

The Committee on Appropriations offered the following substitute:

March 12, 1997

**SUBSTITUTE FOR  
SENATE BILL NO. 166**

A bill to make appropriations for the departments of consumer and industry services and Michigan jobs commission and certain other state purposes for the fiscal year ending September 30, 1998; 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 consumer and  
2 industry services and Michigan jobs commission for the fiscal year ending  
3 September 30, 1998, from the following funds:  
4 **TOTAL REGULATORY**

## 1 APPROPRIATION SUMMARY:

2	Full-time equated unclassified positions.....	74.5	
3	Full-time equated classified positions.....	6,211.6	
4	GROSS APPROPRIATION.....		\$ 973,987,900
5	Interdepartmental grant revenues:		
6	Total interdepartmental grants and intradepartmental		
7	transfers.....		3,083,500
8	ADJUSTED GROSS APPROPRIATION.....		\$ 970,904,400
9	Federal revenues:		
10	Total federal revenues.....		566,381,900
11	Special revenue funds:		
12	Total local revenues.....		12,561,400
13	Total private revenues.....		4,881,300
14	Total other state restricted revenues.....		195,790,700
15	State general fund/general purpose.....		\$ 191,289,100

## 16 DEPARTMENT OF CONSUMER AND INDUSTRY SERVICES

## 17 APPROPRIATION SUMMARY:

18	Full-time equated unclassified positions.....	64.5	
19	Full-time equated classified positions.....	2,859.8	
20	GROSS APPROPRIATION.....		\$ 370,813,600
21	Interdepartmental grant revenues:		
22	Total interdepartmental grants and intradepartmental		
23	transfers.....		508,800
24	ADJUSTED GROSS APPROPRIATION.....		\$ 370,304,800

1	Federal revenues:	
2	Total federal revenues.....	110,789,700
3	Special revenue funds:	
4	Total local revenues.....	0
5	Total private revenues.....	920,700
6	Total other state restricted revenues.....	182,593,900
7	State general fund/general purpose..... \$	76,000,500
8	EXECUTIVE DIRECTION	
9	Full-time equated unclassified positions.....64.5	
10	Full-time equated classified positions.....93.0	
11	Unclassified salaries..... \$	4,627,800
12	Executive director programs--56.0 FTE positions.....	4,480,800
13	Policy development--16.0 FTE positions.....	1,308,500
14	Utility consumer representation.....	800,000
15	Regulatory efficiency improvements/backlog reduction	
16	initiative.....	750,000
17	MES board of review program--21.0 FTE positions.....	<u>1,478,900</u>
18	GROSS APPROPRIATION..... \$	13,446,000
19	Appropriated from:	
20	Federal Revenues:	
21	DOL-ETA, unemployment insurance.....	1,865,500
22	DOL-multiple grants for safety and health.....	158,000
23	Special revenue funds:	
24	Private- college work study.....	25,000
25	Motor carrier fees.....	22,100
26	Public utility assessments.....	339,000

1	Corporation fees.....	107,900
2	Bank fees.....	204,900
3	Consumer finance fees.....	45,800
4	Health professions regulatory fund.....	2,099,900
5	Credit union fees.....	86,100
6	Insurance regulatory fees.....	303,900
7	Liquor purchase revolving fund.....	1,148,400
8	Michigan state housing development authority fees and	
9	charges.....	308,000
10	Mobile home commission fees.....	39,800
11	State fair revenue.....	65,600
12	Utility consumer representation fund.....	800,000
13	Licensing and regulation fees.....	971,100
14	Construction code fund.....	207,400
15	Elevator fees.....	1,400
16	Safety education and training fund.....	156,600
17	Workers' compensation administrative revolving fund..	19,600
18	State general fund/general purpose..... \$	4,470,000
19	COUNCIL FOR ARTS AND CULTURAL AFFAIRS	
20	Full-time equated classified positions.....10.0	
21	Administration--10.0 FTE positions..... \$	887,800
22	Arts and cultural grants.....	21,696,100
23	Relocation of the office of the Michigan council for	
24	arts and cultural affairs.....	<u>100,000</u>
25	GROSS APPROPRIATION..... \$	22,683,900
26	Appropriated from:	

1	Federal revenues:		
2	NFAH-NEA, promotion of the arts, state and regional		
3	programs.....		700,000
4	State general fund/general purpose.....	\$	21,983,900
5	MICHIGAN STATE FAIR		
6	Full-time equated classified positions.....	67.4	
7	State fair operations--67.4 FTE positions.....	\$	<u>6,511,200</u>
8	GROSS APPROPRIATION.....	\$	6,511,200
9	Appropriated from:		
10	Special revenue funds:		
11	State fair revenue.....		6,511,200
12	State general fund/general purpose.....	\$	0
13	MANAGEMENT SERVICES		
14	Full-time equated classified positions.....	181.5	
15	Administrative services--78.5 FTE positions.....	\$	4,759,500
16	Technology support--103.0 FTE positions.....		12,310,100
17	Insurance automation.....		750,000
18	Health services information systems.....		750,000
19	Rent.....		4,932,400
20	Building occupancy charges - property development		
21	services.....		4,646,700
22	Worker's compensation.....		1,010,400
23	Special project advances.....		<u>740,000</u>
24	GROSS APPROPRIATION.....	\$	29,899,100
25	Appropriated from:		
26	Interdepartmental grant revenues:		

1	IDT from insurance bureau.....	508,800
2	Federal revenues:	
3	Federal funds.....	738,400
4	HHS, federal funds.....	707,100
5	DOL, multiple grants for safety and health.....	113,500
6	DOL-ETA, unemployment insurance.....	220,500
7	Special revenue funds:	
8	Private- college work study.....	25,100
9	Private-special project advances.....	740,000
10	Motor carrier fees.....	187,700
11	Public utility assessments.....	2,548,300
12	Corporation fees.....	1,977,000
13	Mobile home commission fees.....	132,400
14	Liquor purchase revolving fund.....	6,364,500
15	Michigan state housing development authority fees and	
16	charges.....	1,009,900
17	Credit union fees.....	249,300
18	Bank fees.....	449,800
19	Securities fees.....	12,100
20	Consumer finance fees.....	129,700
21	Insurance regulatory fees.....	1,557,100
22	Health professions regulatory fund.....	3,401,300
23	Licensing and regulation fees.....	1,814,600
24	Fees and collections.....	93,700
25	Boiler fee revenue.....	35,400
26	Construction code fund.....	834,400

1	Elevator fees.....	107,200
2	Safety education and training fund.....	160,400
3	Second injury fund.....	12,100
4	Self insurers' security fund.....	2,100
5	Silicosis and dust disease fund.....	4,900
6	Workers' compensation administrative revolving fund..	963,000
7	State general fund/general purpose..... \$	4,798,800
8	FINANCIAL SERVICES AND CORPORATIONS	
9	Full-time equated classified positions.....449.0	
10	Mobile home commission, per diem \$50.00..... \$	7,800
11	Mobile home and land resources program--17.0 FTE	
12	positions.....	1,551,000
13	Corporate services--48.0 FTE positions.....	2,721,900
14	Corporate certification and copying--30.0 FTE	
15	positions.....	2,120,400
16	Investment oversight--36.0 FTE positions.....	2,519,400
17	Local mobile home park inspections.....	250,000
18	Property development group--13.0 FTE positions.....	1,345,000
19	Remonumentation.....	4,500,000
20	Financial institutions administration--18.0 FTE	
21	positions.....	1,242,700
22	Bank regulation--62.0 FTE positions.....	5,001,200
23	Credit union regulation--37.0 FTE positions.....	2,808,100
24	Financial institutions consumer protection--22.0 FTE	
25	positions.....	1,449,500
26	Financial institutions research and consumer	
27	services--5.0 FTE positions.....	357,700

1	Federal regulatory projects.....	50,600
2	Financial institutions corporate regulatory	
3	services--9.0 FTE positions.....	710,500
4	Insurance bureau administration -- 23.0 FTE positions	2,105,200
5	Insurance financial standards -- 64.0 FTE positions..	7,565,100
6	Insurance licensing and enforcement -- 30.0 FTE	
7	positions.....	2,442,100
8	Market standards and consumer services-- 35.0 FTE	
9	positions.....	<u>2,410,300</u>
10	GROSS APPROPRIATION..... \$	41,158,500
11	Appropriated from:	
12	Federal revenues:	
13	Federal regulatory project revenues.....	50,600
14	Special revenue funds:	
15	Corporation fees.....	3,761,100
16	Mobile home commission fees.....	1,909,000
17	Securities fees.....	1,319,400
18	Land sales fees.....	50,600
19	Limited liability partnership revenue.....	10,000
20	Certification and copying fees.....	2,120,400
21	Property development fees.....	224,800
22	Remonumentation fees.....	5,063,600
23	Bank fees.....	6,474,500
24	Consumer finance fees.....	1,557,700
25	Credit union fees.....	3,537,500
26	Insurance licensing and regulation fees.....	3,011,600



1	Insurance regulatory fees.....	10,830,800
2	Insurance continuing education fees.....	532,400
3	Multiple employer welfare arrangement.....	131,900
4	Private-college work-study.....	10,100
5	Private-travel funds.....	5,900
6	State general fund/general purpose..... \$	556,600
7	PUBLIC SERVICE COMMISSION	
8	Full-time equated classified positions.....170.0	
9	Administration, planning and regulation--170.0 FTE	
10	positions..... \$	18,068,000
11	Grant to department of environmental quality, nuclear	
12	emergency planning and response.....	<u>555,800</u>
13	GROSS APPROPRIATION..... \$	18,623,800
14	Appropriated from:	
15	Federal revenues:	
16	DOE-OEERE, multiple grants.....	2,477,900
17	DOT-RSPA, gas pipeline safety.....	208,200
18	Special revenue funds:	
19	Motor carrier fees.....	1,730,000
20	Public utility assessments.....	14,161,700
21	Private-great lakes governors council.....	46,000
22	State general fund/general purpose..... \$	0
23	LIQUOR CONTROL COMMISSION	
24	Full-time equated classified positions.....207.0	
25	Management support services--48.0 FTE positions..... \$	2,846,500
26	Liquor licensing and enforcement--159.0 FTE positions	9,930,300

