recover direct and indirect costs as appropriated in
7 section 101.

8 Sec. 314. The department of commerce may receive and expend
9 contributions from public, private, and federal sources, except state
10 agencies, for the purpose of acquiring or constructing art objects or
11 promoting or preserving the arts in or on state properties.
12 Expenditures of any funds received shall be consistent with the
13 purposes of the Faxon-McNamee art in public places act, Act No. 105 of
14 the Public Acts of 1980, being sections 18.71 to 18.81 of the Michigan
15 Compiled Laws. Any funds received under this section are considered a
16 work project account and may be carried forward into the succeeding
17 fiscal year.

18 Sec. 315. The department of commerce shall avoid duplicating
19 public service announcements of other state agencies when expending
20 funds appropriated for the Michigan community education initiative.
21 The department of commerce shall establish administrative mechanisms to
22 ensure that it does not duplicate the announcements of other agencies.

23 Sec. 316. The department of commerce, public service commission,
24 shall submit a status report on the energy program to the regulatory
25 subcommittees of the house and senate appropriations committees with
26 copies to the house and senate fiscal agencies on or before March 1,
27 1997 and September 1, 1997. The report shall include, but is not
28 limited to, a list of grants projects, a brief description of each
29 project, and the amount expended on each project.

30 Sec. 317. The Michigan state housing development authority shall

1 annually present a report to the regulatory subcommittees of the house
2 and senate appropriations committees on the status of the authority's
3 housing production goals under all financing programs established or
4 administered by the authority. The report shall give special attention
5 to efforts to raise affordable multifamily housing production goals.

6 Sec. 318. (1) In addition to the funds appropriated for the
7 department of commerce in section 101, there is appropriated an amount
8 not to exceed \$15,000,000.00 for federal contingency funds. These funds
9 are not available for expenditure until they have been transferred to
10 another line item in this bill pursuant to section 393(2) of the
11 management and budget act, Act No. 431 of the Public Acts of 1984,
12 being section 18.1393 of the Michigan Compiled Laws.

13 (2) In addition to the funds appropriated in section 101, there is
14 appropriated an amount not to exceed \$8,900,000.00 for state restricted
15 contingency funds. These funds are not available for expenditure until
16 they have been transferred to another line item in this bill pursuant
17 to section 393(2) of the management and budget act, Act No. 431 of the
18 Public Acts of 1984, being section 18.1393 of the Michigan Compiled
19 Laws.

20 (3) In addition to the funds appropriated in section 101, there is
21 appropriated an amount not to exceed \$144,000.00 for local and private
22 contingency funds. These funds are not available for expenditure until
23 they have been transferred to another line item in this bill pursuant
24 to section 393(2) of the management and budget act, Act No. 431 of the
25 Public Acts of 1984, being section 18.1393 of the Michigan Compiled
26 Laws.

27 DEPARTMENT OF LABOR

28 Sec. 401. Funds earned or authorized by the United States
29 department of labor in excess of the gross appropriation in section 101
30 for the Michigan employment security commission from the United States

1 department of labor are appropriated and may be expended for staffing
2 and related expenses incurred in the operation of its programs. These
3 funds may be spent after the department of labor notifies the
4 regulatory subcommittees of the house and senate appropriations
5 committees of the purpose and amount of each grant award.

6 Sec. 402. The appropriation in section 101 for the rehabilitation
7 program for the commission for the blind in the department of labor
8 includes \$20,900.00 that may be derived from fee-for-service
9 agreements. These agreements may be entered into between the commission
10 for the blind and other state or local public or nonprofit agencies to
11 provide screening, evaluation, counseling, or similar services, but the
12 total annual revenues from the fee-for-service agreements shall not
13 exceed \$20,900.00.

14 Sec. 403. The department of labor may carry forward restricted
15 fund appropriations for the safety education and training grant program
16 into the immediately succeeding fiscal year for the purpose of honoring
17 contracts negotiated before September 15, 1997. The amount carried
18 forward for an individual program shall not exceed 30% of the
19 appropriated funds. The director of the department of labor shall
20 report the amount and purpose of any funds carried forward under this
21 section to the regulatory subcommittees of the house and senate
22 appropriations committees and the house and senate fiscal agencies on
23 or before November 15, 1997.

24 Sec. 404. The appropriation in section 101 for the department of
25 labor, bureau of safety and regulation, safety education and training
26 division, includes funding for on-site consultation and education and
27 training programs. The appropriation in section 101 anticipates that
28 90% of the on-site consultation program costs and 50% of the education
29 and training program costs will be supported by federal OSHA funds and
30 the remaining 10% and 50% respectively will be supported by safety

1 education and training funds. If federal OSHA funding does not become
2 available to cover up to 90% of the program costs for on-site
3 consultation and 50% for education and training, up to 50% of the
4 program costs for on-site consultation and 90% of the program costs for
5 education and training may be paid from the safety education and
6 training fund as a match for available federal funds.

7 Sec. 405. The appropriation in section 101 to the department of
8 labor, Michigan commission for the blind, includes funds for case
9 services. These funds may be used for tuition payments for blind
10 clients for the school year beginning September 1996.

11 Sec. 406. The department of labor shall sell copies of labor law
12 books at a price not to exceed the cost of printing and distribution.
13 The money received from the sale of these books shall revert to the
14 department. The funds are allotted for expenditure when they are
15 received and may be used only for costs directly related to the
16 continued updating and distribution of the Michigan labor law books.

17 Sec. 407. The department of labor shall sell copies of the
18 worker's compensation health care services rules at a price not to
19 exceed the cost of printing and distribution. The money received from
20 the sale of the rules shall be credited to the state general fund for
21 use by the department. The funds are allotted for expenditure when
22 they are received and may be used only for costs directly related to
23 the printing and distribution of the workers' compensation health care
24 services rules.

