# SUBSTITUTE FOR HOUSE BILL NO. 5275

A bill to make appropriations for the department of consumer and industry services and certain other state purposes for the fiscal year ending September 30, 2001; 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	PART 1
2	LINE-ITEM APPROPRIATIONS
3	Sec. 101. The amounts listed in this part are appropriated for the
4	department of consumer and industry services, subject to the conditions
5	set forth in this act, for the fiscal year ending September 30, 2001,

05703'00 (H-1) LBO

Sub. H.B. 5275 (H-1) as amended March 21, 2000 For Fiscal Year Ending 2 September 30, 2001

 ${f 1}$  from the funds identified in this part. The following is a summary of

2 the appropriations in this part:

#### 3 DEPARTMENT OF CONSUMER AND INDUSTRY SERVICES

1	APPROPRIATION	CITIMINIA DIV.
4	APPROPRIATION	SUMMARY.

4	APPROPRIATION SUMMARY:	
5	Full-time equated unclassified positions64.5	
6	Full-time equated classified positions[4,189.4]	
7	GROSS APPROPRIATION\$	[542,186,600]
8	Interdepartmental grant revenues:	
9	Total interdepartmental grants and intradepartmental	
10	transfers	109,200
11	ADJUSTED GROSS APPROPRIATION\$	[542,077,400]
12	Federal revenues:	
13	Total federal revenues	238,951,500
14	Special revenue funds:	
15	Total local revenues	0
16	Total private revenues	745,900
17	Total other state restricted revenues	[208,496,700]
18	State general fund/general purpose\$	[93,883,300]
19	Sec. 102. EXECUTIVE DIRECTION	
20	Full-time equated unclassified positions64.5	
21	Full-time equated classified positions94.0	
22	Unclassified salaries\$	5,511,000
23	Energy office9.0 FTE positions	2,558,800
24	Executive director programs13.0 FTE positions	2,091,400
25	Policy development10.0 FTE positions	1,442,000
26	Utility consumer representation	550,000

For Fiscal Year Ending

155,000

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1	Regulatory efficiency improvements/backlog reduction	
2	initiative	750,000
3	MES board of review program21.0 FTE positions	1,703,400
4	Office of legal affairs41.0 FTE positions	4,236,700
5	GROSS APPROPRIATION	\$ 18,843,300
6	Appropriated from:	
7	Federal revenues:	
8	DOE-OEERE, multiple grants	2,127,900
9	DOL-ETA, unemployment insurance	2,109,300
10	DOL-multiple grants for safety and health	154,300
11	Special revenue funds:	
12	Bank fees	177,800
13	Boiler fee revenue	34,600
14	Construction code fund	306,700
15	Consumer finance fees	41,500
16	Corporations and securities fees	275,700
17	Credit union fees	86,100
18	Elevator fees	38,600
19	Fees and collections/asbestos	10,900
20	Fire service fees	23,800
21	Health professions regulatory fund	1,905,600
22	Health systems fees and collections	66,000
23	Insurance regulatory fees	579,700
24	Licensing and regulation fees	451,100
25	Liquor purchase revolving fund	1,222,200

Manufactured housing commission fees.....

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	T 50	sprember	30, Z001
1	Michigan state housing development authority fees and	đ	
2	charges	•	313,800
3	Motor carrier fees	•	27,600
4	Property development fees		4,500
5	Public utility assessments		1,998,300
6	Safety education and training fund		199,300
7	Second injury fund	•	68,100
8	Self-insurers' security fund	•	17,900
9	Silicosis and dust disease fund	•	26,100
10	Utility consumer representation fund		550,000
11	Worker's compensation administrative revolving fund.		60,100
12	State general fund/general purpose	. \$	5,810,800
13	Sec. 103. COUNCIL FOR ARTS AND CULTURAL AFFAIRS		
14	Full-time equated classified positions9.	0	
15	Administration9.0 FTE positions	. \$	887,500
16	Arts and cultural grants	·	31,548,700
17	GROSS APPROPRIATION	. \$	32,436,200
18	Appropriated from:		
19	Federal revenues:		
20	NFAH-NEA, promotion of the arts, state and regional		
21	programs		700,000
22	State restricted revenues:		
23	State general fund/general purpose	. \$	31,736,200
24	Sec. 104. FIRE SAFETY		
25	Full-time equated classified positions57.	0	
26	Office of fire safety57.0 FTE positions	. \$	4,885,800

	House Bill No. 5275 For Fisca 5 Septemb	l Year Ending per 30, 2001
1	GROSS APPROPRIATION\$	4,885,800
2	Appropriated from:	
3	Interdepartmental grant revenues:	
4	IDG from department of community health, inspection	
5	contract	109,200
6	Federal revenues:	
7	Federal funds	1,298,300
8	Special revenue funds:	
9	Fire alarm regulation fees	174,300
10	Fire service fees	1,717,500
11	State general fund/general purpose\$	1,586,500
12	Sec. 105. MANAGEMENT SERVICES	
13	Full-time equated classified positions178.0	
14	Administrative services84.0 FTE positions\$	5,884,100
15	Technology support94.0 FTE positions	13,724,200
16	Insurance automation	750,000
17	Health services information systems	750,000
18	Rent	7,143,900
19	Building occupancy charges - property development	
20	services	6,683,400
21	Worker's compensation	1,055,000
22	Special project advances	740,000
23	GROSS APPROPRIATION\$	36,730,600
24	Appropriated from:	
25	Federal revenues:	
26	DOL-ETA, unemployment insurance	296,300