1	Liquor law enforcement grants.....	6,000,000
2	Grant to department of agriculture, wine industry	
3	council.....	<u>424,100</u>
4	GROSS APPROPRIATION..... \$	19,200,900
5	Appropriated from:	
6	Special revenue funds:	
7	Liquor license revenue.....	10,599,000
8	Non-retail liquor license revenue.....	424,100
9	Liquor purchase revolving fund.....	8,177,800
10	State general fund/general purpose..... \$	0
11	MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY	
12	Full-time equated classified positions.....249.0	
13	Payments on behalf of tenants..... \$	66,000,000
14	Housing and rental assistance program--244.0 FTE	
15	positions.....	20,403,500
16	Automatic data processing--5.0 FTE positions.....	1,373,800
17	Homeless program.....	<u>5,290,800</u>
18	GROSS APPROPRIATION..... \$	93,068,100
19	Appropriated from:	
20	Federal revenues:	
21	HUD, lower income housing assistance program.....	78,771,100
22	Special revenue funds:	
23	Michigan state housing development authority fees and	
24	charges.....	14,297,000
25	State general fund/general purpose..... \$	0
26	TAX TRIBUNAL	

1	Full-time equated classified positions.....	17.0	
2	Operations--17.0 FTE positions.....	\$	<u>1,621,100</u>
3	GROSS APPROPRIATION.....	\$	1,621,100
4	Appropriated from:		
5	Special revenue funds:		
6	Tax tribunal fees.....		592,800
7	State general fund/general purpose.....	\$	1,028,300
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	HEALTH REGULATORY SYSTEMS		
16	Full-time equated classified positions.....	354.1	
17	Health systems administration--178.0 FTE positions...	\$	13,469,900
18	Clinical laboratory improvement--6.0 FTE positions...		1,003,300
19	Emergency medical services program state staff--11.0		
20	FTE positions.....		1,058,500
21	Fire safety inspection.....		175,500
22	Health facilities management information system.....		568,400
23	Radiological health administration and projects--24.1		
24	FTE positions.....		1,810,200
25	Substance abuse program administration--6.0 FTE		
26	positions.....		399,400

1	Emergency medical services grants and contracts.....	962,100
2	Licensing, monitoring, and accreditation--24.0 FTE	
3	positions.....	1,569,600
4	Health services--105.0 FTE positions.....	<u>11,350,300</u>
5	GROSS APPROPRIATION..... \$	32,367,200
6	Appropriated from:	
7	Federal revenues:	
8	Federal funds.....	11,790,300
9	Special revenue funds:	
10	Private- local northeast regional dentistry board	
11	review.....	18,100
12	Private-college work study.....	25,500
13	Controlled substance license fees.....	1,270,200
14	Health professions regulatory fund.....	9,586,500
15	Nurse professional fund.....	450,000
16	Fees and collections.....	1,812,000
17	Other state restricted revenue.....	1,237,000
18	State general fund/general purpose..... \$	6,177,600
19	REGULATORY SERVICES	
20	Full-time equated classified positions.....280.0	
21	AFC, children's welfare and day care licensure--280.0	
22	FTE positions..... \$	<u>19,611,100</u>
23	GROSS APPROPRIATION..... \$	19,611,100
24	Appropriated from:	
25	Federal revenues:	
26	HHS, federal funds.....	1,761,500

1	Special revenue funds:	
2	Licensing fees.....	442,300
3	State general fund/general purpose..... \$	17,407,300
4	OCCUPATIONAL REGULATION	
5	Full-time equated classified positions.....243.0	
6	Commissions and boards..... \$	41,900
7	Code enforcement--88.0 FTE positions.....	6,069,000
8	Code enforcement flexibility.....	608,200
9	Barrier free design program--6.0 FTE positions.....	371,000
10	Administration--7.0 FTE positions.....	658,200
11	Boiler inspection program--20.0 FTE positions.....	1,383,800
12	Elevator inspection program--25.0 FTE positions.....	1,667,800
13	Commercial services--97.0 FTE positions.....	<u>7,708,700</u>
14	GROSS APPROPRIATION..... \$	18,508,600
15	Appropriated from:	
16	Special revenue funds:	
17	Private-college work study.....	25,000
18	Real estate education fund.....	351,800
19	Real estate appraiser continuing education fund.....	45,000
20	Licensing and regulation fees.....	5,546,700
21	Homeowner construction lien recovery fund.....	1,528,900
22	Health professions regulatory fund.....	211,300
23	Construction code fund.....	7,517,900
24	Boiler fee revenue.....	1,516,600
25	Elevator fees.....	1,765,400
26	State general fund/general purpose..... \$	0

## 1 EMPLOYMENT RELATIONS

2 Full-time equated classified positions.....29.0

3 Fact finding and arbitration..... \$ 169,300

4 Employment and labor relations--29.0 FTE positions... 2,773,700

5 GROSS APPROPRIATION..... \$ 2,943,000

6 Appropriated from:

7 Special revenue funds:

8 Publication revenue..... 25,000

9 State general fund/general purpose..... \$ 2,918,000

## 10 SAFETY AND REGULATION

11 Full-time equated classified positions.....305.4

12 Commissions and boards..... \$ 27,700

13 Employment standards enforcement--40.0 FTE positions. 2,276,700

14 Subgrantees..... 1,026,900

15 Occupational safety and health--265.4 FTE positions.. 20,443,500

16 GROSS APPROPRIATION..... \$ 23,774,800

17 Appropriated from:

18 Federal revenues:

19 DOL, multiple grants for safety and health..... 11,762,500

20 Special revenue funds:

21 Safety education and training fund..... 4,741,700

22 Fees and collections..... 668,900

23 State general fund/general purpose..... \$ 6,601,700

## 24 WORKER'S DISABILITY COMPENSATION

25 Full-time equated classified positions.....204.4

26 Administration--143.0 FTE positions..... \$ 7,943,100

1	Board of magistrates administration--10.0 FTE	
2	positions.....	1,782,900
3	Appellate commission administration--11.4 FTE	
4	positions.....	785,300
5	Supplemental benefit fund.....	1,750,000
6	Insurance funds administration--40.0 FTE positions...	10,051,400
7	Automatic data processing.....	506,000
8	Grant to the Michigan jobs commission, hire the hand-	
9	icapped program.....	<u>50,000</u>
10	GROSS APPROPRIATION..... \$	22,868,700
11	Appropriated from:	
12	Special revenue funds:	
13	Worker's compensation administrative revolving fund..	1,931,400
14	Second injury fund.....	6,548,200
15	Self insurers' security fund.....	1,645,200
16	Silicosis and dust disease fund.....	2,414,000
17	State general fund/general purpose..... \$	10,329,900
18	EARLY RETIREMENT SAVINGS	
19	Early retirement savings..... \$	<u>(1,847,400)</u>
20	GROSS APPROPRIATION..... \$	(1,847,400)
21	Appropriated from:	
22	Federal revenues.....	(535,400)
23	State restricted revenue.....	(1,040,400)
24	State general fund/general purpose..... \$	(271,600)

**1 MICHIGAN JOBS COMMISSION****2 APPROPRIATION SUMMARY:**

3	Full-time equated unclassified positions.....	10.0	
4	Full-time equated classified positions.....	3,351.8	
5	GROSS APPROPRIATION.....		\$ 603,174,300
6	Interdepartmental grant revenues:		
7	Total interdepartmental grants and intradepartmental		
8	transfers.....		2,574,700
9	ADJUSTED GROSS APPROPRIATION.....		\$ 600,599,600
10	Federal revenues:		
11	Total federal revenues.....		455,592,200
12	Special revenue funds:		
13	Total local revenues.....		12,561,400
14	Total private revenues.....		3,960,600
15	Total other state restricted revenues.....		13,196,800
16	State general fund/general purpose.....		\$ 115,288,600
17	DEPARTMENTAL ADMINISTRATION		
18	Full-time equated unclassified positions.....	10.0	
19	Full-time equated classified positions.....	17.0	
20	Unclassified salaries.....		\$ 759,300
21	Executive direction--17.0 FTE positions.....		1,234,100
22	K. I. Sawyer base conversion authority.....		<u>296,700</u>
23	GROSS APPROPRIATION.....		\$ 2,290,100
24	Appropriated from:		
25	Interdepartmental grant revenues:		
26	IDG-MDEQ, air quality fees.....		58,000



1	Federal revenues:	
2	DOL-ETA, unemployment insurance.....	56,100
3	DOL-ETA, employment service.....	38,900
4	DOL, bureau of labor statistics.....	800
5	DOL-ETA.....	700
6	DOL-OVET.....	1,700
7	Special revenue funds:	
8	Contingent fund, penalty and interest account.....	700
9	State general fund/general purpose..... \$	2,133,200
10	DEPARTMENT OPERATIONS	
11	Full-time equated classified positions.....76.0	
12	Administrative services--76.0 FTE positions..... \$	5,422,600
13	Rent.....	1,549,300
14	Building occupancy charges - property development	
15	services.....	620,500
16	Worker's compensation.....	152,300
17	Special project advances.....	<u>700,000</u>
18	GROSS APPROPRIATION..... \$	8,444,700
19	Appropriated from:	
20	Federal revenues:	
21	DOL-ETA, job training partnership grants.....	513,700
22	DED, cooperative demonstration, school-to-work.....	150,000
23	DED-OSERS, rehabilitation services, vocational reha-	
24	bilitation of state grants.....	1,075,400
25	DED-OSERS, client assistance for individuals with	
26	disabilities.....	11,300

