

SENATE BILL NO. 913

EXECUTIVE BUDGET BILL

February 24, 1998, Introduced by Senators STEIL, GOUGEON, GEAKE
and MC MANUS and referred to the Committee on Appropriations.

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, 1999; 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
3 ending September 30, 1999, from the following funds:

4 TOTAL REGULATORY

5 APPROPRIATIONS SUMMARY:

6 Full-time equated unclassified positions . . . 73.5

1	Full-time equated classified positions . . .	5,470.4	
2	GROSS APPROPRIATION		\$ 1,035,674,500
3	Interdepartmental grant revenues:		
4	Total interdepartmental grants and		
5	intradepartmental transfers		9,800,900
6	ADJUSTED GROSS APPROPRIATION		\$ 1,025,873,600
7	Federal revenues:		
8	Total federal revenues		634,421,100
9	Special revenue funds:		
10	Total local revenues		10,867,900
11	Total private revenues		3,922,700
12	Total other state restricted revenues		191,140,400
13	State general fund/general purpose		\$ 185,521,500
14	DEPARTMENT OF CONSUMER AND INDUSTRY SERVICES		
15	APPROPRIATIONS SUMMARY:		
16	Full-time equated unclassified positions. . .	64.5	
17	Full-time equated classified positions . . .	4,112.4	
18	GROSS APPROPRIATION		\$ 466,162,500
19	Interdepartmental grant revenues:		
20	Total interdepartmental grants and		
21	intradepartmental transfers		4,675,300
22	ADJUSTED GROSS APPROPRIATION		\$ 461,487,200
23	Federal revenues:		
24	Total federal revenues		197,833,500
25	Special revenue funds:		
26	Total local revenues		0
27	Total private revenues		920,700
28	Total other state restricted revenues		186,231,300
29	State general fund/general purpose		\$ 76,501,700
30	EXECUTIVE DIRECTION		
31	Full-time equated unclassified positions . . .	64.5	
32	Full-time equated classified positions	73.0	
33	Unclassified salaries		\$ 4,875,000
34	Executive director programs--43.0 FTE positions .		4,523,200
35	Policy development--9.0 FTE positions		1,309,600
36	Utility consumer representation		800,000

1	Regulatory efficiency improvements/backlog	
2	reduction initiative	750,000
3	MES board of review program--21.0 FTE positions	<u>1,480,000</u>
4	GROSS APPROPRIATION	\$ 13,737,800
5	Appropriated from:	
6	Federal revenues:	
7	DOL-ETA, unemployment insurance	1,965,200
8	DOL, multiple grants for safety and health	142,900
9	Special revenue funds:	
10	Private-college work-study	25,000
11	Motor carrier fees	19,300
12	Public utility assessments	455,500
13	Corporation and securities fees	82,600
14	Bank fees	151,000
15	Consumer finance fees	30,500
16	Health professions regulatory fund	2,065,600
17	Credit union fees	67,300
18	Insurance regulatory fees	246,900
19	Liquor purchase revolving fund	958,900
20	Michigan state housing development authority	
21	fees and charges	225,900
22	Manufactured housing commission fees	25,700
23	Utility consumer representation fund	800,000
24	Licensing and regulation fees	920,000
25	Construction code fund	445,700
26	Elevator fees	59,900
27	Safety education and training fund	142,400
28	Worker's compensation administrative revolving fund	20,200
29	Boiler fees	51,400
30	Fees and collections	61,200
31	Second injury fund	24,300
32	Self-insurers security fund	6,400
33	Silicosis and dust disease fund	9,400
34	Other state restricted revenue	21,800
35	State general fund/general purpose	\$ 4,712,800
36	COUNCIL FOR ARTS AND CULTURAL AFFAIRS	

1	Full-time equated classified positions	9.0	
2	Administration--9.0 FTE positions		\$ 829,100
3	Arts and cultural grants		<u>21,548,700</u>
4	GROSS APPROPRIATION		\$ 22,377,800
5	Appropriated from:		
6	Federal revenues:		
7	NFAH-NEA, promotion of the arts, state and regional		
8	programs		700,000
9	State general fund/general purpose		\$ 21,677,800
10	FIRE SAFETY		
11	Full-time equated classified positions	50.0	
12	Office of fire safety--50.0 FTE positions		\$ <u>3,840,400</u>
13	GROSS APPROPRIATION		\$ 3,840,400
14	Appropriated from:		
15	Interdepartmental grant revenues:		
16	IDG-department of community health, inspection		
17	contract		106,000
18	Federal revenues:		
19	Federal funds		1,100,600
20	Special revenue funds:		
21	Fire alarm regulation fees		159,500
22	Fire service fees		1,330,800
23	State general fund/general purpose		\$ 1,143,500
24	MANAGEMENT SERVICES		
25	Full-time equated classified positions	173.0	
26	Administrative services--70.0 FTE positions		\$ 4,760,600
27	Technology support--103.0 FTE positions		12,205,700
28	Insurance automation		750,000
29	Health services information systems		750,000
30	Rent		5,363,000
31	Building occupancy charges - property development		
32	services		4,581,700
33	Workers' compensation		1,018,600
34	Special project advances		<u>740,000</u>
35	GROSS APPROPRIATION		\$ 30,169,600
36	Appropriated from:		

1	Interdepartmental grant revenues:	
2	IDT, insurance bureau	509,300
3	Federal revenues:	
4	Federal funds	813,900
5	HHS, federal funds	157,100
6	DOL, multiple grants for safety and health	636,800
7	DOL-ETA, unemployment insurance	251,600
8	Special revenue funds:	
9	Private-college work-study	25,100
10	Private-special project advances	740,000
11	Motor carrier fees	195,200
12	Public utility assessments	2,541,500
13	Corporation and securities fees	1,698,000
14	Manufactured housing commission fees	82,000
15	Liquor purchase revolving fund	5,772,500
16	Michigan state housing development authority	
17	fees and charges	994,700
18	Credit union fees	220,200
19	Bank fees	326,300
20	Consumer finance fees	124,000
21	Insurance regulatory fees	1,617,400
22	Health professions regulatory fund.	3,523,200
23	Licensing and regulation fees	1,776,200
24	Fees and collections	174,500
25	Boiler fee revenue	149,100
26	Construction code fund	1,007,200
27	Elevator fees	250,500
28	Safety education and training fund	296,400
29	Second injury fund	43,100
30	Self insurers' security fund	11,400
31	Other state restricted revenue	50,400
32	Silicosis and dust disease fund	16,600
33	Worker's compensation administrative revolving fund	936,100
34	State general fund/general purpose \$	5,229,300
35	FINANCIAL SERVICES AND CORPORATIONS	
36	Full-time equated classified positions	385.0

1	Manufactured housing commission, per diem \$50.00 . . . \$	7,800
2	Manufactured housing and land resources program--16.0	
3	FTE positions	1,553,200
4	Corporate services--64.0 FTE positions	4,910,500
5	Investment oversight--31.0 FTE positions	2,524,000
6	Local manufactured housing communities inspections	250,000
7	Property development group--13.0 FTE positions . .	1,347,300
8	Remonumentation grants	4,500,000
9	Financial institutions administration--18.0 FTE	
10	positions	1,243,000
11	Bank regulation--50.0 FTE positions	5,012,700
12	Credit union regulation--41.0 FTE positions . . .	3,313,000
13	Financial institution consumer protection--19.0 FTE	
14	positions	1,663,500
15	Financial institution research and consumer	
16	services--5.0 FTE positions	358,800
17	Federal regulatory projects	50,600
18	Insurance bureau administration--22.0 FTE positions	2,104,200
19	Insurance financial standards--49.0 FTE positions	7,571,100
20	Insurance licensing and enforcement--30.0 FTE	
21	positions	2,447,000
22	Market standards and consumer services--27.0 FTE	
23	positions	<u>2,412,400</u>
24	GROSS APPROPRIATION \$	41,269,100
25	Appropriated from:	
26	Federal revenues:	
27	Federal regulatory project revenues	50,600
28	Special revenue funds:	
29	Private-college work-study	10,100
30	Private-travel funds	5,900
31	Corporation and securities fees	5,142,200
32	Manufactured housing commission fees	1,911,500
33	Land sales fees	50,600
34	Limited liability partnership revenue	10,000
35	Certification and copying fees	2,127,500
36	Property development fees	225,200