25 Sec. 408. The funds collected by the department of labor for
26 licenses, permits, and other elevator regulation fees set forth in
27 R 408.8151 of the Michigan administrative code and as determined under
28 section 8 of Act No. 333 of the Public Acts of 1976, being section
29 338.2158 of the Michigan Compiled Laws, and section 16 of Act No. 227
30 of the Public Acts of 1967, being section 408.816 of the Michigan

1 Compiled Laws, that are unexpended at the end of the fiscal year shall
 2 not lapse to the state general fund. The department of labor shall
 3 submit a report on a quarterly basis to the regulatory subcommittees of
 4 the house and senate appropriations committees on the amount of funds
 5 available under this section.

6 Sec. 409. The appropriation in section 101 for commissions and
 7 boards may be used for per diem payments to the members of commissions
 8 or boards for a full day of committee work at which a quorum is present
 9 or for performing official business as authorized by each respective
 10 commission or board. The per diem payments shall be at a rate as
 11 follows:

12	(a) Construction code commission	\$50.00 p/day
13	(b) Plumbing board	\$50.00 p/day
14	(c) Electrical board	\$50.00 p/day
15	(d) Barrier free design board	\$50.00 p/day
16	(e) Mechanical board	\$50.00 p/day
17	(f) Boiler board	\$50.00 p/day
18	(g) Elevator board	\$50.00 p/day
19	(h) General industry safety standards	
20	commission	\$50.00 p/day
21	(i) General industry safety standards advisory	
22	committees	\$50.00 p/day
23	(j) Construction safety standards commission	\$50.00 p/day
24	(k) Construction safety standards advisory	
25	committees	\$50.00 p/day
26	(l) Board of health and safety compliance	
27	appeals	\$50.00 p/day
28	(m) Wage deviation board	\$50.00 p/day
29	(n) Michigan commission for the blind . . .	\$50.00 p/day

30 Sec. 410. The \$452,900.00 appropriated in section 101 for

1 precollege programs in engineering and the sciences shall be provided
2 in the form of a grant to the Detroit area precollegē engineering
3 program, inc.

4 Sec. 411. The Michigan employment security commission shall report
5 annually to the chairpersons of the regulatory subcommittees of the
6 senate and house appropriations committees the amount of additional
7 taxes collected by the special audit and collections program. If
8 additional tax collections exceed \$2,000,000.00, the Michigan
9 employment security commission shall use an amount equivalent to 15% of
10 the amount of additional taxes collected for additional audit and
11 collections staff up to an additional \$1,000,000.00.

12 Sec. 412. (1) In addition to the funds appropriated for the
13 department of labor in section 101, there is appropriated an amount not
14 to exceed \$500,000.00 for federal contingency funds. These funds are
15 not available for expenditure until they have been transferred to
16 another line item in this bill pursuant to section 393(2) of the
17 management and budget act, Act No. 431 of the Public Acts of 1984,
18 being section 18.1393 of the Michigan Compiled Laws.

19 (2) In addition to the funds appropriated in section 101, there is
20 appropriated an amount not to exceed \$1,800,000.00 for state restricted
21 contingency funds. These funds are not available for expenditure until
22 they have been transferred to another line item in this bill pursuant
23 to section 393(2) of the management and budget act, Act No. 431 of the
24 Public Acts of 1984, being section 18.1393 of the Michigan Compiled
25 Laws.

26 (3) In addition to the funds appropriated in section 101, there is
27 appropriated an amount not to exceed \$36,800.00 for local and private
28 contingency funds. These funds are not available for expenditure until
29 they have been transferred to another line item in this bill pursuant
30 to section 393(2) of the management and budget act, Act No. 431 of the

1 Public Acts of 1984, being section 18.1393 of the Michigan Compiled
2 Laws.

3 Sec. 413. (1) In addition to the funds appropriated for the
4 Michigan employment security commission in section 101, there is
5 appropriated an amount not to exceed \$8,000,000.00 for federal
6 contingency funds. These funds are not available for expenditure until
7 they have been transferred to another line item in this bill pursuant
8 to section 393(2) of the management and budget act, Act No. 431 of the
9 Public Acts of 1984, being section 18.1393 of the Michigan Compiled
10 Laws.

11 (2) In addition to the funds appropriated in section 101, there is
12 appropriated an amount not to exceed \$1,000,000.00 for state restricted
13 contingency funds. These funds are not available for expenditure until
14 they have been transferred to another line item in this bill pursuant
15 to section 393(2) of the management and budget act, Act No. 431 of the
16 Public Acts of 1984, being section 18.1393 of the Michigan Compiled
17 Laws.

18 (3) In addition to the funds appropriated in section 101, there is
19 appropriated an amount not to exceed \$4,000,000.00 for local and
20 private contingency funds. These funds are not available for
21 expenditure until they have been transferred to another line item in
22 this bill pursuant to section 393(2) of the management and budget act,
23 Act No. 431 of the Public Acts of 1984, being section 18.1393 of the
24 Michigan Compiled Laws.

25 **DEPARTMENT OF MICHIGAN JOBS COMMISSION**

26 Sec. 501. Funds returned from JTPA grant recipients to the
27 department of Michigan jobs commission may be redirected for
28 expenditure by other JTPA grant recipients.

29 Sec. 502. (1) The department of Michigan jobs commission shall
30 develop performance measures and monitoring techniques for each program

1 and office and all revolving loan funds operated by the department.

2 (2) The performance measures and monitoring techniques required by
3 subsection (1) shall be defined according to program strategy and
4 results and shall show the impact of each program or office on the
5 entire economic and promotional effort carried out by the Michigan jobs
6 commission. The performance measures shall evaluate the efficiency and
7 effectiveness of each program's operations as well as the attainment of
8 expected program results and shall include data regarding the number of
9 jobs created and jobs retained in Michigan by each program.