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1	DOL, multiple grants for safety and health	549,900
2	Federal funds	426,700
3	HHS, federal funds	37,000
4	Special revenue funds:	
5	Private-special project advances	740,000
6	Bank fees	356,300
7	Boiler fee revenue	227,100
8	Construction code fund	1,165,300
9	Consumer finance fees	148,600
10	Corporations and securities fees	2,604,300
11	Credit union fees	250,800
12	Elevator fees	267,000
13	Fees and collections/asbestos	88,200
14	Fire service fees	31,700
15	Health professions regulatory fund	4,350,800
16	Health systems fees and collections	464,700
17	Insurance regulatory fees	2,441,300
18	Licensing and regulation fees	2,031,800
19	Liquor purchase revolving fund	7,931,400
20	Manufactured housing commission fees	121,800
21	Michigan state housing development authority fees and	
22	charges	2,560,900
23	Motor carrier fees	198,600
24	Property development fees	29,000
25	Public utility assessments	2,323,700
26	Safety education and training fund	677,900

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1	Second injury fund	303,300
2	Self-insurers' security fund	79,000
3	Silicosis and dust disease fund	113,100
4	Tax tribunal fees	41,000
5	Worker's compensation administrative revolving fund	1,333,600
6	State general fund/general purpose	\$ 4,539,500
7	Sec. 106. FINANCIAL SERVICES AND CORPORATIONS	
8	Full-time equated classified positions379.0	
9	Manufactured housing commission, per diem \$50.00	\$ 7,800
10	Manufactured housing and land resources program15.0	
11	FTE positions	1,502,400
12	Corporate services61.0 FTE positions	5,030,200
13	Investment oversight29.0 FTE positions	2,615,700
14	Local manufactured housing communities inspections	250,000
15	Property development group13.0 FTE positions	1,420,400
16	Remonumentation grants	5,000,000
17	Financial institutions administration18.0 FTE	
18	positions	1,347,900
19	Bank regulation50.0 FTE positions	5,336,700
20	Credit union regulation43.0 FTE positions	3,688,600
21	Financial institutions consumer protection21.0 FTE	
22	positions	1,909,300
23	Financial institutions policy and legislation5.0	
24	FTE positions	384,800
25	Federal regulatory projects	50,600
26	Insurance bureau administration 18.0 FTE positions	2,205,300

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For Fiscal Year Ending September 30, 2001

	8	September	30,	2001
1	Insurance financial standards 49.0 FTE positions	5	6,	053,800
2	Insurance licensing and enforcement 30.0 FTE			
3	positions		2,	627,500
4	Insurance market standards and consumer services			
5	27.0 FTE positions		2,	572,100
6	GROSS APPROPRIATION	\$	42,	003,100
7	Appropriated from:			
8	Federal revenues:			
9	Federal regulatory project revenues			50,600
10	Special revenue funds:			
11	Private-travel funds			5,900
12	Bank fees		6,	194,300
13	Consumer finance fees		2,	171,100
14	Corporations and securities fees		8,	067,100
15	Credit union fees		4,	301,900
16	Insurance continuing education fees			432,400
17	Insurance licensing and regulation fees		3,	252,500
18	Insurance regulatory fees		9,	636,000
19	Limited liability partnership revenue			10,000
20	Manufactured housing commission fees	••	1,	916,800
21	Multiple employer welfare arrangement	••		131,900
22	Property development fees	• •	;	237,400
23	Remonumentation fees	• •	5,	595,200
24	State general fund/general purpose	\$		0
25	Sec. 107. PUBLIC SERVICE COMMISSION			
26	Full-time equated classified positions143	3.0		

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		Береспюст	30, 2001
1	Administration, planning and regulation143.0 FTE		
2	positions	\$	15,411,200
3	GROSS APPROPRIATION	\$	15,411,200
4	Appropriated from:		
5	Federal revenues:		
6	DOE-OEERE, multiple grants		146,000
7	DOT-RSPA, gas pipeline safety		274,100
8	Special revenue funds:		
9	Motor carrier fees		1,849,500
10	Public utility assessments		13,141,600
11	State general fund/general purpose	\$	0
12	Sec. 108. LIQUOR CONTROL COMMISSION		
13	Full-time equated classified positions179	0.0	
14	Management support services39.0 FTE positions	\$	2,873,900
15	Liquor licensing and enforcement140.0 FTE position	ons	10,698,000
16	Liquor law enforcement grants		6,000,000
17	Grant to department of agriculture for wine industr	Ϋ́У	
18	council		457,200
19	GROSS APPROPRIATION	\$	20,029,100
20	Appropriated from:		
21	Special revenue funds:		
22	Liquor license revenue		10,953,100
23	Liquor purchase revolving fund		8,618,800
24	Nonretail liquor license revenue		457,200
25	State general fund/general purpose	\$	0
26	Sec. 109. MICHIGAN STATE HOUSING DEVELOPMENT AU	THORITY	

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1	Full-time equated classified positions23	4.0	
2	Payments on behalf of tenants	\$	70,000,000
3	Housing and rental assistance program227.0 FTE		
4	positions		22,662,700
5	Automatic data processing7.0 FTE positions		989,600
6	Homeless program		5,290,800
7	GROSS APPROPRIATION	\$	98,943,100
8	Appropriated from:		
9	Federal revenues:		
10	HUD, lower income housing assistance program		84,272,800
11	Special revenue funds:		
12	Michigan state housing development authority fees	and	
13	charges		14,670,300
14	State general fund/general purpose	\$	0
15	Sec. 110. TAX TRIBUNAL		
16	Full-time equated classified positions1	4.0	
17	Operations14.0 FTE positions	\$	1,638,700
18	GROSS APPROPRIATION	\$	1,638,700
19	Appropriated from:		
20	Special revenue funds:		
21	Tax tribunal fees		629,400
22	State general fund/general purpose	\$	1,009,300
23	Sec. 111. GRANTS		
24	Fire protection grants	\$	8,175,000