1	Remonumentation fees		5,064,500
2	Bank fees		5,805,500
3	Consumer finance fees		1,905,500
4	Credit union fees		3,880,100
5	Insurance licensing and regulation fees		3,015,500
6	Insurance regulatory fees		10,839,000
7	Insurance continuing education fees		532,400
8	Multiple employer welfare arrangement		131,900
9	State general fund/general purpose	\$	561,100
10	PUBLIC SERVICE COMMISSION		
11	Full-time equated classified positions	161.0	
12	Administration, planning and regulation--161.0 FTE		
13	positions		\$ <u>18,277,200</u>
14	GROSS APPROPRIATION		\$ 18,277,200
15	Appropriated from:		
16	Interdepartmental grant revenues:		
17	IDG-department of environmental quality		200,000
18	Federal revenues:		
19	DOE-OEERE, multiple grants		2,477,900
20	DOT-RSPA, gas pipeline safety		208,200
21	Special revenue funds:		
22	Private-Great Lakes governors council		46,000
23	Motor carrier fees		1,730,900
24	Public utility assessments		13,614,200
25	State general fund/general purpose		\$ 0
26	LIQUOR CONTROL COMMISSION		
27	Full-time equated classified positions	183.0	
28	Management support services--43.0 FTE positions		\$ 2,840,300
29	Liquor licensing and enforcement--140.0		
30	FTE positions		9,956,700
31	Liquor law enforcement grants		6,000,000
32	Grant to department of agriculture for wine industry		
33	council		<u>424,100</u>
34	GROSS APPROPRIATION		\$ 19,221,100
35	Appropriated from:		
36	Special revenue funds:		

1	Liquor license revenue		10,609,800
2	Non-retail liquor license revenue		424,100
3	Liquor purchase revolving fund		8,187,200
4	State general fund/general purpose	\$	0
5	MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY		
6	Full-time equated classified positions	234.0	
7	Payments on behalf of tenants	\$	66,000,000
8	Housing and rental assistance program--229.0 FTE		
9	positions		20,436,200
10	Automatic data processing--5.0 FTE positions		773,700
11	Homeless program		<u>5,290,800</u>
12	GROSS APPROPRIATION	\$	92,500,700
13	Appropriated from:		
14	Federal revenues:		
15	HUD, lower income housing assistance program		78,790,200
16	Special revenue funds:		
17	Michigan state housing development authority		
18	fees and charges		13,710,500
19	State general fund/general purpose	\$	0
20	TAX TRIBUNAL		
21	Full-time equated classified positions	14.0	
22	Operations--14.0 FTE positions	\$	<u>1,526,400</u>
23	GROSS APPROPRIATION	\$	1,526,400
24	Appropriated from:		
25	Special revenue funds:		
26	Tax tribunal fees		586,300
27	State general fund/general purpose	\$	940,100
28	GRANTS		
29	Fire protection grants	\$	<u>6,375,000</u>
30	GROSS APPROPRIATION	\$	6,375,000
31	Appropriated from:		
32	Special revenue funds:		
33	Liquor purchase revolving fund		6,375,000
34	State general fund/general purpose	\$	0
35	HEALTH REGULATORY SYSTEMS		
36	Full-time equated classified positions	336.0	

1	Health systems administration--195.0 FTE positions	\$	15,908,800
2	Emergency medical services program state staff--		
3	10.0 FTE positions		1,060,700
4	Health facilities management information system .		568,400
5	Radiological health administration and projects--		
6	24.0 FTE positions		1,813,300
7	Substance abuse program administration--4.0 FTE		
8	positions		374,900
9	Emergency medical services grants and contracts .		962,100
10	Health services--103.0 FTE positions		<u>11,367,200</u>
11	GROSS APPROPRIATION	\$	32,055,400
12	Appropriated from:		
13	Federal revenues:		
14	Federal funds		11,275,300
15	Special revenue funds:		
16	Private-local northeast regional dentistry board		
17	review		18,100
18	Private-college work-study		25,500
19	Controlled substance license fees		1,271,900
20	Health professions regulatory fund		9,603,900
21	Nurse professional fund		450,000
22	Fees and collections		2,339,100
23	Other state restricted revenue		1,239,100
24	State general fund/general purpose	\$	5,832,500
25	REGULATORY SERVICES		
26	Full-time equated classified positions	264.0	
27	AFC, children's welfare and day care licensure--264.0		
28	FTE positions	\$	<u>19,455,700</u>
29	GROSS APPROPRIATION	\$	19,455,700
30	Appropriated from:		
31	Federal revenues:		
32	HHS, federal funds		1,764,100
33	Special revenue funds:		
34	Licensing fees		443,000
35	State general fund/general purpose	\$	17,248,600
36	OCCUPATIONAL REGULATION		

1	Full-time equated classified positions	235.0	
2	Commissions and boards		\$ 41,900
3	Code enforcement--99.0 FTE positions		7,144,400
4	Code enforcement flexibility		610,800
5	Boiler inspection program--18.0 FTE positions		1,393,000
6	Elevator inspection program--23.0 FTE positions		1,674,100
7	Commercial services--95.0 FTE positions		<u>7,731,900</u>
8	GROSS APPROPRIATION		\$ 18,596,100
9	Appropriated from:		
10	Special revenue funds:		
11	Private-college work-study		25,000
12	Real estate education fund		351,800
13	Real estate appraiser continuing education fund		45,000
14	Licensing and regulation fees		5,569,100
15	Homeowner construction lien recovery fund		1,528,900
16	Health professions regulatory fund		212,100
17	Construction code fund		7,565,500
18	Boiler fee revenue		1,526,500
19	Elevator fees		1,772,200
20	State general fund/general purpose		\$ 0
21	EMPLOYMENT RELATIONS		
22	Full-time equated classified positions	28.0	
23	Fact finding and arbitration		\$ 169,300
24	Employment and labor relations--28.0 FTE positions		<u>2,686,700</u>
25	GROSS APPROPRIATION		\$ 2,856,000
26	Appropriated from:		
27	Special revenue funds:		
28	Publication revenue		25,000
29	State general fund/general purpose		\$ 2,831,000
30	SAFETY AND REGULATION		
31	Full-time equated classified positions	271.0	
32	Commissions and boards		\$ 27,700
33	Employment standards enforcement--38.0 FTE		
34	positions		2,287,000
35	Subgrantees		1,026,900
36	Occupational safety and health--233.0 FTE positions		<u>20,291,500</u>