10 (3) The department of Michigan jobs commission shall report the
11 results of all market studies, research, and surveys of business,
12 economic development, tourism, and promotion issues conducted by the
13 commission or for the commission by other public or private agencies,
14 organizations, or consulting firms.

15 (4) The department of Michigan jobs commission shall report on its
16 proposed performance measures, monitoring techniques, research,
17 studies, and surveys to the regulatory subcommittees of the house and
18 senate appropriations committees with copies to the house and senate
19 fiscal agencies not later than December 1, 1996.

20 Sec. 503. The Michigan career and technical institute may receive
21 equipment and in-kind contributions for the direct support of staff
22 services through the Pine Lake fund, the Delton-Kellogg school district
23 or other local or intermediate school district, or any combination of
24 local or intermediate school districts in addition to funding
25 authorized in section 101.

26 Sec. 504. The Michigan rehabilitation service shall make every
27 effort to ensure that all sources of matching funds in this state are
28 used to obtain federal vocational rehabilitation funds. All sources
29 include, but are not limited to, privately-raised funds to support
30 public nonprofit rehabilitation centers as permitted by the

1 rehabilitation act of 1973, Public Law 93-112, 29 U.S.C. 701 to 717,
2 720 to 724, 730 to 732, 740 to 741, 750, 752, 760 to 762, 770 to 777b,
3 777d to 777f, 780, 781 to 785, 790 to 794d, 795 to 795q, and 796 to
4 796i.

5 Sec. 505. (1) In developing school-to-work programs, the
6 department shall cooperate with the Michigan department of education in
7 emphasizing the importance of apprenticeship opportunities for all
8 students including low-income students and students with disabilities.

9 (2) The school-to-work apprenticeship programs shall link
10 employers, organized labor, educators, and community organizations for
11 the purpose of providing necessary knowledge, skills, and labor market
12 information to students.

13 (3) As participants in school-to-work apprenticeship programs,
14 students will be expected to obtain any of the following:

15 (a) High school diploma, or its equivalent.

16 (b) Skill certificate.

17 (c) Possible further training, including a registered
18 apprenticeship.

19 (d) Certificate or associate degree recognizing successful
20 completion of 1 or 2 years of postsecondary education.

21 (e) Admission to a college or university, or a first job on a
22 career pathway.

23 (4) The department shall submit a report to the senate and house
24 appropriations subcommittees on regulatory on April 30, 1997, a summary
25 of school-to-work apprenticeship programs supported by the state of
26 Michigan. This report shall include a list of programs supported by
27 state or federal funds, or both, a geographic distribution of grants,
28 the activities supported through each grant, and the expected outcomes
29 for each grantee.

30 Sec. 506. (1) The appropriation in section 101 to the department

1 of Michigan jobs commission for economic development job training shall
2 be expended for competitive grants that provide economic development
3 job training, and may include social services/vocational job club
4 training, job placement, or job retention services.

5 (2) Training provided by private sector trainers may reach or
6 exceed 20% of total grants, but not less than 10%.

7 (3) An applicant may be a district, intermediate district,
8 community college, public or private nonprofit college or university,
9 charter school, nonprofit organization that provides school-to-work
10 transition programs or that provides employment and training services
11 or vocational rehabilitation programs or state licensed accredited
12 vocational or technical education programs, proprietary school licensed
13 by the state board of education, service delivery area organized under
14 the federal job training partnership act, Public Law 97-300, 96 Stat.
15 1322, or a consortium consisting of any combination of districts,
16 intermediate districts, community colleges, nonprofit organizations
17 described in this subdivision, licensed proprietary schools, or public
18 or private nonprofit colleges or universities described in this
19 subdivision.

20 (4) On or before October 1, 1996, the department of Michigan jobs
21 commission shall publish proposed application criteria, instructions,
22 and forms for use by eligible applicants. The department of Michigan
23 jobs commission shall provide at least a 2-week period for public
24 comment prior to finalization of the application criteria,
25 instructions, and forms.

26 (5) Applications for all grants shall be submitted to the
27 department of Michigan jobs commission and each application shall
28 contain at least all of the following:

29 (a) The name, address, and total number of employees of each
30 business organization whose employees or prospective employees are to

1 receive job training.

2 (b) A description of the specific job skills that will be taught.

3 (c) A clear statement of the project's scope of activities, number
4 of participants to be involved, the number of participants who have
5 been an employee of the business organization for at least 30 days
6 prior to the date of application who are at risk of becoming unemployed
7 unless trained in the program, and the number of participants who are
8 either a new employee within 30 days of the date of application or will
9 become a new employee of the business organization as a result of the
10 individual's participation in the program.

11 (d) A management plan and description of staff responsibilities.

12 (e) A commitment to maintain participant records in a form and
13 manner required by the department.

14 (f) A budget which relates to the proposed activities and various
15 program components and demonstrates whether the estimated costs are
16 reasonable and justified. Costs shall include, but are not limited to,
17 necessary child care, necessary transportation, job development, the
18 cost of an annual audit performed by a certified public accountant, and
19 the cost for any tests required to demonstrate successful completion of
20 a program. Budgets shall include revenues from all sources of funding,
21 total costs, and costs per participant.

22 (g) A demonstration of training commitment by the business
23 organization for employee training for the 5-year period immediately
24 preceding application for state grant assistance and evidence that the
25 training would not occur but for the state assistance.

26 (h) Evidence that the training will strengthen the state's economic
27 base and provide participants with the skills necessary for long-term
28 employment.

29 (i) Evidence that the grant will not supplant other available
30 public or private job training funds.

1 (j) Evidence of collaboration with appropriate community and
2 business organizations.