GROSS APPROPRIATION.....\$ 8,175,000

Appropriated from:

25

26

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	11 5e	bremmer	30, 2001
1	Special revenue funds:		
2	Liquor purchase revolving fund		8,175,000
3	State general fund/general purpose	\$	0
4	Sec. 112. HEALTH REGULATORY SYSTEMS		
5	Full-time equated classified positions340.0	1	
6	Health systems administration181.0 FTE positions	\$	16,768,400
7	Nursing home quality incentive grants		15,000,000
8	Emergency medical services program state staff7.0		
9	FTE positions		888,600
10	Radiological health administration and projects24.0	1	
11	FTE positions		1,948,900
12	Substance abuse program administration4.0 FTE		
13	positions		401,500
14	Emergency medical services grants and contracts		1,062,100
15	Health services124.0 FTE positions		13,027,800
16	GROSS APPROPRIATION	\$	49,097,300
17	Appropriated from:		
18	Federal revenues:		
19	Federal funds		20,852,000
20	Special revenue funds:		
21	Controlled substance license fees		1,343,300
22	Health professions regulatory fund		10,422,800
23	Health systems fees and collections		3,687,100
24	Nurse professional fund		450,000
25	State general fund/general purpose	\$	12,342,100
26	Sec. 113. REGULATORY SERVICES		

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	12	Sept	tember	30,	2001
1	Full-time equated classified positions313	3.0			
2	AFC, children's welfare and day care licensure313	3.0			
3	FTE positions		\$	25,	580,400
4	GROSS APPROPRIATION		\$	25,	580,400
5	Appropriated from:				
6	Federal revenues:				
7	HHS, federal funds			9,	593,200
8	Special revenue funds:				
9	Health systems fees and collections				152,700
10	Licensing fees				482,800
11	State general fund/general purpose		\$	15,	351,700
12	Sec. 114. OCCUPATIONAL REGULATION				
13	Full-time equated classified positions239	0.0			
14	Commissions and boards		\$		41,900
15	Code enforcement99.0 FTE positions			7,	724,700
16	Code enforcement flexibility			1,	155,500
17	Boiler inspection program18.0 FTE positions			1,	509,700
18	Elevator inspection program23.0 FTE positions			1,	817,500
19	Commercial services99.0 FTE positions			9,	056,700
20	GROSS APPROPRIATION		\$	21,	306,000
21	Appropriated from:				
22	Special revenue funds:				
23	Boiler fee revenue			1,	653,800
24	Construction code fund			8,	672,200
25	Elevator fees			1,	923,300
26	Health professions regulatory fund				228,700

Sub.	H.B. 5275 (H-1) as amended March 21, 2000 For Fisc 13 Septem	al Year Ending ber 30, 2001
1	Homeowner construction lien recovery fund	1,528,900
2	Licensing and regulation fees	6,774,600
3	Real estate appraiser continuing education fund	45,000
4	Real estate education fund	217,500
5	State general fund/general purpose\$	262,000
6	Sec. 115. EMPLOYMENT RELATIONS	
7	Full-time equated classified positions28.0	
8	Fact finding and arbitration\$	154,300
9	Employment and labor relations28.0 FTE positions	2,935,500
10	GROSS APPROPRIATION\$	3,089,800
11	Appropriated from:	
12	Federal revenues:	
13	EEOC, federal funds	30,000
14	Special revenue funds:	
15	Publication revenue	10,000
16	State general fund/general purpose\$	3,049,800
17	Sec. 116. SAFETY AND REGULATION	
18	Full-time equated classified positions[292.0]	
19	Commissions and boards\$	27,700
20	Employment standards enforcement38.0 FTE positions.	2,539,800
21	Subgrantees	1,026,900
22	Occupational safety and health[254.0] FTE positions	[23,113,200]
23	GROSS APPROPRIATION\$	[26,707,600]
24	Appropriated from:	
25	Federal revenues:	
26	DOL, multiple grants for safety and health	12,202,300

Sub.	H.B. 5275 (H-1) as amended March 21, 2000 For I	Fiscal Year Ending ptember 30, 2001
1	Special revenue funds:	
2	Fees and collections/asbestos	694,200
3	Safety education and training fund	[5,838,200]
4	State general fund/general purpose	\$ [7,972,900]
5	Sec. 117. WORKER'S DISABILITY COMPENSATION	
6	Full-time equated classified positions171.4	
7	Administration119.0 FTE positions	\$ 8,345,700
8	Board of magistrates administration8.0 FTE	
9	positions	1,822,500
10	Appellate commission administration11.4 FTE	
11	positions	847,400
12	Supplemental benefit fund	1,300,000
13	Insurance funds administration33.0 FTE positions	10,175,900
14	Automatic data processing	506,000
15	Grant to department of career development, hire the	
16	handicapped program	50,000
17	GROSS APPROPRIATION	\$ 23,047,500
18	Appropriated from:	
19	Special revenue funds:	
20	Second injury fund	6,471,300
21	Self-insurers' security fund	1,724,900
22	Silicosis and dust disease fund	2,535,700
23	Worker's compensation administrative revolving fund	2,093,100
24	State general fund/general purpose	\$ 10,222,500
25	Sec. 118. UNEMPLOYMENT AGENCY	
26	Full-time equated classified positions1,519.0	