1	HHS-SSA, supplemental security income.....	2,900
2	HHS, temporary assistance for needy families.....	253,000
3	Special revenue funds:	
4	Private special project advances.....	700,000
5	State general fund/general purpose..... \$	5,738,400
6	ECONOMIC RETENTION AND EXPANSION	
7	Full-time equated classified positions.....243.0	
8	International and national business development--33.0	
9	FTE positions..... \$	4,422,200
10	Travel bureau administration/travel commission--29.0	
11	FTE positions.....	3,812,400
12	Welcome centers--56.0 FTE positions.....	3,238,700
13	Michigan promotion program.....	7,242,500
14	Job creation services--125.0 FTE positions.....	<u>13,909,500</u>
15	GROSS APPROPRIATION..... \$	32,625,300
16	Appropriated from:	
17	Interdepartmental grant revenues:	
18	IDG-MDEQ, air quality fees.....	42,000
19	Federal revenues:	
20	DOL-NOICC.....	166,400
21	HUD-CPD, community development block grant.....	1,664,900
22	Special revenue funds:	
23	Private-Michigan certified development corporation	
24	fees.....	127,500
25	Industry support fees.....	50,000
26	State general fund/general purpose..... \$	30,574,500

## 1 WORKFORCE DEVELOPMENT

2	Full-time equated classified positions.....	849.7	
3	Employment training services--745.2 FTE positions....	\$	59,329,800
4	Michigan career and technical institute--104.5 FTE		
5	positions.....		<u>9,506,600</u>
6	GROSS APPROPRIATION.....	\$	68,836,400
7	Appropriated from:		
8	Interdepartmental grant revenues:		
9	IDG-MDOC.....		31,400
10	Federal revenues:		
11	DED, cooperative demonstration, school-to-work.....		1,680,900
12	DED-OPSE, multiple grants.....		999,500
13	DED-OSERS, client assistance for individuals with		
14	disabilities.....		343,400
15	DED-OSERS, special education, state grants.....		39,500
16	DED-OSERS, centers for independent living.....		56,500
17	DED-OSERS, rehabilitation long-term training.....		227,400
18	DED-OSERS, rehabilitation services, vocational reha-		
19	bilitation of state grants.....		37,508,200
20	DED-OSERS, state grants for technical related		
21	assistance.....		749,800
22	DOL-ETA, job training partnership act.....		5,800,500
23	HHS-SSA, supplemental security income.....		3,382,300
24	CNS.....		503,400
25	HHS-ACF, temporary assistance for needy families.....		1,945,700
26	Special revenue funds:		

1	Local vocational rehabilitation match.....	3,152,200
2	Private gifts, bequests, and donations.....	1,351,400
3	Rehabilitation services fees.....	1,880,000
4	Risk management internal service fund.....	99,700
5	Second injury fund.....	50,000
6	Student fees.....	44,700
7	Training material fees.....	249,600
8	State general fund/general purpose..... \$	8,740,300
9	DEPARTMENT GRANTS	
10	Job training programs subgrantees..... \$	114,996,200
11	Michigan community service commission subgrantees....	5,300,000
12	Displaced homemakers.....	382,000
13	Supported employment grants.....	1,308,600
14	Technology assistance grants.....	278,300
15	Vocational rehabilitation client services/facilities.	47,234,400
16	Vocational rehabilitation independent living.....	1,077,700
17	Personal care attendants.....	212,700
18	School-to-work subgrantees.....	10,500,000
19	Trade academy grants.....	500,000
20	Economic development job training grants.....	32,693,800
21	Work first grants.....	94,079,000
22	CDBG pass-through.....	45,000,000
23	Michigan transition initiative grants.....	454,500
24	Pre-college programs in engineering and the sciences.	452,900
25	Council on career preparation standards.....	140,000
26	State research fund.....	<u>1,500,000</u>

1	GROSS APPROPRIATION.....	\$ 356,110,100
2	Appropriated from:	
3	Interdepartmental grant revenues:	
4	IDG-MDOC.....	1,015,600
5	Federal revenues:	
6	DED, cooperative demonstration, school to work.....	10,200,000
7	DED-OSERS, centers for independent living.....	525,000
8	DED-OSERS, rehabilitation services, vocational reha-	
9	bilitation of state grants.....	33,345,200
10	DED-OSERS, rehabilitation services facilities.....	2,272,500
11	DED-OSERS, special education, state grants.....	454,500
12	DED-OSERS, supported employment.....	1,308,600
13	DED-OSERS, state grants for technical related	
14	assistance.....	278,300
15	DOL-ETA, job training partnership act.....	113,980,600
16	HHS, temporary assistance for needy families.....	65,533,700
17	HHS-SSA, supplemental security income.....	1,750,000
18	HUD-CPD, community development block grant.....	45,000,000
19	CNS.....	3,900,000
20	Special revenue funds:	
21	Local vocational rehabilitation match.....	6,130,900
22	Local vocational rehabilitation facilities match.....	1,278,300
23	Private gifts, bequests, and donations.....	800,000
24	State general fund/general purpose.....	\$ 68,336,900
25	MICHIGAN EMPLOYMENT SECURITY AGENCY	
26	Full-time equated classified positions.....	2,166.1

1	Worker's compensation.....	\$	509,300
2	Rent.....		3,879,900
3	Building occupancy charges - property development		
4	service.....		3,104,000
5	Executive direction--24.0 FTE positions.....		1,740,000
6	Advocacy assistance program.....		1,500,000
7	Customer services--1,441.8 FTE positions.....		70,898,700
8	Financial and management services--137.9 FTE		
9	positions.....		13,947,800
10	Human resources--24.0 FTE positions.....		1,460,700
11	Communications and external affairs--66.3 FTE		
12	positions.....		3,143,300
13	Audits and investigations--72.3 FTE positions.....		3,253,300
14	Special audit and collections program--35.0 FTE		
15	positions.....		1,979,000
16	Special fraud control program--23.0 FTE positions....		1,217,000
17	Information services--200.0 FTE positions.....		21,262,100
18	Training program for commission staff--19.0 FTE		
19	positions.....		1,035,600
20	Fraud control and investigations program--20.0 FTE		
21	positions.....		1,079,800
22	Referee appeals program--55.8 FTE positions.....		3,686,300
23	Reemployment services for claimants.....		1,000,000
24	Targetted employment services--47.0 FTE positions....		<u>2,830,300</u>
25	GROSS APPROPRIATION.....	\$	137,527,100
26	Appropriated from:		

1	Interdepartmental grant revenues:	
2	IDG from family independence agency.....	1,427,700
3	Federal revenues:	
4	DED-OSERS, rehabilitation services, vocational reha-	
5	bilitation of state grants.....	1,300,000
6	DOL, unemployment insurance.....	73,622,600
7	DOL, employment service.....	26,655,900
8	DOL, bureau of labor statistics.....	2,319,900
9	DOL, employment and training administration.....	3,219,400
10	DOL, veterans' employment and training administration	6,569,800
11	DOL, miscellaneous funds.....	8,608,000
12	Special revenue funds:	
13	Local revenues.....	2,000,000
14	Private MESA.....	981,700
15	MESA sales revenue.....	100,000
16	Contingent fund, penalty and interest account.....	10,722,100
17	State general fund/general purpose..... \$	0
18	EARLY RETIREMENT SAVINGS	
19	Early retirement savings..... \$	<u>(2,659,400)</u>
20	GROSS APPROPRIATION..... \$	(2,659,400)
21	Appropriated from:	
22	Federal revenues.....	(2,424,700)
23	State general fund/general purpose..... \$	(234,700)

**1 GENERAL SECTIONS**

2       Sec. 201. (1) Pursuant to section 30 of article IX of the state  
3 constitution of 1963, total state spending from state sources for fiscal  
4 year 1997-98 is estimated at \$387,079,800.00 in this bill and state  
5 spending from state sources paid to local units of government for fiscal  
6 year 1997-98 is estimated at \$94,780,300.00. The itemized statement  
7 below identifies appropriations from which spending to units of local  
8 government will occur:

**9 DEPARTMENT OF CONSUMER AND INDUSTRY SERVICES**

10	Arts and cultural grants.....	\$	20,996,100
11	Fire protection grants.....		6,375,000
12	Liquor law enforcement.....		6,000,000
13	Local mobile home inspections.....		<u>250,000</u>
14	Total consumer and industry services.....	\$	33,621,100

**15 DEPARTMENT OF MICHIGAN JOBS COMMISSION**

16	Economic development job training grants.....	\$	32,693,800
17	Work first grants.....		<u>28,465,400</u>
18	Total Michigan jobs commission.....	\$	61,159,200

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

24       Sec. 202. As used in this appropriation act:

25       (a) "AFC" means adult foster care.

26       (b) "CDBG" means community development block grant.