3 (6) Priority in the department's awarding of grants shall be based
4 on the following criteria:

5 (a) Demonstrated need for the type of training offered and
6 prospects for participant job placement or job retention and for
7 strengthening the state's economic base.

8 (b) The average state unemployment rate for the 12-month period
9 immediately preceding application for state grant assistance for the
10 locality in which the business organization is located.

11 (c) The number of persons who will become employed as a result of
12 participation in the proposed program, and the number of persons at
13 risk of becoming unemployed, to be trained in the program.

14 (d) Qualifications of the project director and key personnel who
15 will be used in the program.

16 (e) Availability of appropriate classroom space, materials, and
17 equipment.

18 (f) Cost per participant and participant contact hours of training.

19 (g) Strength of commitment to guaranteed job placement upon
20 completion of training.

21 (h) Collaboration with appropriate community and business
22 organizations.

23 (i) Inclusion of an evaluation plan that will provide an assessment
24 of the impact of the training program on participant job placement and
25 job retention and on strengthening the state's economic base.

26 (j) The extent to which the proposals maximizes other federal,
27 local, private, or in-kind financial contributions.

28 (k) The extent to which the proposal supports workforce development
29 for small business organizations with 250 or fewer employees worldwide.

30 (l) Other criteria determined by the department of Michigan jobs

1 commission to be important in achieving the objectives of the program.

2 (7) Not more than \$5,000,000.00 of the amount appropriated in
3 section 101 for economic development job training may be allocated to
4 rapid response grants for employee training programs which maintain or
5 attract permanent jobs for Michigan residents. A grant under this
6 subsection shall be awarded to eligible applicants under subsection
7 (1)(a) by the chief executive officer of the department of Michigan
8 jobs commission.

9 (8) Participants in economic development job training programs
10 shall be 16 years or older and not enrolled and counted in membership
11 in a school district or intermediate school district.

12 (9) At the conclusion of the grant period determined by the
13 department, grant recipients shall provide an evaluation report on the
14 educational and employment outcomes of the participants in the program
15 in a form and manner prescribed by the Michigan jobs commission.

16 (10) A grant awarded under this section may extend beyond the end
17 of the fiscal year in which the grant is awarded and the funds awarded
18 for the grant may be carried over into the next fiscal year for payment
19 in the next fiscal year.

20 (11) A recipient of a grant under this section shall not charge
21 tuition or fees to participants in the program funded by the grant.

22 (12) If a participant in a program funded under this section is an
23 employee of a business organization whose employees are receiving job
24 training under the program, and the participant was an employee of that
25 business organization prior to 30 days before the date of grant
26 application, the business organization shall contribute at least 25% of
27 the program's costs, excluding the costs of participants' wages for the
28 time participants are involved in program training. For purposes of
29 meeting the 25% match requirement, small business organizations with
30 250 or fewer employees worldwide at the time of application may include

1 the costs of pre-training needs assessments and wages paid to
2 participants while enrolled in training. This subsection does not
3 apply to an individual who becomes a new employee of a business
4 organization as a result of the individual's participation in the
5 program.

6 (13) A grant awarded to an economic development job training grant
7 recipient that guarantees a predetermined number of specified jobs for
8 new employees that are directly related to the participant's area of
9 training or for existing employees shall be paid to the grant recipient
10 according to the following schedule:

11 (a) 40% of the grant amount shall be paid within 30 days after the
12 grant is awarded.

13 (b) 40% of the grant amount shall be paid at the completion of the
14 training period, after the grant recipient submits to the department an
15 interim report specifying actual costs of the training program and
16 training outcomes of the participants.

17 (c) 20% of the grant amount shall be paid at the conclusion of the
18 grant period, as determined by the department.

19 (14) A recipient of a grant under this section shall allow the
20 department of Michigan jobs commission or the department's designee to
21 audit all records related to the grant for all entities that receive
22 money, either directly or indirectly through a contract, from the grant
23 funds. A grant recipient or contractor shall reimburse the state for
24 all disallowances found in the audit.

25 (15) The department of Michigan jobs commission shall provide to
26 the department of management and budget and the house and senate fiscal
27 agencies within 10 days after the end of each quarter of the state
28 fiscal year a report specifying all of the following:

29 (a) The amount and recipient of each grant or contract awarded
30 during that quarter.

1 (b) The number of participants under each grant or contract and the
2 number of new hires who are to be trained under the grant.

3 (c) The names, addresses, and total number of employees of all
4 business organizations for whom training is or will be provided.

5 (d) The matching funds, if any, to be provided by a business
6 organization.

7 Sec. 507. (1) The appropriation in section 101 to the department
8 of Michigan jobs commission for the work first program shall be
9 expended for grants which provide employment and training services to
10 public assistance recipients.

11 (2) An applicant may be a district, intermediate district,
12 community college, public or private nonprofit college or university,
13 nonprofit organization that provides school-to-work transition programs
14 or that provides employment and training services or vocational
15 rehabilitation programs or state licensed accredited vocational or
16 technical education programs, proprietary school licensed by the state
17 board, service delivery area organized under the federal job training
18 partnership act, Public Law 97-300, 96 Stat. 1322, or a consortium
19 consisting of any combination of districts, intermediate districts,
20 community colleges, nonprofit organizations described in this
21 subdivision, licensed proprietary schools, or public or private
22 nonprofit colleges or universities described in this subdivision.

23 (3) The department of Michigan jobs commission shall make every
24 effort to place a minimum of 25% of clients who participate in the work
25 first program in positions that provide wages of \$5.00 per hour or
26 more.

27 (4) When the work first job search requirements have been
28 completed, if the participant has not found employment, the work first
29 site shall provide a written summary to the family independence agency
30 which identifies the barriers which may have prevented the participant

1 from obtaining employment and the steps taken by the work first site to
2 assist the client in removing those barriers. The work first site
3 shall also identify appropriate education and job training programs
4 which would be available to the participant.