Sub	. H.B. 5275 (H-1) as amended March 21, 2000 For Fiscal Year Ending 15 September 30, 2001
1	Worker's compensation\$ 765,000
2	Rent
3	Building occupancy charges - property development
4	service
5	Unemployment program1,441.7 FTE positions 94,742,800
6	Advocacy assistance program8.0 FTE positions 1,536,200
7	Special audit and collections program34.0 FTE
8	positions
9	Testing program for agency staff2.1 FTE positions 2,779,600
10	Expanded fraud control program33.2 FTE positions 2,468,100
11	GROSS APPROPRIATION\$ 114,261,900
12	Appropriated from:
13	Federal revenues:
14	DOL, employment and training administration 518,600
15	DOL, unemployment insurance
16	Federal reed act funds
17	Special revenue funds:
18	Contingent fund, penalty and interest account 10,431,100
19	State general fund/general purpose\$
20	
21	
22	PART 2
23	PROVISIONS CONCERNING APPROPRIATIONS
24	GENERAL SECTIONS
25	Sec. 201. (1) Pursuant to section 30 of article IX of the state
	constitution of 1963, total state spending from state resources under
27	part 1 for fiscal year 2000-2001 is [\$302,380,000.00] and state spending
	05703'00 (H-1)

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- 1 from state resources to be paid to local units of government for fiscal
- 2 year 2000-2001 is \$29,425,000.00. The itemized statement below identi-
- 3 fies appropriations from which spending to units of local government will
- 4 occur:
- 5 DEPARTMENT OF CONSUMER AND INDUSTRY SERVICES
- **6** Arts and cultural grants......\$ 15,000,000

- 10 Total department of consumer and industry services... \$ 29,425,000
- 11 (2) If it appears to the principal executive officer of a department
- 12 or branch that state spending to local units of government will be less
- 13 than the amount that was projected to be expended under subsection (1),
- 14 the principal executive officer shall immediately give notice of the
- 15 approximate shortfall to the state budget director, the house and senate
- 16 appropriations committees, and the fiscal agencies.
- 17 Sec. 202. The appropriations authorized under this act are subject
- 18 to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.
- 19 Sec. 203. As used in this appropriation act:
- 20 (a) "AFC" means adult foster care.
- 21 (b) "Department" means the department of consumer and industry
- 22 services.
- 23 (c) "DOE" means the United States department of energy.
- 24 (d) "DOE-OEERE" means the DOE office of energy efficiency and
- 25 renewable energy.
- (e) "DOL" means the United States department of labor.

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- "DOL-OSHA" means the DOL occupational safety and health
- 2 administration.

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- 3 (g) "DOT" means the United States department of transportation.
- 4 (h) "DOT-RSPA" means the DOT research and special programs
- 5 administration.
- 6 (i) "Fiscal agencies" means Michigan house fiscal agency and
- 7 Michigan senate fiscal agency.
- 8 (j) "FTE" means full-time equated.
- 9 (k) "HHS" means the United States department of health and human
- 10 services.
- 11 (1) "HHS-HCFA" means the HHS health care financing administration.
- 12 (m) "HHS-SSA" means HHS social security administration.
- 13 (n) "HUD" means the United States department of housing and urban
- 14 development.
- 15 (o) "IDG" means interdepartmental grant.
- 16 (p) "MIOSHA" means the Michigan occupational safety and health
- 17 administration.
- 18 (q) "NFAH" means the national foundation of the arts and the
- 19 humanities.
- 20 (r) "NFAH-NEA" means the NFAH national endowment for the arts.
- 21 Sec. 204. The department of civil service shall bill departments
- 22 and agencies at the end of the first fiscal quarter for the 1% charge
- 23 authorized by section 5 of article XI of the state constitution of 1963.
- 24 Payments shall be made for the total amount of the billing by the end of
- 25 the second fiscal quarter.
- 26 Sec. 205. (1) Beginning October 1, a hiring freeze is imposed on
- 27 the state classified civil service. State departments and agencies are

1 prohibited from hiring any new full-time state classified civil service

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- 2 employees and prohibited from filling any vacant state classified civil
- 3 service positions. This hiring freeze does not apply to internal trans-
- 4 fers of classified employees from 1 position to another within a depart-
- 5 ment or to positions that are funded with 80% or more federal or
- 6 restricted funds.
- 7 (2) The state budget director shall grant exceptions to this hiring
- 8 freeze when the state budget director believes that the hiring freeze
- 9 will result in rendering a state department or agency unable to deliver
- 10 basic services. The state budget director shall report by the thirtieth
- 11 of each month to the chairpersons of the senate and house of representa-
- 12 tives standing committees on appropriations the number of exceptions to
- 13 the hiring freeze approved during the previous month and the justifica-
- 14 tion for the exception.
- 15 Sec. 207. At least 60 days before beginning any effort to privati-
- 16 ze, the department shall submit a complete project plan to the appropri-
- 17 ate senate and house of representatives appropriations subcommittees and
- 18 the senate and house fiscal agencies. The plan shall include the cri-
- 19 teria under which the privatization initiative will be evaluated. The
- 20 evaluation shall be completed and submitted to the appropriate senate and
- 21 house of representatives appropriations subcommittees and the senate and
- 22 house fiscal agencies within 30 months.
- Sec. 208. The department shall continue to pilot the use of the
- 24 Internet to fulfill the reporting requirements of this act. This may
- 25 include transmission of reports via electronic mail to the recipients
- 26 identified for each reporting requirement or it may include placement of
- 27 reports on the Internet or legislative Intranet site. The senate and