- 1 (c) "CNS" means the corporation for national services.
- 2 (d) "DED" means the United States department of education.
- 3 (e) "DED-OPSE" means the DED office of postsecondary education.
- 4 (f) "DED-OSERS" means the DED office of special education  
5 rehabilitation services.
- 6 (g) "DOE" means the United States department of energy.
- 7 (h) "DOE-OEERE" means the DOE office of energy efficiency and  
8 renewable energy.
- 9 (i) "DOL" means the United States department of labor.
- 10 (j) "DOL-BLS" means the DOL bureau of labor statistics.
- 11 (k) "DOL-ETA" means the DOL employment and training act.
- 12 (l) "DOL-NOICC" means the DOL national occupational information  
13 coordinating committee.
- 14 (m) "DOL-OSHA" means the DOL occupational safety and health  
15 administration.
- 16 (n) "DOL-OVET" means the DOL office of veterans employment and  
17 training.
- 18 (o) "DOT" means the United States department of transportation.
- 19 (p) "DOT-RSPA" means the DOT research and special programs  
20 administration.
- 21 (q) "FTE" means full-time equated position.
- 22 (r) "HHS" means the United States department of health and human  
23 services.
- 24 (s) "HHS-SSA" means HHS social security administration.
- 25 (t) "HUD" means the United States department of housing and urban  
26 development.

1 (u) "HUD-CPD" means HUD community planning and development.  
2 (v) "IDG" means interdepartmental grant.  
3 (w) "IDT" means interdepartmental transfer.  
4 (x) "JTPA" means job training partnership act, Public Law 97-300,  
5 96 Stat. 1322.  
6 (y) "MDEQ" means the Michigan department of environmental quality.  
7 (z) "MDOC" means the Michigan department of corrections.  
8 (aa) "MES" means Michigan employment security.  
9 (bb) "MESA" means the Michigan employment security agency.  
10 (cc) "NFAH" means the national foundation of the arts and the  
11 humanities.  
12 (dd) "NFAH-NEA" means the NFAH national endowment for the arts.  
13 (ee) "SSI" means supplemental security income.  
14 Sec. 203. The expenditures and funding sources authorized under  
15 this act are subject to the management and budget act, 1984 PA 431, MCL  
16 18.1101 to 18.1594.  
17 Sec. 204. Funds appropriated in this act shall not be used for the  
18 purchase of foreign goods or services when competitively priced American  
19 goods and services of comparable quality are available. By May 1, 1998,  
20 each department shall submit a report to the department of management and  
21 budget, the speaker and minority leader of the house of representatives,  
22 the majority and minority leaders of the senate, and the chairpersons of  
23 the house and senate appropriations committees on efforts to comply with  
24 this section.  
25 Sec. 205. The department of civil service shall bill departments or  
26 agencies, or both, at the end of the first fiscal quarter for the 1%  
27 charges authorized by section 5 of article XI of the state constitution

1 of 1963. Payments shall be made for the total amount of the billing by  
2 the end of the second fiscal quarter.

3       Sec. 206. Of the funds appropriated in section 101 that are in  
4 units other than the grants unit, a department shall not provide grants  
5 to local government agencies, institutions of higher education, or non-  
6 profit organizations unless the department provides notice of the grant  
7 to the regulatory subcommittees of the house and senate appropriations  
8 committees at least 10 days before the grant is issued or at least 72  
9 hours before any announcement to local governmental units or the public.

10       Sec. 207. The departments of consumer and industry services and  
11 Michigan jobs commission shall not permit any other department, agency,  
12 or office of this state to use funds or FTE positions authorized for  
13 those departments or allow any funds or FTE positions from any other  
14 department, agency, or office to be used within those departments without  
15 a 30-day notice given to the regulatory subcommittees of the house and  
16 senate appropriations committees.

17       Sec. 208. (1) Beginning October 1, 1997, a hiring freeze is imposed  
18 on the state classified civil service. State departments and agencies  
19 are prohibited from hiring any new full-time state classified civil serv-  
20 ice employees or filling any vacant state classified civil service  
21 position. This hiring freeze does not apply to internal transfers of  
22 classified employees from 1 position to another within a department or to  
23 positions that are funded with 80% or more 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

1 management and budget shall report by the fifteenth of each month to the  
2 chairpersons of the senate and house appropriations committees the number  
3 of exclusions to the hiring freeze approved during the previous month and  
4 the justification for the exclusion.

Sec. 209. The department shall receive and retain copies of all reports funded from section 101 appropriations.

Sec. 210. (1) The directors of the departments of consumer and industry services and Michigan jobs commission shall take all reasonable steps to ensure businesses in deprived and depressed communities compete for and perform contracts to provide services or supplies, or both, for the departments.

(2) The directors shall strongly encourage firms with which the departments contract to subcontract with certified businesses in depressed and deprived communities for services or supplies, or both.

## 5 DEPARTMENT OF CONSUMER AND INDUSTRY SERVICES

6 Sec. 301. The funds collected by the department of consumer and  
7 industry services, corporation and securities division, for furnishing  
8 copies of documents, reports, and papers required or permitted by law  
9 pursuant to section 1060(5) of the business corporation act, 1972 PA 284,  
10 MCL 450.2060, shall revert to the corporation and securities division.  
11 Collected funds shall be submitted to the department of treasury and  
12 shall be used only for operation and other costs relating to providing  
13 information, including copies of documents, pertaining to corporations  
14 and trademarks.

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

22 (2) The liquor control commission shall sell copies of the Michigan  
23 liquor control act, 1933 (Ex Sess) PA 8, MCL 436.1 to 436.58, with amend-  
24 ments at a price not to exceed the cost of distribution. The money  
25 received from the sale of the Michigan liquor control act with amendments

1 shall revert to the liquor control commission. The funds are available  
2 for expenditure when they are credited and may be used only for costs  
3 directly related to the continued updating and distribution of the  
4 Michigan liquor control act.

5       Sec. 303. The appropriation in section 101 for grants to cities  
6 includes \$6,375,000.00 from the liquor purchase revolving fund which  
7 shall be appropriated to cities, villages, and townships with state owned  
8 facilities for fire services, instead of taxes, in accordance with 1977  
9 PA 289, MCL 141.951 to 141.956.

10       Sec. 304. Funds received from federal agencies for reimbursement of  
11 examination and supervision services provided by the financial institu-  
12 tions bureau for banks, credit unions, and savings and loan associations  
13 shall revert to the financial institutions bureau. Reimbursed funds  
14 shall be submitted to the department of treasury and shall be used only  
15 for costs relating to examination and supervision of state chartered  
16 financial institutions.

17       Sec. 305. The corporation and securities bureau shall sell copies  
18 of the mobile home commission act, 1987 PA 96, MCL 125.2301 to 125.2349;  
19 the business corporation act, 1972 PA 284, MCL 450.1101 to 450.2098; the  
20 nonprofit corporation act, 1982 PA 162, MCL 450.2101 to 450.3192; and the  
21 uniform securities act, 1964 PA 265, MCL 451.501 to 451.818, at a price  
22 not to exceed the cost of printing. Money received from the sale of  
23 these manuals shall revert to the department of consumer and industry  
24 services. The funds are available for expenditure when they are received  
25 by the department of treasury and may only be used for costs directly  
26 related to the continued updating and distribution of the acts pursuant  
27 to this subsection.

1       Sec. 306. Revenue from corporate fees and securities fees as  
2 provided in section 101 for the department of consumer and industry serv-  
3 ices shall be considered as a single combined revenue source and may be  
4 used to satisfy deductions for both corporate fees and securities fees.

5       Sec. 307. The funds collected by the financial institutions bureau  
6 in connection with a conservatorship pursuant to section 32 of the mort-  
7 gage brokers, lenders, and servicers licensing act, 1987 PA 173, MCL  
8 445.1682, shall be appropriated for all expenses necessary to provide for  
9 the required services. Funds are available for expenditure when they are  
10 received by the department of treasury and shall not lapse to the general  
11 fund at the end of the fiscal year.

12       Sec. 308. The department of consumer and industry services shall  
13 accept revenue from the northeast regional board of dental examiners to  
14 pay per diem and travel expenses for individuals engaged in national  
15 dental board examinations.

16       Sec. 309. The funds collected by the department of consumer and  
17 industry services from corporations being liquidated pursuant to the  
18 insurance code of 1956, 1956 PA 218, MCL 500.100 to 500.8302, shall be  
19 appropriated for all expenses necessary to provide for the required  
20 services. Funds are available for expenditure when they are received by  
21 the department of treasury and shall not lapse to the general fund at the  
22 end of the fiscal year.

23       Sec. 310. The department of consumer and industry services may make  
24 available to interested entities otherwise unavailable customized list-  
25 ings of nonconfidential information in its possession, such as names and  
26 addresses of licensees, and charge for this information as follows: base  
27 fee for 1 to 1,000 records at the cost to the department; 1,001 to 10,000

1 records at 2.5 cents per record; and 10,001 or more records at .5 cents  
2 per record. The revenue received from this service may be used to offset  
3 expenses of licensure and professional regulation and insurance bureau  
4 programs as appropriated in section 101. The balance of this revenue  
5 collected and unexpended at the end of the fiscal year shall revert to  
6 the general fund. The department shall submit a biannual report on or  
7 before December 1, 1997 and June 1, 1998 to the regulatory subcommittees  
8 of the house and senate appropriations committees that states the amount  
9 of revenue received from the sale of information.