5 (5) The department shall submit to the senate and house fiscal
6 agencies and the department of management and budget by March 15, 1997,
7 a report on the work first program, including the number of
8 participants served under this section, the number of persons who
9 located employment through work first, the average wage of participants
10 who found employment, the number of persons who retained jobs for 90
11 days, the number of participants placed in employment training and
12 education programs, the number of clients referred to work first who
13 failed to report, and the number of participants referred back to the
14 Michigan family independence agency with sanctions recommended by FIA.

15 (6) Work first program participants shall be limited to recipients
16 of the family independence program under section 56 of the social
17 welfare act, Act No. 280 of the Public Acts of 1939, as amended, being
18 section 400.56 of the Michigan Compiled Laws, and such individuals
19 referred to a job club program by a county family independence agency
20 board or a county friend of the court as long as the participation in
21 the job club is part of an application made under this section.

22 (7) Participants in the work first program shall not be enrolled
23 and counted in membership in a school district or intermediate school
24 district.

25 (8) A grant awarded under this section may extend beyond the end of
26 the fiscal year in which the grant is awarded and the funds awarded for
27 the grant may be carried over into the next fiscal year for payment in
28 the next fiscal year.

29 Sec. 508. The department of Michigan jobs commission shall
30 continue to maintain all files, lists, resources, and computer

1 information of the Michigan child care clearinghouse. All
2 clearinghouse assets shall continue to be available to all Michigan
3 citizens at a location designated by the executive branch of
4 government.

5 Sec. 509. The travel bureau may establish and collect a fee to
6 cover the cost of materials and processing of photographic prints,
7 slides, videotapes, and travel product data base information that are
8 requested by the media and other segments of the public and private
9 sectors. The fees collected shall be appropriated for all expenses
10 necessary to purchase and distribute these photographic prints, slides,
11 videotapes, and travel product data base information. The funds are
12 allotted for expenditure when they are received by the department of
13 treasury.

14 Sec. 510. (1) The department of Michigan jobs commission shall
15 submit a semiannual status report on the operations of each foreign
16 office and the Michigan export development authority to the regulatory
17 subcommittees of the house and senate appropriations committees. The
18 report shall include, but not be limited to, brochures and promotional
19 material, information on the number of successful plant locations, name
20 of company, original and new locations, type of investment, type of
21 product, number employed, length of commitment of relocations, the
22 currency rates at the time the investment is made, and any other
23 information considered necessary for a competent evaluation of the
24 program.

25 (2) The department of Michigan jobs commission shall inform the
26 members of the regulatory subcommittees of the senate and house
27 appropriations committees of any decisions to close any foreign
28 outreach office.

29 Sec. 511. Funding provided to the development finance agency grant
30 and loan program established in Act No. 236 of the Public Acts of 1984

1 shall be utilized to establish a revolving loan fund and shall carry
2 forward until the purposes for which the sums were appropriated are
3 completed. The department of Michigan jobs commission may loan,
4 contract, or grant, or any combination thereof, the funds and earnings
5 of this revolving loan fund for the express public purpose of helping
6 to promote the formation of minority owned business development
7 investment companies, with incentives to encourage the financing of
8 minority owned businesses.

9 Sec. 512. Funds appropriated to the department of Michigan jobs
10 commission, Michigan promotion program, shall not be expended for the
11 purpose of nontourism-related promotional projects that would target
12 the citizens of this state as its prime audience.

13 Sec. 513. (1) The appropriation in section 101 to the department
14 of Michigan jobs commission includes funds for a university/business
15 research development program. Before distribution of any grants under
16 this program, the department of Michigan jobs commission shall submit
17 to the chairpersons of the regulatory subcommittees of the house and
18 senate appropriations committees a list of the grants recommended for
19 distribution.

20 (2) The department of Michigan jobs commission shall submit not
21 later than November 1, 1997, to the regulatory subcommittees of the
22 house and senate appropriations committees and the house and senate
23 fiscal agencies an annual report for the immediately preceding fiscal
24 year regarding the university/business research development program.
25 The report shall include, but is not limited to, an accounting of each
26 grant awarded through the program, specifying the grantee and the
27 amount awarded, and a review of the performance and accomplishments of
28 the program during the review period.

29 Sec. 514. (1) The department of Michigan jobs commission, K. I.
30 Sawyer base conversion authority, may receive and expend federal, state

1 restricted, and private revenue funds in accordance with Act No. 159 of
2 the Public Acts of 1993, being sections 3.571 to 3.580 of the Michigan
3 Compiled Laws.

4 (2) The department of Michigan jobs commission shall submit a semi-
5 annual report to the department of management and budget and the fiscal
6 agencies of the house and senate concerning the following:

7 (a) Expenditures.

8 (b) Funds received but not appropriated by the state.

9 (3) The appropriation in section 101 may be used for per diem
10 payments to the members of commissions or boards for a full day of
11 committee work at which a quorum is present or for performing official
12 business as authorized by each respective commission or board. The per
13 diem payment shall be at a rate as follows:

14 K. I. Sawyer base conversion authority . . . \$50.00 p/day

15 Sec. 515. (1) In addition to the amount appropriated to the
16 department of Michigan jobs commission in section 101, there is
17 appropriated an amount sufficient to meet state cost sharing
18 requirements for federal technology reinvestment project grant awards.

19 (2) State cost sharing funds shall be made available only to those
20 proposals selected to receive federal grant awards and that require
21 state cost sharing as a condition to receiving a federal grant award.

22 (3) Each grant award recipient shall provide to the department of
23 Michigan jobs commission verification and documentation that federal
24 funding has been received before the release of required state cost
25 sharing funds to the grant award recipient.