- 1 (
- 1 house of representatives appropriations subcommittees and senate and
- 2 house fiscal agencies shall be notified in writing of the Internet or
- 3 Intranet site of any such report. Quarterly, the department shall pro-
- 4 vide a cumulative listing of the reports submitted during the most recent
- 5 3-month period along with the Internet or Intranet site of each report,
- 6 and a list of those reports expected to be transmitted in the following
- 7 quarter. The department shall continue to distribute all of these
- 8 reports to the legislature in the current printed format.
- 9 Sec. 209. Funds appropriated in part 1 shall not be used for the
- 10 purchase of foreign goods or services, or both, if competitively priced
- 11 and of comparable quality American goods or services, or both, are
- 12 available.
- 13 Sec. 210. The director of each department receiving appropriations
- 14 in part 1 shall take all reasonable steps to ensure businesses in
- 15 deprived and depressed communities compete for and perform contracts to
- 16 provide services or supplies, or both. Each director shall strongly
- 17 encourage firms with which the department contracts to subcontract with
- 18 certified businesses in depressed and deprived communities for services,
- 19 supplies, or both.
- 20 Sec. 211. Of the funds appropriated in part 1 that are in units
- 21 other than the grants unit, the department shall not provide grants to
- 22 local government agencies, institutions of higher education, or nonprofit
- 23 organizations unless the department or the fund provides notice of the
- 24 grant to the appropriations subcommittees of the house and senate at
- 25 least 10 days before the grant is issued or at least 72 hours before any
- 26 announcement to local governmental units or the public.

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- 20
- 1 Sec. 212. The department shall provide a report prepared by the
- 2 department's internal auditor on the activities of the internal auditor
- 3 for the prior fiscal year. This report shall include a listing of each
- 4 audit or investigation performed by the internal auditor pursuant to
- 5 sections 486(4) and 487 of the management and budget act, 1984 PA 431,
- ${f 6}$  MCL 18.1486 and 18.1487. The report shall identify the proportion of
- 7 time spent on each of the statutory responsibilities listed in
- 8 sections 485(4), 486(4), and 487 of the management and budget act, 1984
- **9** PA 431, MCL 18.1485, 18.1486, and 18.1487, and the time spent on all
- 10 other activities performed in the internal audit function. The first
- 11 report shall be due March 1, 2000, and biennially thereafter beginning on
- 12 May 1 and shall be submitted to the governor, auditor general, the senate
- 13 and house appropriations committees, the fiscal agencies, and the
- 14 director.
- 15 Sec. 213. The department shall establish and maintain affirmative
- 16 action programs based on guidelines developed by the state equal opportu-
- 17 nity workforce planning council which was created by Executive Order
- 18 No. 1996-13 in order to receive general fund/general purpose dollars.

#### 19 <u>DEPARTMENT OF CONSUMER AND INDUSTRY SERVICES</u>

- 20 Sec. 301. The appropriation in part 1 for fire protection grants
- 21 from the liquor purchase revolving fund shall be appropriated to cities,
- 22 villages, and townships with state-owned facilities for fire services,
- 23 instead of taxes, in accordance with 1977 PA 289, MCL 141.951 to
- **24** 141.956.

- 1 Sec. 302. The funds collected by the financial institutions bureau
- 2 in connection with a conservatorship pursuant to section 32 of the
- 3 mortgage brokers, lenders, and servicers licensing act, 1987 PA 173,
- 4 MCL 445.1682, shall be appropriated for all expenses necessary to provide
- 5 for the required services. Funds are available for expenditure when they
- 6 are received by the department of treasury and shall not lapse to the
- 7 general fund at the end of the fiscal year.
- 8 Sec. 303. The funds collected by the department from corporations
- 9 being liquidated pursuant to the insurance code of 1956, 1956 PA 218,
- 10 MCL 500.100 to 500.8302, shall be appropriated for all expenses necessary
- 11 to provide for the required services. Funds are available for expendi-
- 12 ture when they are received by the department of treasury and shall not
- 13 lapse to the general fund at the end of the fiscal year.
- 14 Sec. 304. The department may make available to interested entities
- 15 otherwise unavailable customized listings of nonconfidential information
- 16 in its possession, such as names and addresses of licensees, and charge
- 17 for this information as follows: base fee for 1 to 1,000 records at the
- 18 cost to the department; 1,001 to 10,000 records at 2.5 cents per record;
- 19 and 10,001 or more records at .5 cents per record. The revenue received
- 20 from this service may be used to offset expenses of programs as appropri-
- 21 ated in part 1. The balance of this revenue collected and unexpended at
- 22 the end of the fiscal year shall revert to the appropriate restricted
- 23 revenue account or fund or, in absence of such an account or fund, to the
- 24 general fund. The department shall submit an annual report on or before
- 25 June 1, 2001 to the regulatory subcommittees of the house and senate
- 26 appropriations committees that states the amount of revenue received from
- 27 the sale of information.