1	GROSS APPROPRIATION	\$	23,633,100
2	Appropriated from:		
3	Federal revenues:		
4	DOL, multiple grants for safety and health		11,804,600
5	Special revenue funds:		
6	Safety education and training fund		4,755,600
7	Fees and collections		671,300
8	State general fund/general purpose	\$	6,401,600
9	WORKER'S DISABILITY COMPENSATION		
10	Full-time equated classified positions	172.4	
11	Administration--119.0 FTE positions	\$	7,727,300
12	Board of magistrates administration--8.0 FTE		
13	positions		1,665,600
14	Appellate commission administration--11.4 FTE		
15	positions		768,500
16	Supplemental benefit fund		1,700,000
17	Insurance funds administration--34.0 FTE positions		10,061,600
18	Automatic data processing		506,000
19	Grant to the Michigan jobs commission, hire the		
20	handicapped program		<u>50,000</u>
21	GROSS APPROPRIATION	\$	22,479,000
22	Appropriated from:		
23	Special revenue funds:		
24	Worker's compensation administration revolving fund		1,938,000
25	Second injury fund		6,404,900
26	Self insurers' security fund		1,706,600
27	Silicosis and dust disease fund		2,506,100
28	State general fund/general purpose	\$	9,923,400
29	MICHIGAN UNEMPLOYMENT AGENCY		
30	Full-time equated classified positions	1,524.0	
31	Worker's compensation	\$	453,700
32	Rent		4,232,000
33	Building occupancy charges-property development		
34	service		1,656,300
35	Unemployment program--1,441.7 FTE positions		84,594,800
36	Advocacy assistance program--4.0 FTE positions		1,500,000

1	Special audit and collections program--43.0 FTE	
2	positions	2,016,500
3	Special fraud control program--18.0 FTE positions	1,217,300
4	Training program for agency staff--2.1 FTE	
5	positions	1,038,500
6	Fraud control and investigations program--15.2 FTE	
7	positions	<u>1,083,000</u>
8	GROSS APPROPRIATION	\$ 97,792,100
9	Appropriated from:	
10	Interdepartmental grant revenues:	
11	IDG-family independence agency	3,860,000
12	Federal revenues:	
13	DOL-ETA, unemployment insurance	85,194,500
14	DOL-ETA	500,000
15	Special revenue funds:	
16	Contingent fund, penalty and interest account	8,237,600
17	State general fund/general purpose	\$ 0
18	DEPARTMENT OF MICHIGAN JOBS COMMISSION	
19	APPROPRIATIONS SUMMARY:	
20	Full-time equated unclassified positions	9.0
21	Full-time equated classified positions	1,358.0
22	GROSS APPROPRIATION	\$ 569,512,000
23	Interdepartmental grant revenues:	
24	Total interdepartmental grants and intradepartmental	
25	transfers	5,125,600
26	ADJUSTED GROSS APPROPRIATION	\$ 564,386,400
27	Federal revenues:	
28	Total federal revenues	436,587,600
29	Special revenue funds:	
30	Total local revenues	10,867,900
31	Total private revenues	3,002,000
32	Total other state restricted revenues	4,909,100
33	State general fund/general purpose	\$ 109,019,800
34	DEPARTMENTAL ADMINISTRATION	
35	Full-time equated unclassified positions	9.0
36	Full-time equated classified positions	16.0

1	Unclassified salaries	\$	692,400
2	Executive direction--16.0 FTE positions		<u>1,180,700</u>
3	GROSS APPROPRIATION	\$	1,873,100
4	Appropriated from:		
5	Interdepartmental grant revenues:		
6	IDG-MDEQ, air quality fees		58,000
7	State general fund/general purpose	\$	1,815,100
8	DEPARTMENT OPERATIONS		
9	Full-time equated classified positions	80.0	
10	Administrative services--80.0 FTE positions	\$	5,401,100
11	Rent		1,649,300
12	Building occupancy charges - property development		
13	services		562,600
14	Workers' compensation		259,900
15	Special project advances		<u>700,000</u>
16	GROSS APPROPRIATION	\$	8,572,900
17	Appropriated from:		
18	Federal revenues:		
19	DOL-ETA, multiple grants		417,700
20	DED, cooperative demonstration, school-to-work		150,500
21	DED-OSERS, multiple grants		1,281,100
22	HHS, temporary assistance for needy families		253,000
23	Special revenue funds:		
24	Private-special project advances		700,000
25	State general fund/general purpose	\$	5,770,600
26	ECONOMIC RETENTION AND EXPANSION		
27	Full-time equated classified positions	229.0	
28	International and national business development		
29	--30.0 FTE positions	\$	4,174,800
30	Travel administration/commission--27.0 FTE		
31	positions		3,641,300
32	Welcome centers--51.0 FTE positions		3,978,600
33	Michigan promotion program		9,792,500
34	Job creation services--121.0 FTE positions		<u>14,024,600</u>
35	GROSS APPROPRIATION	\$	35,611,800
36	Appropriated from:		

1	Interdepartmental grant revenues:		
2	IDG-MDEQ, air quality fees		42,000
3	IDG-MDOT		3,978,600
4	Federal revenues:		
5	DOL-NOICC		166,800
6	HUD-CPD, community development block grant		1,868,000
7	Special revenue funds:		
8	Private-Michigan certified development		
9	corporation fees		151,200
10	Industry support fees		50,000
11	State general fund/general purpose	\$	29,355,200
12	WORKFORCE DEVELOPMENT		
13	Full-time equated classified positions	686.0	
14	Employment training services--591.0 FTE positions		\$ 61,647,600
15	Michigan career and technical institute		
16	--95.0 FTE positions		<u>9,792,500</u>
17	GROSS APPROPRIATION	\$	71,440,100
18	Appropriated from:		
19	Interdepartmental grant revenues:		
20	IDG-MDOC		31,400
21	Federal revenues:		
22	DED, cooperative demonstration, school-to-work . .		1,202,400
23	DED-OPSE, multiple grants		999,500
24	DED-OSERS, multiple grants		39,977,300
25	DOL-ETA, multiple grants		6,988,100
26	HHS-SSA, supplemental security income		4,061,700
27	CNS		505,000
28	HHS, temporary assistance for needy families . . .		2,245,700
29	DAG, employment and training		248,700
30	Special revenue funds:		
31	Local-vocational rehabilitation match		3,152,200
32	Private-gifts, bequests, and donations		1,350,800
33	Rehabilitation services fees		1,884,800
34	Risk management internal service fund		99,700
35	Second injury fund		50,000
36	Student fees		44,700

1	Training material fees	249,600
2	State general fund/general purpose	\$ 8,348,500
3	DEPARTMENT GRANTS	
4	Job training programs subgrantees	\$ 119,426,200
5	Michigan community service commission subgrantees	5,900,000
6	Displaced homemakers	470,000
7	Supported employment grants	1,308,600
8	Technology assistance grants	1,026,600
9	Vocational rehabilitation client	
10	services/facilities	50,164,000
11	Vocational rehabilitation independent living . . .	1,077,700
12	Personal assistance services	300,000
13	School-to-work subgrantees	10,680,900
14	Trade academy grants	344,700
15	Economic development job training grants	31,007,300
16	Welfare to work programs	135,220,300
17	CDBG pass-through	45,000,000
18	Pre-college program in engineering and the sciences	<u>452,900</u>
19	GROSS APPROPRIATION	\$ 402,379,200
20	Appropriated from:	
21	Interdepartmental grant revenues:	
22	IDG-MDOC	1,015,600
23	Federal revenues:	
24	DED, cooperative demonstration, school-to-work . .	10,680,900
25	DED-OSERS, multiple grants	40,488,500
26	DOL-ETA, multiple grants	137,810,600
27	HHS, temporary assistance for needy families . . .	79,233,700
28	HHS-SSA, supplemental security income	2,362,500
29	HUD-CPD, community development block grant	45,000,000
30	CNS	4,500,000
31	DAG, employment and training	8,041,300
32	Special revenue funds:	
33	Local-vocational rehabilitation match	6,437,400
34	Local-vocational rehabilitation facilities match . .	1,278,300
35	Private-gifts, bequests, and donations	800,000
36	Contingent fund, penalty and interest account . .	1,000,000