10 Sec. 311. The appropriation in section 101 may be used for per diem  
11 payments to the members of commissions or boards for a full day of com-  
12 mittee work at which a quorum is present or for performing official busi-  
13 ness as authorized by each respective commission or board. The per diem  
14 payments shall be at a rate as follows:

15	(a) Michigan board of chiropractic medicine.....	\$50.00 per day
16	(b) Michigan board of dentistry.....	\$50.00 per day
17	(c) Michigan board of medicine.....	\$50.00 per day
18	(d) Board of nursing.....	\$50.00 per day
19	(e) Michigan board of optometry.....	\$50.00 per day
20	(f) Michigan board of osteopathic medicine &	
21	surgery.....	\$50.00 per day
22	(g) Michigan board of pharmacy.....	\$50.00 per day
23	(h) Michigan board of podiatric medicine &	
24	surgery.....	\$50.00 per day
25	(i) Michigan board of psychology.....	\$50.00 per day
26	(j) Michigan board of physical therapy.....	\$50.00 per day

1	(k) Physicians' assistants task force.....	\$50.00 per day
2	(l) Michigan board of veterinary medicine.....	\$50.00 per day
3	(m) Michigan board of occupational therapists....	\$50.00 per day
4	(n) Michigan board of professional counselors....	\$50.00 per day
5	(o) Health occupations council.....	\$50.00 per day
6	(p) Board of accountancy.....	\$50.00 per day
7	(q) Board of architects.....	\$50.00 per day
8	(r) Athletic board of control.....	\$50.00 per day
9	(s) Board of barber examiners.....	\$50.00 per day
10	(t) Residential builders' and maintenance and	
11	alteration contractor's board.....	\$50.00 per day
12	(u) Carnival-amusement safety board.....	\$50.00 per day
13	(v) Collection practices board.....	\$50.00 per day
14	(w) Board of cosmetology.....	\$50.00 per day
15	(x) Employment agency board.....	\$50.00 per day
16	(y) Board of professional engineers.....	\$50.00 per day
17	(z) Board of land surveyors.....	\$50.00 per day
18	(aa) Board of landscape architects.....	\$50.00 per day
19	(bb) Board of marriage counselors.....	\$50.00 per day
20	(cc) Board of examiners in mortuary science.....	\$50.00 per day
21	(dd) Nursing home administrators' board.....	\$50.00 per day
22	(ee) Board of real estate brokers and	
23	salespersons.....	\$50.00 per day
24	(ff) Ski area safety board.....	\$50.00 per day
25	(gg) Board of examiners of social workers.....	\$50.00 per day
26	(hh) Commission on professional and occupational	
27	licensure.....	\$50.00 per day



1	(ii) Board of real estate appraisers.....	\$50.00 per day
2	(jj) Utility consumer participation board.....	\$100.00 per day
3	(kk) Construction code commission.....	\$50.00 per day
4	(ll) Plumbing board.....	\$50.00 per day
5	(mm) Electrical board.....	\$50.00 per day
6	(nn) Barrier free design board.....	\$50.00 per day
7	(oo) Mechanical board.....	\$50.00 per day
8	(pp) Boiler board.....	\$50.00 per day
9	(qq) Elevator board.....	\$50.00 per day
10	(rr) General industry safety standards commission	\$50.00 per day
11	(ss) General industry safety standards advisory	
12	committees.....	\$50.00 per day
13	(tt) Construction safety standards commission....	\$50.00 per day
14	(uu) Construction safety standards advisory	
15	committees.....	\$50.00 per day
16	(vv) Board of health and safety compliance	
17	appeals.....	\$50.00 per day
18	(ww) Occupation health standards commission.....	\$50.00 per day
19	Sec. 312. Any funds appropriated to the department of consumer and	
20	industry services for fiscal year 1997-98 that are committed or encum-	
21	bered in a contractual agreement may be available in the subsequent	
22	fiscal year until the project specified in the contractual agreement is	
23	completed. A listing of these contractual agreements shall be forwarded	
24	to the regulatory subcommittees of the house and senate appropriations	
25	committees not later than November 30, 1997.	
26	Sec. 313. (1) The Michigan council for arts and cultural affairs in	
27	the department of consumer and industry services shall administer the	

1 arts and cultural grants appropriated in section 101. The council shall  
2 provide for fair and independent decisions on arts and cultural grant  
3 requests based upon published criteria to evaluate program quality. This  
4 criteria shall include a prohibition of art projects that include dis-  
5 plays of human wastes on religious symbols, displays of sex acts, and  
6 depictions of flag desecration. The council shall seek to award grants  
7 on an equitable geographic basis to the extent possible given the quality  
8 of grant applications received. Priority shall be given to projects that  
9 serve multiple counties and that leverage significant additional public  
10 and private investment. Counties, cities, villages, townships, community  
11 foundations, and organizations may apply for the following categories of  
12 grants:

13 (a) State arts anchor organizations that serve a statewide  
14 audience.

15 (b) Arts education programs, also known as the arts and learning  
16 programs.

17 (c) Local arts programs.

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

21 (e) Historical organizations and projects.

22 (f) Zoos.

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

25 (h) Cultural and community organizations and projects.

26 (i) Art institutions.

1 (j) Symphony orchestras.

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

3 (l) Music education camps.

4 (m) Capital outlay projects.

5 (2) Applications for arts and cultural grants shall be received by  
6 the department of consumer and industry services, Michigan council for  
7 arts and cultural affairs, not later than June 1, 1998.

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

24 (4) Before any amount appropriated for arts and cultural grants in  
25 section 101 may be expended for a grant to eligible applicants for the  
26 purposes in this section, the department of consumer and industry  
27 services shall execute a grant agreement with each grantee. The grant

1 agreement shall specify the criteria included in this section with which  
2 the application complies. The grant agreement shall include a list of  
3 the projects funded and the amount of funds each subgrantee, if applica-  
4 ble, will receive for those projects. A contract shall not be executed  
5 and dollars shall not be disbursed until 2 weeks after the regulatory  
6 subcommittees of the senate and house appropriations committees have  
7 received a copy of the proposed contract.

8 (5) By November 1, 1997, the department of consumer and industry  
9 services shall report to the regulatory subcommittees of the senate and  
10 house appropriations committees on how the council intends to implement  
11 the provisions of this section, including the process for evaluating  
12 organization quality and efforts to achieve an equitable geographic dis-  
13 tribution of grants.

14 (6) By not later than 1 month after the grant application deadline,  
15 the department of consumer and industry services shall provide a list of  
16 all grant applications, by county, to the regulatory subcommittees of the  
17 senate and house appropriations committees. The department shall, at  
18 least 30 days before the award of any grant, provide the regulatory sub-  
19 committees of the senate and house appropriations committees a list of  
20 all proposed grant awardees.

21 (7) Counties, cities, villages, townships, community foundations,  
22 and organizations receiving funds under this section shall provide the  
23 following reports to the Michigan council for arts and cultural affairs  
24 and to the regulatory subcommittees of the senate and house appropria-  
25 tions committees:

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

1       (i) Revenues and expenditures, indicating whether revenues are from  
2 private donations or fees.

3       (ii) Number of employees.

4       (iii) Number of new hires.

5       (b) For awardees receiving grants greater than \$100,000.00, a copy  
6 of the awardee's annual report and audit report for the fiscal year in  
7 which the majority of the grant took place due within 90 days after the  
8 end of the awardee's fiscal year. The audit report shall include an  
9 audit of grant funds. A representative sampling of grant agreements  
10 shall be audited by the state auditor general. The audit report shall be  
11 submitted to the regulatory subcommittees of the senate and house appro-  
12 priations committees for review. These awardees shall also submit the  
13 information in subdivision (a) on a quarterly basis for the immediately  
14 preceding quarter due on January 7, 1998, April 7, 1998, July 7, 1998,  
15 and October 7, 1998.

16       (8) The recipients of grant funds under this section shall be  
17 announced by the department by September 15, 1998.

18       (9) A grant awarded under this section and the matching funds which  
19 conferred eligibility for the grant award shall be used by the recipient  
20 of the grant award and shall not be redistributed by that recipient to  
21 any other entity unless specifically provided for in the grant agreement  
22 between the funded grant awardee and the council.

23       (10) The applicants for arts and cultural grant funds shall be  
24 charged a nonrefundable application fee of \$100.00 or 1% of the grant,  
25 whichever is less. The application fee may be used by the department of  
26 consumer and industry services to recover direct and indirect costs as  
27 appropriated in section 101.

1       Sec. 314. (1) The \$60,000.00 for an additional FTE appropriated in  
2 section 101 for administration in the council for arts and cultural  
3 affairs unit shall not be expended unless the \$100,000.00 for the reloca-  
4 tion of the office of the Michigan council for arts and cultural affairs  
5 is enacted into law for fiscal year 1997-98.

6       (2) The office of the Michigan council for arts and cultural affairs  
7 shall be relocated to Lansing, Michigan by October 31, 1997.

8       Sec. 315. The department of consumer and industry services may  
9 receive and expend contributions from public, private, and federal  
10 sources, except state agencies, for the purpose of acquiring or con-  
11 structing art objects or promoting or preserving the arts in or on state  
12 properties. Expenditures of any funds received shall be consistent with  
13 the purposes of the Faxon-McNamee art in public places act, 1980 PA 105,  
14 MCL 18.71 to 18.81. Any funds received under this section are considered  
15 a work project account and may be carried forward into the succeeding  
16 fiscal year.

17       Sec. 316. The Michigan state housing development authority shall  
18 annually present a report to the regulatory subcommittees of the house  
19 and senate appropriations committees on the status of the authority's  
20 housing production goals under all financing programs established or  
21 administered by the authority. The report shall give special attention  
22 to efforts to raise affordable multifamily housing production goals.

23       Sec. 317. The department of consumer and industry services shall  
24 assess and collect fees in the licensing and regulation of child care  
25 organizations as defined in 1973 PA 116, MCL 722.111 to 722.128, and  
26 adult foster care facilities as defined in the adult foster care facility  
27 licensing act, 1979 PA 218, MCL 400.701 to 400.737. Fees collected by

1 the department shall not exceed the deducts in section 101 and shall be  
2 used exclusively for the purpose of licensing and regulating child care  
3 organizations and adult foster care facilities.