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1	Sec. 305. The appropriation in part 1 may be used for per diem
2	payments to the members of commissions or boards for a full day of com-
3	mittee work at which a quorum is present or for performing official busi-
4	ness as authorized by each respective commission or board. The per diem
5	payments shall be at a rate as follows:
6	(a) Michigan board of chiropractic medicine \$50.00 per day
7	(b) Michigan board of dentistry \$50.00 per day
8	(c) Michigan board of medicine\$50.00 per day
9	(d) Board of nursing\$50.00 per day
10	(e) Michigan board of optometry \$50.00 per day
11	(f) Michigan board of osteopathic medicine and
12	surgery\$50.00 per day
13	(g) Michigan board of pharmacy \$50.00 per day
14	(h) Michigan board of podiatric medicine and
15	surgery\$50.00 per day
16	(i) Michigan board of psychology \$50.00 per day
17	(j) Michigan board of physical therapy \$50.00 per day
18	(k) Physicians' assistants task force \$50.00 per day
19	(1) Michigan board of veterinary medicine \$50.00 per day
20	(m) Michigan board of occupational therapists \$50.00 per day
21	(n) Michigan board of professional counselors \$50.00 per day
22	(o) Health occupations council\$50.00 per day
23	(p) Board of accountancy\$50.00 per day
24	(q) Board of architects\$50.00 per day
25	(r) Athletic board of control\$50.00 per day
26	(s) Board of barber examiners \$50.00 per day

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1	(t) Residential builders' and maintenance and	
2	alteration contractor's board	\$50.00 per day
3	(u) Carnival-amusement safety board	\$50.00 per day
4	(v) Collection practices board	\$50.00 per day
5	(w) Board of cosmetology	\$50.00 per day
6	(x) Employment agency board	\$50.00 per day
7	(y) Board of professional engineers	\$50.00 per day
8	(z) Board of land surveyors	\$50.00 per day
9	(aa) Board of landscape architects	\$50.00 per day
10	(bb) Board of marriage counselors	\$50.00 per day
11	(cc) Board of examiners in mortuary science	\$50.00 per day
12	(dd) Nursing home administrators' board	\$50.00 per day
13	(ee) Board of real estate brokers and	
14	salespersons	\$50.00 per day
14 15	salespersons	\$50.00 per day \$50.00 per day
	-	
15	(ff) Ski area safety board	\$50.00 per day
15 16	(ff) Ski area safety board	\$50.00 per day
15 16 17	<pre>(ff) Ski area safety board</pre>	\$50.00 per day \$50.00 per day
15 16 17 18	<pre>(ff) Ski area safety board</pre>	\$50.00 per day \$50.00 per day \$50.00 per day
15 16 17 18 19	<pre>(ff) Ski area safety board</pre>	\$50.00 per day \$50.00 per day \$50.00 per day \$50.00 per day
15 16 17 18 19 20	<pre>(ff) Ski area safety board</pre>	\$50.00 per day \$50.00 per day \$50.00 per day \$50.00 per day \$50.00 per day
15 16 17 18 19 20 21	<pre>(ff) Ski area safety board</pre>	\$50.00 per day \$50.00 per day \$50.00 per day \$50.00 per day \$50.00 per day \$50.00 per day
15 16 17 18 19 20 21	<pre>(ff) Ski area safety board</pre>	\$50.00 per day \$50.00 per day \$50.00 per day \$50.00 per day \$50.00 per day \$50.00 per day \$50.00 per day
15 16 17 18 19 20 21 22	<pre>(ff) Ski area safety board</pre>	\$50.00 per day \$50.00 per day

	House Bil	ll No. 5275 24			
1	(qq)	Elevator board	\$50.00	per	day
2	(rr)	General industry safety standards commission	\$50.00	per	day
3	(ss)	General industry safety standards advisory			
4		committees	\$50.00	per	day
5	(tt)	Construction safety standards commission	\$50.00	per	day
6	(uu)	Construction safety standards advisory			
7		committees	\$50.00	per	day
8	(vv)	Board of health and safety compliance			
9		appeals	\$50.00	per	day
10	(ww)	Occupation health standards commission	\$50.00	per	day
11	(xx)	Fire safety board	\$50.00	per	day
12	( yy )	Occupational health standards advisory			
13		committee	\$50.00	per	day
14	Sec	. 306. (1) The Michigan council for arts and cultu	ral aff	lairs	s in
15	the depar	rtment shall administer the arts and cultural grant	s appro	pria	ated
16	in part	1. The council shall provide for fair and independ	ent dec	cisic	ons
17	on arts a	and cultural grant requests based upon published cr	iteria	to	
18	evaluate	program quality. This criteria shall include a pr	ohibiti	lon c	of
19	art proje	ects that include displays of human wastes on relig	ious sy	/mbol	Ls,
20	displays	of sex acts, and depictions of flag desecration.	The cou	ıncil	L
21	shall see	ek to award grants on an equitable geographic basis	to the	ext	ent
22	possible	given the quality of grant applications received.	Priori	Lty	
23	shall be	given to projects that serve multiple counties and	that 1	Lever	rage
24	significa	ant additional public and private investment. Coun	ties, c	∶iti∈	es,
25	villages	, townships, community foundations, and organizatio	ns may	app]	ГУ
26	for the	following categories of grants:			

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25

- 1 (a) Anchor organization program for organizations that serve a
- 2 statewide audience. Anchor organizations shall demonstrate a commitment
- 3 to education, to mentoring smaller organizations, and to reaching under-
- 4 served audiences.
- 5 (b) Arts projects program.
- 6 (c) Arts and learning program.
- 7 (d) Artists in schools program.
- 8 (e) Arts organization development program.
- 9 (f) Arts and cultural projects for cities, villages, and townships
- 10 (CTV) program.
- 11 (g) Local, regional, or statewide arts agencies services program.
- 12 (h) Regional regranting program.
- (i) Partnership program.
- 14 (j) Discretionary grants program.
- 15 (2) The council shall establish a regional services provider subcat-
- 16 egory within the arts projects program to serve mid-level and larger
- 17 organizations that serve a regional audience. Organizations receiving
- 18 grants within this subcategory shall demonstrate that they have regional
- 19 impact as well as a commitment to education, to mentoring smaller organi-
- 20 zations, and to reaching underserved audiences.
- 21 (3) Potential applicants, including anchor organizations, that are
- 22 considered ineligible to apply for grants and applicants that are unsuc-
- 23 cessful in obtaining a grant shall be provided by the council with the
- 24 following:
- 25 (a) A written rationale as to why the potential applicant was con-
- 26 sidered ineligible or why the applicant's grant was not funded.