26 (4) The department of Michigan jobs commission shall notify the
27 regulatory subcommittees of the house and senate appropriations commit-
28 tees and the house and senate fiscal agencies of the additional amount
29 appropriated pursuant to subsection (1). The notification shall
30 include, but is not limited to, the amount of the federal grant, the

1 required state match, and the source of revenue for the state match.
2 If the department of Michigan jobs commission receives no objections
3 within 30 days after submitting notice, the department shall proceed
4 with the terms of the grant. Funds may be dispersed in less than 30
5 days if a majority of members in both subcommittees indicate in writing
6 their approval.

7 Sec. 516. The department of Michigan jobs commission shall submit
8 a semiannual status report to the regulatory subcommittees of the
9 senate and house appropriations committees on all activities, grants,
10 and investment programs financed from the strategic fund. Each report
11 shall provide a list of individual grants and loans made from the fund.

12 Sec. 517. The department of Michigan jobs commission shall submit
13 a semiannual report to the regulatory subcommittees of the senate and
14 house subcommittees on all activities of the Michigan film office.

15 Sec. 518. The department of Michigan jobs commission may receive
16 and expend contributions from the Michigan strategic fund to procure or
17 acquire services, studies, and analyses on behalf of the fund which the
18 fund determines are necessary to carry out its functions and duties.

19 Sec. 519. Any funds appropriated to the department of Michigan
20 jobs commission for fiscal year 1996-97 that are committed or
21 encumbered in a contractual agreement may be carried forward until the
22 project specified in the contractual agreement is completed. A listing
23 of the contractual agreements shall be forwarded to the regulatory
24 subcommittees not later than November 30, 1997.

25 Sec. 520. (1) The remaining balance of the \$4,000,000.00
26 appropriated in section 1 of Act No. 112 of the Public Acts of 1985 for
27 grants to cities, Michigan equity program for the Michigan resource
28 recovery revolving loan fund (MRRRLF) shall be used to continue the
29 MRRRLF that was established in that act. In addition, any money
30 received by the department of Michigan jobs commission as repayment of

1 MRRRLF loans or as repayment of MRRRLF grants shall be added to the
2 MRRRLF and available for distribution from the MRRRLF.

3 (2) The objectives of the MRRRLF program are to assist businesses
4 that have significant waste disposal needs to have opportunities to
5 utilize industrial or municipal solid waste to reduce the flow of waste
6 into landfills, to conserve energy, and to develop economic activity.
7 New and innovative ideas to meet the program objectives are a priority
8 of the program.

9 (3) Loans shall be made from the fund at no interest to businesses
10 for resource recovery projects that are or will be located in cities,
11 villages, or townships with a population less than 200,000. At least
12 1/2 of the dollar amount of the loans shall be made to businesses for
13 resource recovery projects that are or will be located in cities,
14 villages, or townships with a population less than 50,000.

15 (4) Loans shall be for fixed assets only, and the projects shall
16 comply with all state and federal statutes and applicable regulations.

17 (5) The departments of Michigan jobs commission and environmental
18 quality shall develop program guidelines that shall be based on the
19 guidelines contained in the draft document titled "program statement
20 and guidelines-Michigan resource recovery revolving loan program" dated
21 October 22, 1985. The guidelines shall be submitted to the regulatory
22 and natural resources subcommittees of the house and senate
23 appropriations committees for review and approval on or before November
24 1, 1996.

25 (6) The department of Michigan jobs commission shall submit for
26 review any loan that will be made from the MRRRLF to the regulatory and
27 natural resources subcommittees of the house and senate appropriations
28 committees at least 14 days before closing on the loan.

29 (7) The department of Michigan jobs commission shall market the
30 MRRRLF program in a manner consistent with the amount of money

1 available.

2 (8) The departments of Michigan jobs commission and environmental
3 quality shall report the fund balance and the status of all loans made
4 by the MRRRLF to the regulatory and natural resources subcommittees of
5 the house and senate appropriations committees on or before November 1,
6 1996 and May 1, 1997.

7 (9) As used in this section:

8 (a) "Resource recovery project" means a project that recovers
9 resources from solid waste.

10 (b) "Resources" means marketable products including, but not
11 limited to, materials for product manufacturing such as glass; ferrous
12 and nonferrous scrap and paper; plastic; organic matter from
13 composting; and steam, hot water, and electric energy from industrial
14 or municipal solid waste.

15 (c) "Solid waste" means garbage, rubbish, ashes, incinerator ash,
16 incinerator residue, street cleanings, municipal and industrial
17 sludges, solid commercial and solid industrial waste, animal waste,
18 liquid nonhazardous waste such as waste oil, and liquid such as unused
19 or abandoned fuel.

20 Sec. 521. The department of Michigan jobs commission shall work
21 cooperatively with the family independence agency to develop a pilot
22 project for advanced technology training for recipients of aid to
23 families with dependent children. The family independence agency shall
24 identify recipients of aid to families with dependent children who may
25 be appropriate for participation and shall refer them to this pilot
26 program.

27 Sec. 522. (1) In addition to the funds appropriated for the
28 department of Michigan jobs commission in section 101, there is
29 appropriated an amount not to exceed \$40,000,000.00 for federal
30 contingency funds. These funds are not available for expenditure until

1 they have been transferred to another line item in this bill pursuant
2 to section 393(2) of the management and budget act, Act No. 431 of the
3 Public Acts of 1984, being section 18.1393 of the Michigan Compiled
4 Laws.

5 (2) In addition to the funds appropriated in section 101, there is
6 appropriated an amount not to exceed \$768,000.00 for state restricted
7 contingency funds. These funds are not available for expenditure until
8 they have been transferred to another line item in this bill pursuant
9 to section 393(2) of the management and budget act, Act No. 431 of the
10 Public Acts of 1984, being section 18.1393 of the Michigan Compiled
11 Laws.