4       Sec. 318. The department of consumer and industry services may uti-  
5 lize revenue in excess of the amount expended in section 101 for the  
6 safety education and training grant program in the immediately succeeding  
7 fiscal year for the purpose of honoring contracts negotiated before  
8 September 15, 1998. The amount of revenue made available from revenue in  
9 excess of the amount expended in section 101 for an individual program  
10 shall not exceed 30% of the appropriated funds. The director of the  
11 department of consumer and industry services shall report the amount and  
12 purpose of any funds made available in the succeeding fiscal year under  
13 this section to the regulatory subcommittees of the house and senate  
14 appropriations committees, the house and senate fiscal agencies and the  
15 department of management and budget on or before November 15, 1998.

16       Sec. 319. The appropriation in section 101 for the department of  
17 consumer and industry services, bureau of safety and regulation, safety  
18 education and training division, includes funding for on-site consulta-  
19 tion and education and training programs. The appropriation in  
20 section 101 anticipates that 90% of the on-site consultation program  
21 costs and 50% of the education and training program costs will be sup-  
22 ported by federal OSHA funds and the remaining 10% and 50% respectively  
23 will be supported by safety education and training funds. If federal  
24 OSHA funding does not become available to cover up to 90% of the program  
25 costs for on-site consultation and 50% for education and training, up to  
26 50% of the program costs for on-site consultation and 90% of the program

1 costs for education and training may be paid from the safety education  
2 and training fund as a match for available federal funds.

3       Sec. 320. The department of consumer and industry services shall  
4 sell copies of labor law books at a price not to exceed the cost of  
5 printing and distribution. The money received from the sale of these  
6 books shall revert to the department. The funds are available for expen-  
7 diture when they are received and may be used only for costs directly  
8 related to the continued updating and distribution of the Michigan labor  
9 law books.

10       Sec. 321. The department of consumer and industry services shall  
11 sell copies of the worker's compensation health care services rules at a  
12 price not to exceed the cost of printing and distribution. The money  
13 received from the sale of the rules shall be credited to the state gen-  
14 eral fund for use by the department. The funds are available for expen-  
15 diture when they are received and may be used only for costs directly  
16 related to the printing and distribution of the workers' compensation  
17 health care services rules.

18       Sec. 322. The funds collected by the department of consumer and  
19 industry services for licenses, permits, and other elevator regulation  
20 fees set forth in R 408.8151 of the Michigan administrative code and as  
21 determined under section 8 of 1976 PA 333, MCL 338.2158, and section 16  
22 of 1967 PA 227, MCL 408.816, that are unexpended at the end of the fiscal  
23 year shall not lapse to the state general fund. The department of con-  
24 sumer and industry services shall submit a report on a quarterly basis to  
25 the regulatory subcommittees of the house and senate appropriations com-  
26 mittees on the amount of funds available under this section.



1       Sec. 323. If the revenue collected by the department for  
2 occupational health, health systems administration, or radiological  
3 health administration and projects from fees and collections exceeds the  
4 amount appropriated in section 101, the revenue may be carried forward  
5 into the subsequent fiscal year. The revenue carried forward under this  
6 section shall be used as the first source of funds in the subsequent  
7 fiscal year.

8       Sec. 324. (1) In addition to the funds appropriated for the depart-  
9 ment of consumer and industry services in section 101, there is appropri-  
10 ated an amount not to exceed \$15,500,000.00 for federal contingency  
11 funds. These funds are not available for expenditure until they have  
12 been transferred to another line item in this act pursuant to section  
13 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

14       (2) In addition to the funds appropriated in section 101, there is  
15 appropriated an amount not to exceed \$10,700,000.00 for state restricted  
16 contingency funds. These funds are not available for expenditure until  
17 they have been transferred to another line item in this act pursuant to  
18 section 393(2) of the management and budget act, 1984 PA 431, MCL  
19 18.1393.

20       (3) In addition to the funds appropriated in section 101, there is  
21 appropriated an amount not to exceed \$180,800.00 for local contingency  
22 funds. These funds are not available for expenditure until they have  
23 been transferred to another line item in this act pursuant to  
24 section 393(2) of the management and budget act, 1984, PA 431, MCL  
25 18.1393.

26       Sec. 325. The amount appropriated in section 101 for early  
27 retirement savings includes \$2,635,800.00 for retirement costs and

1 \$4,483,200.00 of savings from salaries and fringe benefits resulting from  
2 the state's early retirement program. Not later than October 1, 1997,  
3 the department shall request cost/price variance transfers under section  
4 393 of the management and budget act, 1984 PA 431, MCL 18.1393, to apply  
5 the retirement costs and salary and fringe benefit savings to the appro-  
6 priated line items that are affected by the early retirement of state  
7 employees. These transfers shall include changes of funding sources as  
8 appropriate to support anticipated retirement costs and salary and fringe  
9 benefit savings.

10 Sec. 326. (1) The department shall submit to the department of man-  
11 agement and budget periodic reports on the department's efforts to change  
12 the department's computer software and hardware as necessary to perform  
13 properly in the year 2000 and beyond. These reports shall identify  
14 actual progress in comparison to the department's approved work plan for  
15 these efforts.

16 (2) The department may present progress billings to the department  
17 of management and budget for the costs incurred in changing computer  
18 software and hardware as necessary to perform properly in the year 2000  
19 and beyond. At the time progress billings are presented for reimburse-  
20 ment, the department shall identify and forward as appropriate the fund-  
21 ing sources that should support the work performed.

## 22 DEPARTMENT OF MICHIGAN JOBS COMMISSION

23 Sec. 401. Funds returned from JTPA grant recipients to the depart-  
24 ment of Michigan jobs commission may be redirected for expenditure by  
25 other JTPA grant recipients.

1       Sec. 402. (1) The department of Michigan jobs commission shall  
2 develop performance measures and monitoring techniques for each program  
3 and office and all revolving loan funds operated by the department.

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

12       (3) The department of Michigan jobs commission shall report the  
13 results of all market studies, research, and surveys of business, eco-  
14 nomic development, tourism, and promotion issues conducted by the depart-  
15 ment or for the department by other public or private agencies, organiza-  
16 tions, or consulting firms.

17       (4) The department of Michigan jobs commission shall report on its  
18 proposed performance measures, monitoring techniques, research, studies,  
19 and surveys to the regulatory subcommittees of the house and senate  
20 appropriations committees with copies to the house and senate fiscal  
21 agencies not later than December 1, 1997.

22       Sec. 403. The Michigan career and technical institute may receive  
23 equipment and in-kind contributions for the direct support of staff serv-  
24 ices through the Pine Lake fund, the Delton-Kellogg school district or  
25 other local or intermediate school district, or any combination of local  
26 or intermediate school districts in addition to those authorized in  
27 section 101.

1       Sec. 404. The Michigan rehabilitation service shall make every  
2 effort to ensure that all sources of matching funds in this state are  
3 used to obtain federal vocational rehabilitation funds. All sources  
4 include, but are not limited to, privately-raised funds to support public  
5 nonprofit rehabilitation centers as permitted by the rehabilitation act  
6 of 1973, Public Law 93-112, 29 U.S.C. 701 to 717, 720 to 724, 730 to 732,  
7 740 to 741, 750, 752, 760 to 762, 770 to 777b, 777d to 777f, 780, 781 to  
8 785, 790 to 794d, 795 to 795q, and 796 to 796i.

9       Sec. 405. (1) In developing school-to-work programs, the department  
10 shall cooperate with the Michigan department of education in emphasizing  
11 the importance of apprenticeship opportunities for students who may  
12 choose to participate including, but not limited to, low-income students  
13 and students with disabilities.

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

18       (3) As participants in school-to-work apprenticeship programs, stu-  
19 dents will be expected to obtain any of the following:

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

21       (b) Skill certificate.

22       (c) Possible further training, including a registered  
23 apprenticeship.

24       (d) Certificate or associate degree recognizing successful comple-  
25 tion of 1 or 2 years of postsecondary education.

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

1       (4) The department shall submit a report to the regulatory  
2 subcommittees of the senate and house appropriations committees on April  
3 30, 1998 a summary of school-to-work apprenticeship programs supported by  
4 the state of Michigan. This report shall include a list of programs sup-  
5 ported by state or federal funds, or both, a geographic distribution of  
6 grants, the activities supported through each grant, and the expected  
7 outcomes for each grantee.

8       (5) In order for a public school to receive and spend school-to-work  
9 funds, it must receive approval of its implementation plan from its gov-  
10 erning board or its intermediate school board and forward such approval  
11 to its local workforce development board. As used in this subsection,  
12 "public school" and "intermediate school board" mean that term as defined  
13 in the revised school code, 1976 PA 451, MCL 380.1 to 380.1852.

14       Sec. 406. (1) The appropriation in section 101 to the department of  
15 Michigan jobs commission for economic development job training shall be  
16 expended for competitive grants that provide economic development job  
17 training and may include social services/vocational job club training,  
18 job placement, or job retention services.

19       (2) Not more than 2% of the total grant, administration, and operat-  
20 ing funds appropriated in section 101 for the Michigan jobs commission's  
21 economic development job training grants program may be expended for  
22 administrative costs.

23       (3) Training grants provided by the private sector trainers may  
24 reach or exceed 20% of total grants, but not less than 10%.