1	State general fund/general purpose	\$	63,730,400
2	EMPLOYMENT SERVICE AGENCY		
3	Full-time equated classified positions	347.0	
4	Workers' compensation	\$	92,900
5	Rent		418,000
6	Building occupancy		184,000
7	Employment service--291.0 FTE positions		44,945,000
8	Labor market information--56.0 FTE positions		<u>3,995,000</u>
9	GROSS APPROPRIATION	\$	49,634,900
10	Appropriated from:		
11	Interdepartmental grant revenues:		
12	Federal revenues:		
13	DOL-ETA, employment service		26,603,900
14	DOL-ETA, bureau of labor statistics		2,394,600
15	DOL-ETA		1,593,600
16	DOL-ETA, veteran's employment and training		
17	administration		6,311,900
18	DOL-ETA, miscellaneous funds		11,200,600
19	Special revenue funds:		
20	Contingent fund, penalty and interest account		1,530,300
21	State general fund/general purpose	\$	0
22	GENERAL SECTIONS		
23	Sec. 201. (1) Pursuant to section 30 of article IX of the state		
24	constitution of 1963, total state spending from state sources for fiscal		
25	year 1998-99 is estimated at \$376,661,900.00 in this bill and state		
26	spending from state sources paid to local units of government for fiscal		
27	year 1998-99 is estimated at \$93,026,300.00. The itemized statement		
28	below identifies appropriations from which spending to units of local		
29	government will occur:		
30	DEPARTMENT OF CONSUMER AND INDUSTRY SERVICES		
31	Arts and cultural grants	\$	20,848,700
32	Fire protection grants		6,375,000
33	Liquor law enforcement	\$	6,000,000
34	Local manufactured housing inspections	\$	<u>250,000</u>
35	Total consumer and industry services	\$	33,473,700
36	DEPARTMENT OF MICHIGAN JOBS COMMISSION		

1	Economic development job training grants	31,007,300
2	Welfare to work programs	\$ <u>28,545,300</u>
3	Total Michigan jobs commission	\$ 59,552,600

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

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

- 10 (a) "AFC" means adult foster care.
- 11 (b) "CDBG" means community development block grant.
- 12 (c) "CNS" means the corporation for national service.
- 13 (d) "DAG" means the United States department of agriculture.
- 14 (e) "DED" means the United States department of education.
- 15 (f) "DED-OPSE" means the DED office of postsecondary education.
- 16 (g) "DED-OSERS" means the DED office of special education
17 rehabilitative services.
- 18 (h) "DOE" means the United States department of energy.
- 19 (i) "DOE-OEERE" means the DOE office of energy efficiency and
20 renewable energy.
- 21 (j) "DOL" means the United States department of labor.
- 22 (k) "DOL-NOICC" means the DOL national occupational information
23 coordinating committee.
- 24 (l) "DOL-OSHA" means the DOL occupational safety and health
25 administration.
- 26 (m) "DOT" means the United States department of transportation.
- 27 (n) "DOT-RSPA" means the DOT research and special programs
28 administration.
- 29 (o) "FTE" means full-time equated position.
- 30 (p) "HHS" means the United States department of health and human
31 services.
- 32 (q) "HHS-SSA" means the HHS social security administration.
- 33 (r) "HUD" means the United States department of housing and urban
34 development.
- 35 (s) "HUD-CPD" means the HUD community planning and development.
- 36 (t) "IDG" means interdepartmental grant.

1 (u) "IDT" means intradepartmental transfer.

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

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

5 (x) "MDOC" means the Michigan department of corrections.

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

7 (z) "NFAH" means the national foundation on the arts and the
8 humanities.

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

10 Sec. 203. The expenditures and funding sources authorized under
11 this bill are subject to the management and budget act, 1984 PA 431, MCL
12 18.1101 to 18.1594.

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

18 Sec. 205. (1) Beginning October 1, 1998, there is a hiring freeze
19 imposed on the state classified civil service. State departments and
20 agencies are prohibited from hiring any new full-time state classified
21 civil service employees or prohibited from filling any vacant state
22 classified civil service positions. This hiring freeze does not apply
23 to internal transfers of classified employees from 1 position to another
24 within a department or to positions that are 80% or more federal or
25 restricted funds.

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

33 **DEPARTMENT OF CONSUMER AND INDUSTRY SERVICES**

34 Sec. 301. The funds collected by the department of consumer and
35 industry services, corporation and securities division, for furnishing
36 copies of documents, reports, and papers required or permitted by law

1 pursuant to section 1060(5) of the business corporation act, 1972 PA
2 284, MCL 450.2060, shall revert to the corporation and securities
3 division. Collected funds shall be submitted to the department of
4 treasury and shall be used only for operation and other costs relating
5 to providing information, including copies of documents, pertaining to
6 corporations and trademarks.

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

14 (2) The liquor control commission shall sell copies of the Michigan
15 liquor control act, 1933 (Ex Sess) PA 8, MCL 436.1 to 436.58, with
16 amendments at a price not to exceed the cost of distribution. The money
17 received from the sale of the Michigan liquor control act with
18 amendments shall revert to the liquor control commission. The funds are
19 available for expenditure when they are credited and may be used only
20 for costs directly related to the continued updating and distribution of
21 the Michigan liquor control act.

22 Sec. 303. The appropriation in section 101 for grants to cities
23 includes \$6,375,000.00 from the liquor purchase revolving fund which
24 shall be appropriated to cities, villages, and townships with state-
25 owned facilities for fire services, instead of taxes, in accordance with
26 1977 PA 289, MCL 141.951 to 141.956.

27 Sec. 304. Funds received from federal agencies for reimbursement of
28 examination and supervision services provided by the financial
29 institutions bureau for banks, credit unions, and savings and loan
30 associations shall revert to the financial institutions bureau.
31 Reimbursed funds shall be submitted to the department of treasury and
32 shall be used only for costs relating to examination and supervision of
33 state chartered financial institutions.

34 Sec. 305. The corporation and securities bureau shall sell copies
35 of the manufactured housing commission act, 1987 PA 96, MCL 125.2301 to
36 125.2349; the business corporation act, 1972 PA 284, MCL 450.1101 to

1 450.2098; the nonprofit corporation act, 1982 PA 162, MCL 450.2101 to
2 450.3192; and the uniform securities act, 1964 PA 265, MCL 451.501 to
3 451.818, at a price not to exceed the cost of printing. Money received
4 from the sale of these manuals shall revert to the department of
5 consumer and industry services. The funds are available for expenditure
6 when they are received by the department of treasury and may only be
7 used for costs directly related to the continued updating and
8 distribution of the acts pursuant to this section.

9 Sec. 306. The funds collected by the financial institutions bureau
10 in connection with a conservatorship pursuant to section 32 of the
11 mortgage brokers, lenders, and servicers licensing act, 1987 PA 173, MCL
12 445.1682, shall be appropriated for all expenses necessary to provide
13 for the required services. Funds are available for expenditure when
14 they are received by the department of treasury and shall not lapse to
15 the general fund at the end of the fiscal year.