12 (3) In addition to the funds appropriated in section 101, there is
13 appropriated an amount not to exceed \$4,694,000.00 for local and
14 private contingency funds. These funds are not available for
15 expenditure until they have been transferred to another line item in
16 this bill pursuant to section 393(2) of the management and budget act,
17 Act No. 431 of the Public Acts of 1984, being section 18.1393 of the
18 Michigan Compiled Laws.

19 Sec. 523. (1) From the amount appropriated in section 101 for
20 higher skills grants, \$15,000,000.00 shall be allocated to local
21 workforce development boards to provide technical secondary and non-
22 baccalaureate career preparation for pupils in grades 7 to 12 attending
23 public schools within the geographic regions of the workforce
24 development boards.

25 (2) The amount of the payment to each eligible local workforce
26 development board shall be calculated by dividing \$15,000,000.00 by the
27 total number of pupils in grades 7 to 12 statewide, as determined on
28 the pupil count day defined in section 6(7) of the state school aid act
29 of 1979, being section 388.1606 of the Michigan Compiled Laws, of the
30 immediately preceding fiscal year and multiplying that quotient times

1 the number of pupils in grades 7 to 12 in the geographic region of the
2 local workforce development board. The department may retain a
3 sufficient amount of grant funds to cover the costs of state and local
4 administrative expenses associated with the higher skills grant
5 program.

6 (3) Each workforce development board shall provide grants to local
7 school districts, public school academies, intermediate districts,
8 public community colleges, or any consortium thereof, to integrate
9 technical secondary and non-baccalaureate career preparation into the
10 public education system by providing opportunities for pupils in grades
11 7 to 12. The purpose of the grants is to prepare students for careers
12 in high-demand, high-skill, high-wage jobs.

13 (4) In order to be eligible for funds allocated under this
14 section, a local workforce development board shall develop a 3-year
15 higher skills plan which shall include at least the following
16 components:

17 (a) Identifies all public and private resources which will be used
18 to provide students with career preparation for technical secondary and
19 non-baccalaureate programs.

20 (b) Describes how employer validated academic and technical
21 curricula will be integrated.

22 (c) Describes how career counseling will be provided for students
23 grades 7 to 12.

24 (d) Identifies specific career areas for technical secondary and
25 non-baccalaureate programs.

26 (e) Describes proposed use of funds for registered
27 apprenticeships, other structured work experiences, long distance
28 learning, computer simulations, etc.

29 (f) Identifies assessment tools and standards.

30 (g) Assures involvement of representatives of education, employers

1 and labor in the development of the plan.

2 (h) Includes a 3-year budget which identifies matching funds equal
3 to 100% of the amount for which the local workforce development board
4 would be eligible. Matching funds may be in-kind, public or private,
5 including salaries of teachers and administrators directly
6 participating in career preparation, career counselors, or employees
7 overseeing worksite student experiences; and equipment, supplies or
8 materials made available to students as part of the local plan.

9 (i) For those workforce development boards which have more than
10 one intermediate school district within its geographic region, assures
11 that the distribution of higher skills grant funds will be on an
12 equitable per pupil basis for pupils in grades 7 to 12 within each
13 intermediate district.

14 (j) Describes the process to be used to perform an annual
15 evaluation of the plan.

16 (k) Meets any other criteria established by the Michigan jobs
17 commission based on recommendations of the governor's workforce
18 commission.

19 (5) Funds allocated by the local workforce development boards to
20 local school districts, public school academies, intermediate
21 districts, community colleges, or consortiums thereof, may be expended
22 for the following purposes:

23 (a) Purchase of applied and contextual instruction curricula and
24 related training for teachers.

25 (b) Technology, including equipment, tools and infrastructure,
26 necessary for career preparation for pupils in grades 7 to 12.

27 (c) Assessment of student progress.

28 (d) Technology, assessment tools and other supplies and materials
29 necessary for providing career counseling for all pupils in grades 7 to
30 12.

1 (e) Tuition and fees used to provide students who have not yet
2 graduated from high school with community college courses related to
3 career areas specified in the local plan and for which an employer has
4 guaranteed employment upon completion of the coursework taken while in
5 high school.

6 (f) In 1996-97 only, development of local plans from the funds
7 allocated to the local workforce development board.

8 (g) Data collection and reporting as required by the Michigan jobs
9 commission.

10 (6) Grants awarded under this section shall not supplant existing
11 salaries and fringe benefits of any public school personnel, but may be
12 used to support salaries and fringe benefits of new personnel required
13 by the local plan.

14 (7) The local plans shall be reviewed by the state superintendent
15 of public instruction prior to the approval by the chief executive
16 officer of the Michigan jobs commission.

17 (8) For 1996-97 only, grant funds awarded to a district, public
18 school academy, intermediate district, community college, or consortium
19 thereof, by the local workforce development board before September 30,
20 1997 shall be expended by the grant recipient before the end of the
21 school fiscal year immediately following the fiscal year in which the
22 funds are awarded.

23 Sec. 524. (1) From the funds appropriated in section 101 for
24 community and workplace literacy competitive grants, there is allocated
25 \$50,000,000.00 to local workforce development boards for meeting the
26 literacy, numeracy, and work-readiness needs of adults within the
27 geographic areas of the local workforce development boards.

28 (2) The amount of the payment to each workforce development board
29 shall be calculated by dividing \$50,000,000.00 by the total statewide
30 number of adults aged 18 or older who do not have high school diplomas

1 as reported in the 1990 census data and multiplying that quotient times
2 the number adults aged 18 or older in the geographic region of the
3 workforce development board who do not have high school diplomas as
4 reported in the 1990 census data. The department may retain a
5 sufficient amount of grant funds to cover the costs of state and local
6 administrative expenses associated with the community and workplace
7 literacy grant program.