25       (4) An applicant may be a district, intermediate district, community  
26 college, public or private nonprofit college or university, charter  
27 school, nonprofit organization that provides school-to-work transition

1 programs or that provides employment and training services or vocational  
2 rehabilitation programs or state licensed accredited vocational or tech-  
3 nical education programs, proprietary school licensed by the state board,  
4 local workforce development board, or a consortium consisting of any com-  
5 bination of districts, intermediate districts, community colleges, non-  
6 profit organizations described in this subdivision, licensed proprietary  
7 schools, or public or private nonprofit colleges or universities  
8 described in this subdivision.

9 (5) On or before October 1, 1997, the department of Michigan jobs  
10 commission shall publish proposed application criteria, instructions, and  
11 forms for use by eligible applicants. The department of Michigan jobs  
12 commission shall provide at least a 2-week period for public comment  
13 prior to finalization of the application criteria, instructions, and  
14 forms.

15 (6) Applications for all grants shall be submitted to the department  
16 of Michigan jobs commission and each application shall contain at least  
17 all of the following:

18 (a) The name, address, and total number of employees of each busi-  
19 ness organization whose employees are receiving job training.

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

21 (c) A clear statement of the project's scope of activities, number  
22 of participants to be involved, the number of participants who have been  
23 an employee of the business organization for at least 30 days before the  
24 date of application who are at risk of becoming unemployed unless trained  
25 in the program and the number of participants who are either a new  
26 employee within 30 days of the date of application or who will become a

1 new employee of the business organization as a result of the individual's  
2 participation in the program.

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

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

6 (f) A budget which relates to the proposed activities and various  
7 program components and which demonstrates whether the estimated costs are  
8 reasonable and justified. Costs shall include, but are not limited to,  
9 necessary child care, necessary transportation, job development, the cost  
10 of an annual audit performed by a certified public accountant, and the  
11 cost for any tests required to demonstrate successful completion of a  
12 program. Budgets shall include revenues from all sources of funding,  
13 total costs, and costs per participant.

14 (g) A demonstration of training commitment made by the business  
15 organization on employee training for the 5-year period immediately pre-  
16 ceding application for state grant assistance and evidence that the  
17 training would not occur but for the state assistance.

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

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

23 (j) Evidence of collaboration with appropriate community and busi-  
24 ness organizations.

25 (7) Priority in the department's awarding of grants shall be based  
26 on the following criteria:

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

4 (b) The average state unemployment rate for the 12-month period  
5 immediately preceding application for state grant assistance for the  
6 locality of the business organization.

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

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

12 (e) Availability of appropriate classroom space, materials, and  
13 equipment.

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

15 (g) Strength of commitment to guaranteed job placement upon comple-  
16 tion of training.

17 (h) Collaboration with appropriate community and business  
18 organizations.

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

22 (j) The extent to which the proposals maximize other federal, local,  
23 private, or in-kind financial contributions.

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

26 (l) Other criteria determined by the department of Michigan jobs  
27 commission to be important in achieving the objectives of the program.



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

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

11       (10) Not later than 60 days after the completion of the grant  
12 period, grant recipients shall provide an evaluation report on the educa-  
13 tional and employment outcomes of the participants in the program in a  
14 form and manner prescribed by the department of Michigan jobs  
15 commission.

16       (11) A grant awarded under this section may extend beyond the end of  
17 the fiscal year in which the grant is awarded and the funds awarded for  
18 the grant may be carried over into the next fiscal year for payment in  
19 the next fiscal year. Unexpended and unencumbered amounts remaining in  
20 the fiscal year ending September 30, 1998, from economic development job  
21 training grants awarded prior to September 15, 1997, may be used to award  
22 additional economic development job training grants during the fiscal  
23 year ending September 30, 1998.

24       (12) A recipient of a grant under this section shall not charge  
25 tuition or fees to participants in the program funded by the grant.  
26 However, a nonprofit organization may charge tuition or fees if the  
27 tuition plan or fees are recognized by the state and the nonprofit

1 organization receives additional funding from other governmental or  
2 private funding sources for its programs.

3       (13) If a participant in a program funded under this section is an  
4 employee of a business organization whose employees are receiving job  
5 training under the program and the participant was an employee of that  
6 business organization prior to 30 days before the date of the grant  
7 application, the business organization shall provide at least 25% of the  
8 program's costs, excluding the costs of participants' wages for the time  
9 participants are involved in program training. For purposes of meeting  
10 the 25% match requirement, small business organizations with 250 or fewer  
11 employees worldwide at the time of application may include the costs of  
12 pre-training needs assessments and wages paid to participants while  
13 enrolled in training. This subsection does not apply to an individual  
14 who becomes a new employee of a business organization as a result of the  
15 individual's participation in the program.

16       (14) A grant awarded to an economic development job training grant  
17 recipient that guarantees a predetermined number of specified jobs for  
18 new employees that are directly related to the participant's area of  
19 training or for existing employees shall be paid to the grant recipient  
20 according to the following schedule:

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

23       (b) 40% of the grant amount shall be paid at the completion of the  
24 training period, after the grant recipient submits to the department an  
25 interim report specifying actual costs of the training program and train-  
26 ing outcomes of the students.

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

3 (15) A recipient of a grant under this section shall allow the  
4 department of Michigan jobs commission or the department's designee to  
5 audit all records related to the grant for all entities that receive  
6 money, either directly or indirectly through a contract, from the grant  
7 funds. A grant recipient or contractor shall reimburse the state for all  
8 disallowances found in the audit.

9 (16) The department of Michigan jobs commission shall provide to the  
10 department of management and budget and the house and senate fiscal agen-  
11 cies within 10 days after the end of each quarter of the state fiscal  
12 year a report specifying all of the following:

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

15 (b) The number of participants under each grant or contract and the  
16 number of new hires who are in training under the grant.

17 (c) The names, addresses, and total number of employees of all busi-  
18 ness organizations for whom training is or will be provided.

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

21 Sec. 407. (1) The appropriation in section 101 to the department of  
22 Michigan jobs commission for the work first program shall be expended for  
23 grants which provide employment and training services to public assist-  
24 ance recipients.

25 (2) An applicant may be a district, intermediate district, community  
26 college, public or private nonprofit college or university, nonprofit  
27 organization that provides school-to-work transition programs or that

1 provides employment and training services or vocational rehabilitation  
2 programs or state licensed accredited vocational or technical education  
3 programs, proprietary school licensed by the state board, local workforce  
4 development board, or a consortium consisting of any combination of dis-  
5 tricts, intermediate districts, community colleges, nonprofit organiza-  
6 tions described in this subdivision, licensed proprietary schools, or  
7 public or private nonprofit colleges or universities described in this  
8 subdivision.

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

12       (4) When the work first job search requirements have been completed,  
13 if the participant has not found employment, the work first site shall  
14 provide a written summary to the family independence agency which identi-  
15 fies the barriers which may have prevented the participant from obtaining  
16 employment and the steps taken by the work first site to assist the  
17 client in removing those barriers. The work first site shall also iden-  
18 tify appropriate education and job training programs which would be  
19 available to the participant.

20       (5) The department of Michigan jobs commission shall submit to the  
21 senate and house fiscal agencies and the department of management and  
22 budget by March 15, 1998 a report on the work first program, including  
23 the number of participants served under this section, the number of per-  
24 sons who located employment through work first, the average wage of par-  
25 ticipants who found employment, the number of persons who retained jobs  
26 for 90 days, the number of participants placed in employment training and  
27 education programs, the number of clients referred to work first who

1 failed to report, and the number of participants referred back to the  
2 family independence agency with sanctions recommended by the family inde-  
3 pendence agency.

4 (6) Work first program participants shall be limited to recipients  
5 of the family independence program established under section 57a of the  
6 social welfare act, 1939 PA 280, MCL 400.57a, and such individuals  
7 referred to a job club program by a county family independence agency  
8 board or a county friend of the court as long as the participation in the  
9 job club is part of an application made under this section.

10 (7) Participants in the work first program shall not be enrolled and  
11 counted in membership in a school district or intermediate school  
12 district.

13 (8) A grant awarded under this section may extend beyond the end of  
14 the fiscal year in which the grant is awarded and the funds awarded for  
15 the grant may be available in the subsequent fiscal year for payment in  
16 the next fiscal year.

17 (9) The department of Michigan jobs commission shall provide to the  
18 department of management and budget and the house and senate fiscal agen-  
19 cies within 10 days after the end of each quarter of the state fiscal  
20 year a report specifying both of the following:

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

23 (b) The number of participants in each service delivery area and the  
24 number of clients placed in employment in each service delivery area.

25 (10) The department of Michigan jobs commission will work with the  
26 family independence agency to coordinate support services to work first  
27 participants relating to special/emergency needs.

1       (11) Work first program participants must receive or be provided an  
2 explanation of the program including their benefits and responsibilities  
3 before the job interview phase of the program.

4       Sec. 408. The department of Michigan jobs commission shall continue  
5 to maintain all files, lists, resources, and computer information of the  
6 Michigan child care clearinghouse. All clearinghouse assets shall con-  
7 tinue to be available to all Michigan citizens at a location designated  
8 by the executive branch of government.

9       Sec. 409. The travel administration may establish and collect a fee  
10 to cover the cost of materials and processing of photographic prints,  
11 slides, videotapes, and travel product data base information that are  
12 requested by the media and other segments of the public and private  
13 sectors. The fees collected shall be appropriated for all expenses nec-  
14 essary to purchase and distribute these photographic prints, slides, vid-  
15 eotapes, and travel product data base information. The funds are avail-  
16 able for expenditure when they are received by the department of  
17 treasury.