16 Sec. 307. 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
22 the end of the fiscal year.

23 Sec. 308. The department of consumer and industry services may make
24 available to interested entities otherwise unavailable customized
25 listings of nonconfidential information in its possession, such as names
26 and addresses of licensees, and charge for this information as follows:
27 base fee for 1 to 1,000 records at the cost to the department; 1,001 to
28 10,000 records at 2.5 cents per record; and 10,001 or more records at .5
29 cents per record. The revenue received from this service may be used to
30 offset expenses of programs as appropriated in section 101. The balance
31 of this revenue collected and unexpended at the end of the fiscal year
32 shall revert to the general fund or the appropriate restricted revenue
33 account or fund.

34 Sec. 309. The appropriation in section 101 may be used for per diem
35 payments to the members of commissions or boards for a full day of
36 committee work at which a quorum is present or for performing official

1 business as authorized by each respective commission or board. The per
 2 diem payments shall be at a rate as follows:

3	(a) Michigan board of chiropractic medicine	\$50.00 per day
4	(b) Michigan board of dentistry	\$50.00 per day
5	(c) Michigan board of medicine	\$50.00 per day
6	(d) Board of nursing	\$50.00 per day
7	(e) Michigan board of optometry	\$50.00 per day
8	(f) Michigan board of osteopathic medicine	
9	& surgery	\$50.00 per day
10	(g) Michigan board of pharmacy	\$50.00 per day
11	(h) Michigan board of podiatric medicine	
12	& surgery	\$50.00 per day
13	(i) Michigan board of psychology	\$50.00 per day
14	(j) Michigan board of physical therapy	\$50.00 per day
15	(k) Physicians' assistants task force	\$50.00 per day
16	(l) Michigan board of veterinary medicine	\$50.00 per day
17	(m) Michigan board of occupational therapists	\$50.00 per day
18	(n) Michigan board of professional counselors	\$50.00 per day
19	(o) Health occupations council	\$50.00 per day
20	(p) Board of accountancy	\$50.00 per day
21	(q) Board of architects	\$50.00 per day
22	(r) Athletic board of control	\$50.00 per day
23	(s) Board of barber examiners	\$50.00 per day
24	(t) Residential builders' and maintenance and	
25	alteration contractor's board	\$50.00 per day
26	(u) Carnival-amusement safety board	\$50.00 per day
27	(v) Collection practices board	\$50.00 per day
28	(w) Board of cosmetology	\$50.00 per day
29	(x) Employment agency board	\$50.00 per day
30	(y) Board of professional engineers	\$50.00 per day
31	(z) Board of land surveyors	\$50.00 per day
32	(aa) Board of landscape architects	\$50.00 per day
33	(bb) Board of marriage counselors	\$50.00 per day
34	(cc) Board of examiners in mortuary science	\$50.00 per day
35	(dd) Nursing home administrators' board	\$50.00 per day
36	(ee) Board of real estate brokers and	

1	salespersons	\$50.00 per day
2	(ff) Ski area safety board	\$50.00 per day
3	(gg) Board of examiners of social workers	\$50.00 per day
4	(hh) Commission on professional and	
5	occupational licensure	\$50.00 per day
6	(ii) Board of real estate appraisers	\$50.00 per day
7	(jj) Utility consumer participation board	\$100.00 per day
8	(kk) Construction code commission	\$50.00 per day
9	(ll) Plumbing board	\$50.00 per day
10	(mm) Electrical board	\$50.00 per day
11	(nn) Barrier free design board	\$50.00 per day
12	(oo) Mechanical board	\$50.00 per day
13	(pp) Boiler board	\$50.00 per day
14	(qq) Elevator board	\$50.00 per day
15	(rr) General industry safety standards commission	\$50.00 per day
16	(ss) General industry safety standards advisory	
17	committees	\$50.00 per day
18	(tt) Construction safety standards commission	\$50.00 per day
19	(uu) Construction safety standards advisory	
20	committees	\$50.00 per day
21	(vv) Board of health and safety compliance	
22	appeals	\$50.00 per day
23	(ww) Occupation health standards commission	\$50.00 per day
24	(xx) Occupational health standards advisory	
25	committee	\$50.00 per day
26	(yy) Fire safety board	\$50.00 per day

27 Sec. 310. Any funds appropriated to the department of consumer and
 28 industry services for fiscal year 1998-99 that are committed or
 29 encumbered in a contractual agreement may be available in the subsequent
 30 fiscal year until the project specified in the contractual agreement is
 31 completed. A listing of these contractual agreements shall be forwarded
 32 to the regulatory subcommittees of the house and senate appropriations
 33 committees not later than November 30, 1998.

34 Sec. 311. (1) The Michigan council for arts and cultural affairs in
 35 the department of consumer and industry services shall administer the
 36 arts and cultural grants appropriated in section 101. The council shall

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

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

13 (b) Arts education programs, also known as the arts and learning
14 programs.

15 (c) Local arts programs.

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

19 (e) Historical organizations and projects.

20 (f) Zoos.

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

23 (h) Cultural and community organizations and projects.

24 (i) Art institutions.

25 (j) Symphony orchestras.

26 (k) Multicounty regional arts regranting and programming councils.

27 (l) Music education camps.

28 (m) Capital outlay projects.

29 (2) Applications for arts and cultural grants shall be received by
30 the department of consumer and industry services, Michigan council for
31 arts and cultural affairs, not later than June 1, 1999.

32 (3) The appropriation for arts and cultural grants in section 101
33 and disbursed under this section shall, at a minimum, be matched on an
34 equal dollar-for-dollar basis from local and private contributions paid
35 and received by each awardee receiving grants under this section. The
36 dollar-for-dollar match may include the reasonable value of services,

1 materials, and equipment as allowed under the federal internal revenue
2 code for charitable contributions subject also to the preapproval of
3 such a match by the Michigan council for arts and cultural affairs. The
4 Michigan council for arts and cultural affairs shall receive proof of
5 the entire amount of the matching funds, services, materials, or
6 equipment by the end of the award period. The Michigan council for arts
7 and cultural affairs shall submit a report to the regulatory
8 subcommittees of the senate and house appropriations committees
9 regarding those counties, cities, villages, townships, community
10 foundations, and organizations failing to meet their matching
11 requirements by the end of the award period.

12 (4) Before any amount appropriated for arts and cultural grants in
13 section 101 may be expended for a grant to eligible applicants for the
14 purposes in this section, the department of consumer and industry
15 services shall execute a grant agreement with each grantee. The grant
16 agreement shall specify the criteria included in this section with which
17 the application complies. The grant agreement shall include a list of
18 the projects funded and the amount of funds each subgrantee, if
19 applicable, will receive for those projects. A contract shall not be
20 executed and dollars shall not be disbursed until 2 weeks after the
21 regulatory subcommittees of the senate and house appropriations
22 committees have received a copy of the proposed contract.

23 (5) By November 1, 1998, the department of consumer and industry
24 services shall report to the regulatory subcommittees of the senate and
25 house appropriations committees on how the council intends to implement
26 the provisions of this section, including the process for evaluating
27 organization quality and efforts to achieve an equitable geographic
28 distribution of grants.

29 (6) By not later than 1 month after the grant application deadline,
30 the department of consumer and industry services shall provide a list of
31 all grant applications, by county, to the regulatory subcommittees of
32 the senate and house appropriations committees. The department shall,
33 at least 30 days before the award of any grant, provide the regulatory
34 sub-committees of the senate and house appropriations committees a list
35 of all proposed grant awardees.

36 (7) Counties, cities, villages, townships, community foundations,

1 and organizations receiving funds under this section shall provide the
2 following reports to the Michigan council for arts and cultural affairs
3 and to the regulatory subcommittees of the senate and house
4 appropriations committees:

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

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

9 (ii) Number of employees.