8 (3) Each workforce development board shall develop and submit an
9 annual plan based on instructions set by the department. The plans
10 shall be reviewed by the state superintendent of public instruction and
11 approved by the department.

12 (4) Each workforce development board shall solicit grant proposals
13 from local school districts, public school academies, intermediate
14 districts, community colleges, nonprofit and for-profit entities to
15 provide community and workplace literacy programs, English as a second
16 language, and GED test preparation or comparable readiness
17 certification, or a combination thereof, to eligible participants.
18 Each grant proposal shall contain at least the following information:

19 (a) A description of the services that will be provided as well as
20 anticipated participant outcomes.

21 (b) A plan to maintain participant records in such a form as to be
22 able to determine a participant's total instructional contact hours and
23 other pertinent information as determined by the department.

24 (c) Qualifications of the program director and instructional
25 personnel. Certificated teachers are not required.

26 (d) Availability of appropriate classroom space, materials, and
27 equipment.

28 (e) A budget which indicates revenues available from all sources of
29 funding for community and workplace literacy, total costs of the
30 services to be provided and the cost per participant contact hour.

1 Eligible costs may include, but are not limited to, instructional
2 salaries, supplies and materials, necessary participant child care,
3 necessary participant transportation, participant testing and
4 assessment costs, and administrative costs including the cost of an
5 annual audit or biennial audit under the single audit act.

6 (f) An evaluation plan which will collect and analyze data
7 necessary for determining program efficiency and effectiveness as
8 determined by the department.

9 (g) Any other information as determined necessary by the
10 department.

11 (5) For those workforce development boards which have more than one
12 intermediate district within its geographic region, grant funds shall
13 be equitably allocated by the local workforce development boards based
14 on the pro rata number of adults age 18 or older who do not have high
15 school diplomas as reported in the 1990 census data within each
16 intermediate district. If satisfactory grant proposals are not
17 received from local school districts, public school academies,
18 intermediate districts or community colleges, nonprofit or for profit
19 entities within the geographic boundaries of the workforce development
20 boards, the boards may solicit grant proposals from eligible providers
21 outside the geographic boundaries of the local boards to provide
22 community and workplace literacy services.

23 (6) Eligible participants shall be pretested for placement in a
24 specific program by the service provider using tests approved by the
25 department of education for such a purpose. Eligible participants for
26 each program shall be the following:

27 (a) Community and workplace literacy services shall be available to
28 adults 18 years of age and older as of September 1 of the current
29 school year who test below the tenth grade level in reading or
30 mathematics.

1 (b) English as second language shall be available to adults 18
2 years of age and older as of September 1 of the current school year who
3 lack basic English proficiency.

4 (d) GED test preparation or comparable readiness certification
5 shall be available to adults 18 years of age and older as of September
6 1 of the current school year who test at or above the tenth grade in
7 reading and mathematics and who do not have a high school diploma.

8 (7) No tuition shall be charged for eligible participants 20 years
9 of age or less as of September 1 of the current school year or for
10 employees referred to programs by their employers who do not exceed the
11 maximum number of hours for which no tuition will be charged. Tuition
12 shall be charged for all other participants and for all participants
13 who are receiving services in excess of the maximum number of pupil
14 contact hours allowed for each program, based on an operating cost per
15 participant approved by the local workforce development board. The
16 tuition rates approved by the local workforce development board shall
17 be uniform within each category of tuition participant. However, the
18 local workforce development board may waive or reduce tuition for
19 certain categories of tuition participants as determined appropriate by
20 the board and submitted as part of the annual plan sent to the Michigan
21 jobs commission.

22 (8) The maximum number of instructional contact hours for each
23 participant from all community and workplace literacy providers for
24 each program for which no tuition will be charged to the participant
25 shall be the following:

26 (a) For the community and workplace literacy program, participants
27 shall be eligible for service in a community and workplace literacy
28 program if their reading or mathematics proficiency is below the tenth
29 grade level. Participants shall be pretested upon entry to the program
30 for placement and tested periodically as determined by the department.

1 Participants who fail to show progress on three consecutive tests shall
2 be terminated from the program or shall continue in the program only as
3 a tuition participant.

4 (b) For English as a second language, the maximum number of hours
5 shall be 480.

6 (c) For GED test preparation or comparable readiness certification,
7 the maximum number of hours for a participant shall be 480 hours or
8 successful completion of the GED test, whichever is less.

9 (9) The workforce development board shall submit monthly
10 participant and fiscal data to the Michigan jobs commission which at a
11 minimum includes the number of participants served, the number of
12 participants completing, the number of instructional hours and cost per
13 instructional hour, and other data as determined appropriate by the
14 department.

15 (10) The department shall establish a statewide system of measuring
16 the efficiency and effectiveness of community and workplace literacy
17 grant programs. In the development of the system, the department shall
18 solicit the input of representatives from the community and workplace
19 literacy service providers and others. Prior to October 1, 1997, a
20 comparison of each workforce development board's data to the statewide
21 efficiency and effectiveness measurement system shall be provided by
22 the department to the legislature and each local workforce development
23 board.

24 (11) A participant of a community and workplace literacy grant
25 program shall not be counted in membership of a district or
26 intermediate district, as defined in section 6 of the school aid act of
27 1979, being section 388.1606 of the Michigan Compiled Laws.

28 (12) A grant recipient conducting community and workplace literacy
29 programs under this section shall allow access for the department, or a
30 designee, to audit all records related to the program for all entities

1 that receive money, either directly or indirectly through a contract,
2 under this section.

3 **GENERAL SECTION - FISCAL YEAR 1995-96**

4 Sec. 1300. In addition to the amount appropriated in section 101
5 of Act No. 157 of the Public Acts of 1995 for the Michigan jobs
6 commission, not more than \$1,000,000.00 may be received and expended
7 from local contingency revenue sources.