18       Sec. 410. (1) The department of Michigan jobs commission shall  
19 submit a semiannual status report on the operations of each foreign  
20 office and the office of international and business development to the  
21 regulatory subcommittees of the house and senate appropriations  
22 committees. The report shall include, but not be limited to, brochures  
23 and promotional material, information on the number of successful plant  
24 locations, name of company, original and new locations, type of invest-  
25 ment, type of product, number employed, length of commitment of reloca-  
26 tions, the currency rates at the time the investment is made, and any

1 other information considered necessary for a competent evaluation of the  
2 program.

3 (2) The department of Michigan jobs commission shall inform the mem-  
4 bers of the regulatory subcommittees of the senate and house appropria-  
5 tions committees of any decisions to close any foreign outreach office.  
6 Tax dollars shall not be expended to ship automobiles for use by state  
7 officials.

8 Sec. 411. Funding provided to the development finance agency grant  
9 and loan program established in 1984 PA 236 shall be utilized to estab-  
10 lish a revolving loan fund and shall carry forward until the purposes for  
11 which the sums were appropriated are completed. The department of  
12 Michigan jobs commission may loan, contract, or grant, or any combination  
13 thereof, the funds and earnings of this revolving loan fund for the  
14 express public purpose of helping to promote the formation of minority  
15 owned business development investment companies, with incentives to  
16 encourage the financing of minority owned businesses.

17 Sec. 412. The \$452,900.00 appropriated in section 101 for  
18 precollege programs in engineering and the sciences shall be  
19 provided the form of a grant to the Detroit precollege engineering  
20 programs, incorporated.

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9       Sec. 413. 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 the  
12 citizens of this state as its prime audience.

13       Sec. 414. (1) The appropriation in section 101 to the department of  
14 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 to  
17 the chairpersons of the regulatory subcommittees of the house and senate  
18 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 December 1, 1997 to the regulatory subcommittees of the house  
22 and senate appropriations committees, the fiscal agencies, and the  
23 department of management and budget an annual report for the immediately  
24 preceding fiscal year regarding the university/business research develop-  
25 ment program. The report shall include, but is not limited to, an  
26 accounting of each grant awarded through the program, specifying the



1 grantee and the amount awarded, and a review of the performance and  
2 accomplishments of the program during the review period.

3       Sec. 415. (1) The department of Michigan jobs commission,  
4 K. I. Sawyer base conversion authority, may receive and expend federal,  
5 state restricted, and private revenue funds in accordance with 1993 PA  
6 159, MCL 3.571 to 3.580.

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

10       (a) Expenditures.

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

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

17       K. I. Sawyer base conversion authority..... \$   50.00 per day

18       Sec. 416. (1) In addition to the amount appropriated to the depart-  
19 ment of Michigan jobs commission in section 101, there is appropriated an  
20 amount sufficient to meet state cost sharing requirements for federal  
21 technology reinvestment project grant awards.

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

25       (3) Each grant award recipient shall provide to the department of  
26 Michigan jobs commission verification and documentation that federal

1 funding has been received before the release of required state cost  
2 sharing funds to the grant award recipient.

3       (4) The department of Michigan jobs commission shall notify the  
4 regulatory subcommittees of the house and senate appropriations commit-  
5 tees and the house and senate fiscal agencies of the additional amount  
6 appropriated pursuant to subsection (1). The notification shall include,  
7 but is not limited to, the amount of the federal grant, the required  
8 state match, and the source of revenue for the state match. If the  
9 department of Michigan jobs commission receives no objections within 30  
10 days after submitting notice, the department shall proceed with the terms  
11 of the grant. Funds may be dispersed in less than 30 days if a majority  
12 of members in both subcommittees indicate in writing their approval.

13       Sec. 417. The department of Michigan jobs commission shall submit a  
14 semiannual status report to the regulatory subcommittees of the senate  
15 and house appropriations committees on all activities, grants, and  
16 investment programs financed from the strategic fund. Each report shall  
17 provide a list of individual grants and loans made from the fund.

18       Sec. 418. The department of Michigan jobs commission shall submit a  
19 semiannual report to the regulatory subcommittees of the senate and house  
20 appropriations committees on all activities of the Michigan film office.

21       Sec. 419. The department of Michigan jobs commission may receive  
22 and expend contributions from the Michigan strategic fund to procure or  
23 acquire services, studies, and analyses on behalf of the fund which the  
24 fund determines are necessary to carry out its functions and duties.

25       Sec. 420. Any funds appropriated to the department of Michigan jobs  
26 commission for fiscal year 1997-98 that are committed or encumbered in a  
27 contractual agreement may be available in the subsequent fiscal year

1 until the project specified in the contractual agreement is completed. A  
2 listing of the contractual agreements shall be forwarded to the regula-  
3 tory subcommittees not later than November 30, 1998.

4       Sec. 421. (1) In addition to the funds appropriated for the depart-  
5 ment of Michigan jobs commission in section 101, there is appropriated an  
6 amount not to exceed \$48,000,000.00 for federal contingency funds. These  
7 funds are not available for expenditure until they have been transferred  
8 to another line item in this act pursuant to section 393(2) of the man-  
9 agement and budget act, 1984 PA 431, MCL 18.1393.

10       (2) In addition to the funds appropriated in section 101, there is  
11 appropriated an amount not to exceed \$2,268,000.00 for state restricted  
12 contingency funds. These funds are not available for expenditure until  
13 they have been transferred to another line item in this act pursuant to  
14 section 393(2) of the management and budget act, 1984 PA 431, MCL  
15 18.1393.

16       (3) In addition to the funds appropriated in section 101, there is  
17 appropriated an amount not to exceed \$9,300,000.00 for local contingency  
18 funds. These funds are not available for expenditure until they have  
19 been transferred to another line item in this act pursuant to section  
20 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

21       (4) In addition to the funds appropriated in section 101, there is  
22 appropriated an amount not to exceed \$15,394,000.00 for private contin-  
23 gency funds. These funds are not available for expenditure until they  
24 have been transferred to another line item in this act pursuant to  
25 section 393(2) of the management and budget act, 1984 PA 431, MCL  
26 18.393.

1       Sec. 422. The local match requirements for vocational  
2 rehabilitation facilities establishment grants shall not exceed 21.3%.

3       Sec. 423. As a condition of receiving a state research fund grant,  
4 the recipient shall enter into a royalty agreement with the department of  
5 Michigan jobs commission granting the department repayment of the sum  
6 equal to the grant as adjusted for inflation pursuant to the Detroit con-  
7 sumer price index. Repayment shall occur upon the realization of any  
8 profits on goods and services directly generated by the grant to an  
9 account designated by the department.

10       Sec. 424. Funds earned or authorized by the United States depart-  
11 ment of labor in excess of the gross appropriation in section 101 for the  
12 Michigan employment security agency from the United States department of  
13 labor are appropriated and may be expended for staffing and related  
14 expenses incurred in the operation of its programs. These funds may be  
15 spent after the department of Michigan jobs commission notifies the regu-  
16 latory subcommittees of the house and senate appropriations committees of  
17 the purpose and amount of each grant award.

18       Sec. 425. The Michigan employment security agency shall report  
19 annually to the chairpersons of the regulatory subcommittees of the  
20 senate and house appropriations committees the amount of additional taxes  
21 collected by the special audit and collections program. If additional  
22 tax collections exceed \$2,000,000.00, the Michigan employment security  
23 agency shall use an amount equivalent to 15% of the amount of additional  
24 taxes collected for additional audit and collections staff up to an addi-  
25 tional \$1,000,000.00.

26       Sec. 426. The amount appropriated in section 101 for early  
27 retirement savings includes \$3,705,400.00 for retirement costs and

1 \$6,364,800.00 of savings from salaries and fringe benefits resulting from  
2 the state's early retirement program. Not later than October 1, 1997,  
3 the department shall request cost/price variance transfers under section  
4 393 of the management and budget act, 1984 PA 431, MCL 18.1393, to apply  
5 the retirement costs and salary and fringe benefit savings to the appro-  
6 priated line items that are affected by the early retirement of state  
7 employees. These transfers shall include changes of funding sources as  
8 appropriate to support anticipated retirement costs and salary and fringe  
9 benefit savings.

10       Sec. 427. (1) The department shall submit to the department of  
11 management and budget periodic reports on the department's efforts to  
12 change the department's computer software and hardware as necessary to  
13 perform properly in the year 2000 and beyond. These reports shall iden-  
14 tify actual progress in comparison to the department's approved work plan  
15 for these efforts.

16       (2) The department may present progress billings to the department  
17 of management and budget for the costs incurred in changing computer  
18 software and hardware as necessary to perform properly in the year 2000  
19 and beyond. At the time progress billings are presented for reimburse-  
20 ment, the department shall identify and forward as appropriate the fund-  
21 ing sources that should support the work performed.

22       Sec. 428. The Michigan community service commission shall make  
23 every effort to distribute the volunteer investment grants in a manner to  
24 achieve an equitable geographic distribution. The department of Michigan  
25 jobs commission shall report to the regulatory subcommittees of the  
26 senate and house appropriations committee by September 30, 1998, on the  
27 distribution of these grants.

1       Sec. 429. The department of Michigan jobs commission shall submit  
2 to the chairpersons of the regulatory subcommittees of the house and  
3 senate appropriations committees by December 31, 1997 a report on the  
4 feasibility of contracting out services to support the Michigan welcome  
5 centers.

Sec. 430. Of the funds appropriated in section 101 for economic development job training grants, the department shall not use these funds to finance the startup or in any way subsidize any private distributor of liquor products in Michigan.

Sec. 431. The money appropriated in section 101 to the department of Michigan jobs commission for the council on career preparation standards shall not be spent unless the council includes at least 1 member who is a licensed practicing professional counselor.