10 (iii) Number of new hires.

11 (b) For awardees receiving grants greater than \$100,000.00, a copy
12 of the awardee's annual report and audit report for the fiscal year in
13 which the majority of the grant took place due within 90 days after the
14 end of the awardee's fiscal year. The audit report shall include an
15 audit of grant funds. The audit report shall be submitted to the
16 regulatory subcommittees of the senate and house appropriations
17 committees for review. These awardees shall also submit the information
18 in subdivision (a) on a quarterly basis for the immediately preceding
19 quarter due on January 7, 1999, April 7, 1999, July 7, 1999, and October
20 7, 1999.

21 (8) The recipients of grant funds under this section shall be
22 announced by the department by September 15, 1999.

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

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

33 Sec. 312. The department of consumer and industry services may
34 receive and expend contributions from public, private, and federal
35 sources, except state agencies, for the purpose of acquiring or
36 constructing art objects or promoting or preserving the arts in or on

1 state properties. Expenditures of any funds received shall be
2 consistent with the purposes of the Faxon-McNamee act in public places
3 act, 1980 PA 105, MCL 18.71 to 18.81. Any funds received under this
4 section are considered a work project account and may be carried forward
5 into the succeeding fiscal year.

6 Sec. 313. The department of consumer and industry services shall
7 assess and collect fees in the licensing and regulation of child care
8 organizations as defined in 1973 PA 116, MCL 722.111 to 722.128, and
9 adult foster care facilities as defined in the adult foster care
10 facility licensing act, 1979 PA 218, MCL 400.701 to 400.737. Fees
11 collected by the department shall not exceed the deducts in section 101
12 and shall be used exclusively for the purpose of licensing and
13 regulating child care organizations and adult foster care facilities.

14 Sec. 314. The department of consumer and industry services may
15 utilize revenue in excess of the amount expended in section 101 for the
16 safety education and training grant program in the immediately
17 succeeding fiscal year for the purpose of honoring contracts negotiated
18 before September 15, 1999. The amount of revenue made available from
19 revenue in excess of the amount expended in section 101 for an
20 individual program shall not exceed 30% of the appropriated funds. The
21 director of the department of consumer and industry services shall
22 report the amount and purpose of any funds made available in the
23 succeeding fiscal year under this section to the regulatory
24 subcommittees of the house and senate appropriations committees, the
25 house and senate fiscal agencies and the department of management and
26 budget on or before November 15, 1999.

27 Sec. 315. The appropriation in section 101 for the department of
28 consumer and industry services, bureau of safety and regulation, safety
29 education and training division, includes funding for on-site
30 consultation and education and training programs. The appropriation in
31 section 101 anticipates that 90% of the on-site consultation program
32 costs and 50% of the education and training program costs will be
33 supported by federal DOL-OSHA funds and the remaining 10% and 50%
34 respectively will be supported by safety education and training funds.
35 If federal DOL-OSHA funding does not become available to cover up to 90%
36 of the program costs for on-site consultation and 50% for education and

1 training, up to 50% of the program costs for on-site consultation and
2 90% of the program costs for education and training may be paid from the
3 safety education and training fund as a match for available federal
4 funds.

5 Sec. 316. The department of consumer and industry services shall
6 sell copies of labor law books at a price not to exceed the cost of
7 printing and distribution. The money received from the sale of these
8 books shall revert to the department. The funds are available for
9 expenditure when they are received and may be used only for costs
10 directly related to the continued updating and distribution of the
11 Michigan labor law books.

12 Sec. 317. The department of consumer and industry services shall
13 sell copies of the worker's compensation health care services rules at a
14 price not to exceed the cost of printing and distribution. The money
15 received from the sale of the rules shall be credited to the state
16 general fund for use by the department. The funds are available for
17 expenditure when they are received and may be used only for costs
18 directly related to the printing and distribution of the worker's
19 compensation health care services rules.

20 Sec. 318. The funds collected by the department of consumer and
21 industry services for licenses, permits, and other elevator regulation
22 fees set forth in R 408.8151 of the Michigan administrative code and as
23 determined under section 8 of 1976 PA 333, MCL 338.2158, and section 16
24 of 1967 PA 227, MCL 408.816, that are unexpended at the end of the
25 fiscal year shall not lapse to the state general fund.

26 Sec. 319. If the revenue collected by the department for
27 occupational safety and health, health systems administration, or
28 radiological health administration and projects from fees and
29 collections exceeds the amount appropriated in section 101, the revenue
30 may be carried forward into the subsequent fiscal year. The revenue
31 carried forward under this section shall be used as the first source of
32 funds in the subsequent fiscal year.

33 Sec. 320. (1) In addition to the funds appropriated in section 101,
34 there is appropriated an amount not to exceed \$23,500,000.00 for federal
35 contingency funds. These funds are not available for expenditure until
36 they have been transferred to another line item in this bill pursuant to

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

3 (2) In addition to the funds appropriated in section 101, there is
4 appropriated an amount not to exceed \$12,200,000.00 for state restricted
5 contingency funds. These funds are not available for expenditure until
6 they have been transferred to another line item in this bill pursuant to
7 section 393(2) of the management and budget act, 1984 PA 431, MCL
8 18.1393.

9 (3) In addition to the funds appropriated in section 101, there is
10 appropriated an amount not to exceed \$180,800.00 for local contingency
11 funds. These funds are not available for expenditure until they have
12 been transferred to another line item in this bill pursuant to section
13 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

14 (4) In addition to the funds appropriated in section 101, there is
15 appropriated an amount not to exceed \$50,000.00 for private contingency
16 funds. These funds are not available for expenditure until they have
17 been transferred to another line item in this bill pursuant to section
18 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

19 Sec. 321. (1) The department shall submit to the department of
20 management and budget, senate and house appropriations committees,
21 senate and house fiscal agencies and senate and house standing
22 committees having jurisdiction over technology issues, periodic reports
23 on the department's efforts to change the department's computer software
24 and hardware as necessary to perform properly in the year 2000 and
25 beyond. These reports shall identify actual progress in comparison to
26 the department's approved work plan for these efforts.

27 (2) The department may present progress billings to the department
28 of management and budget for the costs incurred in changing computer
29 software and hardware as necessary to perform properly in the year 2000
30 and beyond. At the time progress billings are presented for
31 reimbursement, the department shall identify and forward as appropriate
32 the funding sources that should support the work performed.

33 Sec. 322. Money appropriated under this act for fire safety
34 programs shall not be expended unless inspection and plan review fees
35 are charged in accordance with section 2c of the fire prevention code,
36 1941 PA 207, MCL 29.2c.

1 Sec. 323. If the revenue collected by the department of consumer
2 and industry services from licensing and regulation fees exceeds the
3 amount appropriated in section 101, the revenue may be carried forward
4 into the subsequent fiscal year. The revenue carried forward under this
5 section shall be used as the first source of funds in the subsequent
6 fiscal year.

7 Sec. 324. Funds earned or authorized by the United States
8 department of labor in excess of the gross appropriation in section 101
9 for the Michigan unemployment agency from the United States department
10 of labor are appropriated and may be expended for staffing and related
11 expenses incurred in the operation of its programs. These funds may be
12 spent after the department of consumer and industry services notifies
13 the regulatory subcommittees of the house and senate appropriations
14 committees of the purpose and amount of each grant award.

15 Sec. 325. In addition to the amounts appropriated in Section 101
16 for the Michigan unemployment agency, there shall be appropriated an
17 amount not to exceed \$8,900,000.00 from the contingent fund, penalty and
18 interest account for the fiscal year ending September 30, 1999. The
19 appropriation shall only be expended for the costs incurred in changing
20 the Michigan unemployment agency's computer software and hardware as
21 necessary to perform properly in the year 2000 and beyond.

22 **DEPARTMENT OF MICHIGAN JOBS COMMISSION**

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

26 Sec. 402. The Michigan career and technical institute may receive
27 equipment and in-kind contributions for the direct support of staff
28 services through the Pine Lake fund, the Delton-Kellogg school district
29 or other local or intermediate school district, or any combination of
30 local or intermediate school districts in addition to those authorized
31 in section 101.

32 Sec. 403. The Michigan rehabilitation service shall make every
33 effort to ensure that all sources of matching funds in this state are
34 used to obtain federal vocational rehabilitation funds. All sources
35 include, but are not limited to, privately raised funds to support
36 public nonprofit rehabilitation centers as permitted by the

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

4 Sec. 404. (1) In developing school-to-work programs, the department
5 shall cooperate with the Michigan department of education in emphasizing
6 the importance of apprenticeship opportunities for students who may
7 choose to participate including, but not limited to, low-income students
8 and students with disabilities.

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

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

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

16 (b) Skill certificate.

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

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

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

23 (4) In order for a public school to receive and spend school-to-work
24 funds, it must receive approval of its implementation plan from its
25 governing board or its intermediate school board and forward such
26 approval to its local workforce development board. As used in this
27 subsection, "public school" and "intermediate school board" mean that
28 term as defined in the revised school code, 1976 PA 451, MCL 380.1 to
29 380.1852.

30 Sec. 405. (1) The appropriation in section 101 to the department of
31 Michigan jobs commission for economic development job training shall be
32 expended for competitive grants that ensure employers have the trained
33 workers they need to compete in the global economy. The Michigan jobs
34 commission shall expedite grant awards for employers locating or
35 expanding in Michigan and thereby creating significant numbers of new
36 jobs in the state.

1 (2) Not more than 2% of the total grant, administration, and
2 operating funds appropriated in section 101 for the Michigan jobs
3 commission's economic development job training grants program may be
4 expended for administrative costs.

5 (3) No funds appropriated in section 101 to the department of
6 Michigan jobs commission for economic development job training grants
7 may be expended for the training of permanent striker replacement
8 workers.

9 (4) Seventy percent of the economic development job training grant
10 funds shall be awarded to community colleges or a consortium of
11 community colleges and other eligible applicants pursuant to the
12 requirements of section 406.

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

15 (6) An applicant may be a district, intermediate district, community
16 college, public or private nonprofit college or university, nonprofit
17 organization whose primary purpose is to provide education programs or
18 employment and training services or vocational rehabilitation programs
19 or school-to-work transition programs, local workforce development
20 board, the headquarters of a federal and state sponsored manufacturing
21 technology center, or a consortium consisting of any combination of
22 districts, intermediate districts, community colleges, nonprofit
23 organizations described in this subsection, or public or private
24 nonprofit colleges or universities described in this subsection.

25 (7) On or before October 1, 1998, the department of Michigan jobs
26 commission shall publish proposed application criteria, instructions,
27 and forms for use by eligible applicants. The department of Michigan
28 jobs commission shall provide at least a 2-week period for public
29 comment prior to finalization of the application criteria, instructions,
30 and forms.

31 (8) Applications for all grants shall be submitted to the department
32 of Michigan jobs commission and each application shall contain at least
33 all of the following:

34 (a) The name, address, and total number of employees of each
35 business organization whose employees are receiving job training.

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

1 (c) A clear statement of the project's scope of activities, and the
2 number of participants to be involved.

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

5 (e) A budget which relates to the proposed activities and various
6 program components and which demonstrates whether the estimated costs
7 are reasonable and justified.

8 (f) Other criteria determined by the department of Michigan jobs
9 commission to be important in achieving the objectives of the program.

10 (9) Priority in the department's awarding of grants shall be based
11 on the following criteria:

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

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

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

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

23 (e) Cost per participant and participant contact hours of training.

24 (f) Strength of commitment to guaranteed job placement upon
25 completion of training.

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

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

35 (11) Participants in economic development job training programs
36 shall be 16 years or older and not enrolled and counted in membership in

1 a school district or intermediate school district.

2 (12) A grant awarded under this section may extend beyond the end of
3 the fiscal year in which the grant is awarded and the funds awarded for
4 the grant may be carried over into the next fiscal year for payment in
5 the next fiscal year. Unexpended and unencumbered amounts remaining in
6 the fiscal year ending September 30, 1999, from economic development job
7 training grants awarded prior to September 15, 1998, may be used to
8 award additional economic development job training grants during the
9 fiscal year ending September 30, 1999.

10 (13) A recipient of a grant under this section shall not charge
11 tuition or fees to participants in the program funded by the grant.
12 However, a nonprofit organization may charge tuition or fees if the
13 tuition plan or fees are recognized by the state and the nonprofit
14 organization receives additional funding from other governmental or
15 private funding sources for its programs.

16 (14) If a participant in a program funded under this section is an
17 employee of a business organization whose employees are receiving job
18 training under the program and the participant was an employee of that
19 business organization prior to 30 days before the date of the grant
20 application, the business organization shall provide at least 25% of the
21 program's costs, excluding the costs of participants' wages for the time
22 participants are involved in program training. For purposes of meeting
23 the 25% match requirement, small business organizations with 250 or
24 fewer employees worldwide at the time of application may include the
25 costs of pretraining needs assessments and wages paid to participants
26 while enrolled in training. This subsection does not apply to an
27 individual who becomes a new employee of a business organization as a
28 result of the individual's participation in the program.

29 (15) A grant awarded to an economic development job training grant
30 recipient that guarantees a predetermined number of specified jobs for
31 new employees that are directly related to the participant's area of
32 training or for existing employees shall be paid to the grant recipient
33 according to the following schedule:

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

36 (b) 40% of the grant amount shall be paid at the completion of the

1 training period, after the grant recipient submits to the department an
2 interim report specifying actual costs of the training program and
3 training outcomes of the students.

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

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

12 (17) The department of Michigan jobs commission shall provide to the
13 state budget director and the house and senate fiscal agencies within 10
14 days after the end of each quarter of the state fiscal year a report
15 specifying all of the following:

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

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

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

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

24 Sec. 406. (1) The appropriation in section 101 to the department of
25 Michigan jobs commission for the work first program shall be expended
26 for grants which provide employment and training services to public
27 assistance recipients.

28 (2) An applicant may be a district, intermediate district, community
29 college, public or private nonprofit college or university, nonprofit
30 organization that provides school-to-work transition programs or that
31 provides employment and training services or vocational rehabilitation
32 programs or state licensed accredited vocational or technical education
33 programs, proprietary school licensed by the state board, local
34 workforce development board, or a consortium consisting of any
35 combination of districts, intermediate districts, community colleges,
36 nonprofit organizations described in this subdivision, licensed

1 proprietary schools, or public or private nonprofit colleges or
2 universities described in this subdivision.

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

6 (4) When the work first job search requirements have been completed,
7 if the participant has not found employment, the work first site shall
8 provide a written summary to the family independence agency which
9 identifies the barriers which may have prevented the participant from
10 obtaining employment and the steps taken by the work first site to
11 assist the client in removing those barriers. The work first site shall
12 also identify appropriate education and job training programs which
13 would be available to the participant.

14 (5) The department of Michigan jobs commission shall submit to the
15 senate and house fiscal agencies and the state budget director by March
16 15, 1999 a report on the work first program, including the number of
17 participants served under this section, the number of persons who
18 located employment through work first, the average wage of participants
19 who found employment, the number of persons who retained jobs for 90
20 days, the number of participants placed in employment training and
21 education programs, the number of clients referred to work first who
22 failed to report, and the number of participants referred back to the
23 family independence agency with sanctions recommended by the family
24 independence agency.

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

31 (7) Participants in the work first program shall not be enrolled and
32 counted in membership in a school district or intermediate school
33 district.

34 (8) A grant awarded under this section may extend beyond the end of
35 the fiscal year in which the grant is awarded and the funds awarded for
36 the grant may be available in the subsequent fiscal year for payment in

1 the next fiscal year.

2 (9) The department of Michigan jobs commission shall provide to the
3 state budget director and the house and senate fiscal agencies within 10
4 days after the end of each quarter of the state fiscal year a report
5 specifying both of the following:

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

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

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

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

16 Sec. 407. The department of Michigan jobs commission shall continue
17 to maintain all files, lists, resources, and computer information of the
18 Michigan child care clearinghouse. All clearinghouse assets shall
19 continue to be available to all Michigan citizens at a location
20 designated by the executive branch of government.

21 Sec. 408. The travel administration may establish and collect a fee
22 to cover the cost of materials and processing of photographic prints,
23 slides, videotapes, and travel product data base information that are
24 requested by the media and other segments of the public and private
25 sectors. The fees collected shall be appropriated for all expenses
26 necessary to purchase and distribute these photographic prints, slides,
27 videotapes, and travel product data base information. The funds are
28 available for expenditure when they are received by the department of
29 treasury.

30 Sec. 409. The department of Michigan jobs commission shall inform
31 the members of the regulatory subcommittees of the senate and house
32 appropriations committees of any decisions to close any foreign outreach
33 office. Tax dollars shall not be expended to ship automobiles for use
34 by state officials.

35 Sec. 410. Funding provided to the development finance agency grant
36 and loan program established in 1984 PA 236 shall be utilized to

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

8 Sec. 411. The \$452,900.00 appropriated in section 101 for
9 precollege programs in engineering and the sciences shall be provided in
10 the form of a grant to the Detroit precollege engineering programs,
11 incorporated.

12 Sec. 412. Funds appropriated to the department of Michigan jobs
13 commission, Michigan promotion program, shall not be expended for the
14 purpose of nontourism-related promotional projects that would target the
15 citizens of this state as its prime audience.

16 Sec. 413. (1) The appropriation in section 101 to the department of
17 Michigan jobs commission includes funds for a university/business
18 research development program. Before distribution of any grants under
19 this program, the department of Michigan jobs commission shall submit to
20 the chairpersons of the regulatory subcommittees of the house and senate
21 appropriations committees a list of the grants recommended for
22 distribution.

23 (2) The department of Michigan jobs commission shall submit not
24 later than December 1, 1998, to the regulatory subcommittees of the
25 house and senate appropriations committees, the house and senate fiscal
26 agencies, and the state budget director an annual report for the
27 immediately preceding fiscal year regarding the university/business
28 research development program. The report shall include, but is not
29 limited to, an accounting of each grant awarded through the program,
30 specifying the grantee and the amount awarded, and a review of the
31 performance and accomplishments of the program during the review period.

32 Sec. 414. The department of Michigan jobs commission shall submit a
33 semiannual status report to the regulatory subcommittees of the senate
34 and house appropriations committees on all activities, grants, and
35 investment programs financed from the strategic fund. Each report shall
36 provide a list of individual grants and loans made from the fund.

1 Sec. 415. The department of Michigan jobs commission may receive
2 and expend contributions from the Michigan strategic fund to procure or
3 acquire services, studies, and analyses on behalf of the fund which the
4 fund determines are necessary to carry out its functions and duties.

5 Sec. 416. Any funds appropriated to the department of Michigan jobs
6 commission for fiscal year 1998-99 that are committed or encumbered in a
7 contractual agreement may be available in the subsequent fiscal year
8 until the project specified in the contractual agreement is completed. A
9 listing of the contractual agreements shall be forwarded to the
10 regulatory subcommittees not later than November 30, 1999.

11 Sec. 417. (1) In addition to the funds appropriated for the
12 department of Michigan jobs commission in section 101, there is
13 appropriated an amount not to exceed \$48,000,000.00 for federal
14 contingency funds. These funds are not available for expenditure until
15 they have been transferred to another line item in this bill pursuant to
16 section 393(2) of the management and budget act, 1984 PA 431, MCL
17 18.1393.

18 (2) In addition to the funds appropriated in section 101, there is
19 appropriated an amount not to exceed \$2,000,000.00 for state restricted
20 contingency funds. These funds are not available for expenditure until
21 they have been transferred to another line item in this bill pursuant to
22 section 393(2) of the management and budget act, 1984 PA 431, MCL
23 18.1393.

24 (3) In addition to the funds appropriated in section 101, there is
25 appropriated an amount not to exceed \$1,000,000.00 for local contingency
26 funds. These funds are not available for expenditure until they have
27 been transferred to another line item in this bill pursuant to section
28 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

29 (4) In addition to the funds appropriated in section 101, there is
30 appropriated an amount not to exceed \$1,000,000.00 for private
31 contingency funds. These funds are not available for expenditure until
32 they have been transferred to another line item in this bill pursuant to
33 section 393(2) of the management and budget act, 1984 PA 431, MCL
34 18.1393.

35 Sec. 418. The local match requirements for vocational
36 rehabilitation facilities establishment grants shall not exceed 21.3%.

1 Sec. 419. Funds earned or authorized by the United States
2 department of labor in excess of the gross appropriation in section 101
3 for the employment service agency from the United States department of
4 labor are appropriated and may be expended for staffing and related
5 expenses incurred in the operation of its programs. These funds may be
6 spent after the department of Michigan jobs commission notifies the
7 regulatory subcommittees of the house and senate appropriations
8 committees of the purpose and amount of each grant award.

9 Sec. 420. (1) The department shall submit to the department of
10 management and budget, the house and senate appropriations committees,
11 the house and senate fiscal agencies and the house and senate standing
12 committees having jurisdiction over technology issues, periodic reports
13 on the department's efforts to change the department's computer software
14 and hardware as necessary to perform properly in the year 2000 and
15 beyond. These reports shall identify actual progress in comparison to
16 the department's approved work plan for these efforts.

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

23 Sec. 421. Of the funds appropriated in section 101 for economic
24 development job training grants, the department shall not use these
25 funds to finance the startup or in any way subsidize any private
26 distributor of liquor products in Michigan.

27 Sec. 422. State and federal funds allocated to local workforce
28 development boards for disbursement shall not be appropriated unless the
29 local workforce development boards maintain a partnership with
30 governmental agencies, public school districts, and public colleges
31 located within the local service delivery area. State and federal funds
32 shall not be appropriated to any local workforce development board for
33 disbursement if areas with a population base of 200,000 or more are not
34 permitted to be designated as service delivery areas.

35 Sec. 423. The department of Michigan jobs commission shall work
36 cooperatively with the department of civil service to identify state

1 employees who will lose their jobs as a result of an agency or program
2 being reorganized, modified, or eliminated and shall develop training
3 programs and provide training to these individuals that will provide
4 them an opportunity and skills necessary to secure new employment within
5 state government or the private sector.

6 Sec. 424. The \$344,700.00 appropriated in section 101 for trade
7 academy grants shall be expended to establish a precollege program in
8 engineering and the sciences in Kent County.

final page