- 1 (b) A description of actions the potential applicant or applicant
- 2 needs to take in order to become eligible or to receive funding in future
- 3 years.
- 4 (4) The council shall distribute the funds appropriated in part 1 in
- 5 a manner which achieves the following criteria:
- 6 (a) Supports the development of the regional services provider sub-
- 7 category and provides sufficient funding to organizations meeting the
- 8 criteria for this subcategory as described in subsection (2) and the
- 9 council's guidelines.
- 10 (b) Preserves the funding capacity for the council to provide suffi-
- 11 cient funding to new applicants for the anchor organization program that
- 12 meet the criteria for this category as described in subsection (1)(a) and
- 13 the council's guidelines.
- 14 (5) Funds allocated outside of the categories described in subsec-
- 15 tion (4)(a) and (b) shall be allocated to the remaining grant categories
- 16 in the same general proportions as the council has allocated funding to
- 17 these categories in recent fiscal years.
- 18 (6) Applications for arts and cultural grants shall be received by
- 19 the department, Michigan council for arts and cultural affairs, not later
- 20 than October 1, 2000.
- 21 (7) The appropriation for arts and cultural grants in part 1 and
- 22 disbursed under this section shall, at a minimum, be matched on an equal
- 23 dollar-for-dollar basis from local and private contributions paid and
- 24 received by each awardee receiving grants under this section. The
- 25 dollar-for-dollar match may include the reasonable value of services,
- 26 materials, and equipment as allowed under the federal internal revenue
- 27 code for charitable contributions subject also to the preapproval of such

27

- 1 a match by the Michigan council for arts and cultural affairs. The
- 2 council shall receive proof of the entire amount of the matching funds,
- 3 services, materials, or equipment by the end of the award period. The
- 4 council shall submit a report to the regulatory subcommittees of the
- 5 house and senate appropriations committees regarding those counties,
- 6 cities, villages, townships, community foundations, and organizations
- 7 failing to meet their matching requirements by the end of the award
- 8 period.
- 9 (8) Before any amount appropriated for arts and cultural grants in
- 10 part 1 may be expended for a grant to eligible applicants for the pur-
- 11 poses in this section, the department shall execute a grant agreement
- 12 with each grantee. The grant agreement shall specify the criteria
- 13 included in this section with which the application complies. The grant
- 14 agreement shall include a list of the projects funded and the amount of
- 15 funds each subgrantee, if applicable, will receive for those projects.
- 16 The appropriate subcommittees of the house and senate appropriations com-
- 17 mittees shall receive a summary of the projects funded for each grant
- 18 recipient by November 1, 2000.
- 19 (9) By February 1, 2001, the department shall report to the appro-
- 20 priate subcommittees of the house and senate appropriations committees on
- 21 how the council intends to implement the arts and cultural grants program
- 22 for the following fiscal year, including the process for evaluating
- 23 organization quality, efforts to achieve an equitable geographic distri-
- 24 bution of grants, and a summary of any revisions to the guidelines for
- 25 the council's grant programs. The department shall submit copies of the
- 26 guidelines for each grant category to the appropriate subcommittees by
- 27 February 1, 2001.

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2.8

- 1 (10) The department shall submit a report to the appropriate house
- 2 and senate appropriations subcommittees and the fiscal agencies by
- 3 October 1, 2000, listing the grant applicants under this section. The
- 4 report shall include the following:
- 5 (a) The amount requested by the applicant.
- 6 (b) Any amount awarded to the applicant.
- 7 (c) The grant category under which the applicant applied.
- 8 (d) The county in which the organization resides.
- **9** (e) The expected number of patrons during the grant period.
- 10 (f) The amount of matching funds proposed to be contributed by the
- 11 applicant.
- 12 (g) The organization's score as determined by the relevant peer
- 13 review panel during the application evaluation process.
- 14 (11) By September 1, 2001, the department shall submit a summary of
- 15 the regranted awards made by regranting organizations from funds appro-
- 16 priated in part 1. For each regranting organization, the report shall
- 17 include the following:
- 18 (a) The name of each grantee.
- 19 (b) The amount received by the grantee.
- 20 (c) The county in which the grantee resides.
- 21 (12) 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 appropriate subcommittees of the house and senate appropria-
- 25 tions committees and the fiscal agencies:
- 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:

- ${f 1}$  (i) Revenues and expenditures, indicating whether revenues are from  ${f 2}$  private donations or fees.
- (ii) Number of employees.
- 4 (iii) Number of new hires.
- (iv) Number of patrons attracted during the grant period.
- 6 (b) For awardees receiving grants greater than \$100,000.00, a copy
- 7 of the awardee's annual report and audit report for the fiscal year in
- 8 which the majority of the grant took place due within 90 days after the
- 9 end of the awardee's fiscal year. The audit report shall include an
- 10 audit of grant funds. A representative sampling of grant agreements
- 11 shall be audited by the state auditor general. The audit report shall be
- 12 submitted to the regulatory subcommittees of the house and senate appro-
- 13 priations committees for review. These awardees shall also submit the
- 14 information in subdivision (a) on a quarterly basis for the immediately
- 15 preceding quarter due on January 7, April 7, July 7, and October 7 of
- 16 each year.
- 17 (13) The recipients of grant funds under this section shall be
- 18 announced by the department by October 1, 2000. The department shall,
- 19 within 1 day following the final council vote, provide the appropriate
- 20 subcommittees of the house and senate appropriations committees and each
- 21 legislator whose district is receiving a grant with a list of grant
- 22 awardees.
- 23 (14) 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

- 1 between the funded grant awardee and the Michigan council for arts and
- 2 cultural affairs.
- 3 (15) The applicants for arts and cultural grant funds shall be
- 4 charged a nonrefundable application fee of \$100.00 or 1% of the grant,
- 5 whichever is less. The application fee may be used by the department to
- 6 recover direct and indirect costs as appropriated in part 1.
- 7 (16) It is the intent of the legislature that the Michigan council
- 8 for arts and cultural affairs continue to take appropriate steps to
- 9 ensure that all organizations receiving state arts anchor organization
- 10 grants have combined grant awards, as defined above, of no more than
- 11 15.0% of operating revenue for the fiscal year ending September 30, 2005
- 12 and beyond. As used in this subsection, "operating revenue" is defined
- 13 in the same manner as it was defined during the fiscal year 2000 state
- 14 arts anchor organization application process.
- 15 (17) The council shall continue and expand its efforts to encourage
- 16 and support nonprofit arts and cultural organizations transitioning from
- 17 solely volunteer-based organizations to professional directed
- 18 operations. This includes the provision of funds and services from the
- 19 arts organization development, partnership, arts projects, regional serv-
- 20 ices provider, and regional regranting programs as well as the rural arts
- 21 and culture initiative to support professional development within these
- 22 organizations. Criteria for support include the requirement of collabo-
- 23 ration between these organizations and other community organizations.
- 24 (18) Any organizations receiving grants within the anchor organiza-
- 25 tion program category in excess of 10.0% of their operating revenue, as
- 26 defined in subsection (16), for the fiscal year ending September 30,
- 27 2000, shall not receive a combined grant award from all grant categories,

1 except the partnership program, that is greater than the combined grant

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- 2 award from these categories that the organization received for the fiscal
- 3 year ending September 30, 2000.
- 4 Sec. 307. The department may receive and expend contributions from
- 5 public, private, and federal sources, except state agencies, for the pur-
- 6 pose of acquiring or constructing art objects or promoting or preserving
- 7 the arts in or on state properties. Expenditures of any funds received
- 8 shall be consistent with the purposes of the Faxon-McNamee art in public
- 9 places act, 1980 PA 105, MCL 18.71 to 18.81. Any funds received under
- 10 this section are considered a work project account and may be carried
- 11 forward into the succeeding fiscal year.
- 12 Sec. 308. The Michigan state housing development authority shall
- 13 annually present a report to the regulatory subcommittees of the house
- 14 and senate appropriations committees on the status of the authority's
- 15 housing production goals under all financing programs established or
- 16 administered by the authority. The report shall give special attention
- 17 to efforts to raise affordable multifamily housing production goals.
- 18 Sec. 309. The department shall assess and collect fees in the
- 19 licensing and regulation of child care organizations as defined in 1973
- 20 PA 116, MCL 722.111 to 722.128, and adult foster care facilities as
- 21 defined in the adult foster care facility licensing act, 1979 PA 218,
- 22 MCL 400.701 to 400.737. Fees collected by the department shall not
- 23 exceed the deducts in part 1 and shall be used exclusively for the pur-
- 24 pose of licensing and regulating child care organizations and adult
- 25 foster care facilities.
- 26 Sec. 310. The appropriation in part 1 for the department, bureau of
- 27 safety and regulation, safety education and training division, includes

- 32
- 1 funding for on-site consultation and education and training programs.
- 2 The appropriation in part 1 anticipates that 90% of the on-site consulta-
- 3 tion program costs and 50% of the education and training program costs
- 4 will be supported by federal OSHA funds and the remaining 10% and 50%
- 5 respectively will be supported by safety education and training funds.
- 6 If federal OSHA funding does not become available to cover up to 90% of
- 7 the program costs for on-site consultation and 50% for education and
- 8 training, up to 50% of the program costs for on-site consultation and 90%
- 9 of the program costs for education and training may be paid from the
- 10 safety education and training fund as a match for available federal
- 11 funds.
- Sec. 311. The funds collected by the department for licenses, per-
- 13 mits, and other elevator regulation fees set forth in R 408.8151 of the
- 14 Michigan administrative code and as determined under section 8 of 1976
- 15 PA 333, MCL 338.2158, and section 16 of 1967 PA 227, MCL 408.816, that
- 16 are unexpended at the end of the fiscal year shall carry forward to the
- 17 subsequent fiscal year. The department shall submit a report on an
- 18 annual basis to the regulatory subcommittees of the house and senate
- 19 appropriations committees on the amount of funds available under this
- 20 section.
- 21 Sec. 312. If the revenue collected by the department for occupa-
- 22 tional safety and health, health systems administration, or radiological
- 23 health administration and projects from fees and collections exceeds the
- 24 amount appropriated in part 1, the revenue may be carried forward into
- 25 the subsequent fiscal year. The revenue carried forward under this sec-
- 26 tion shall be used as the first source of funds in the subsequent fiscal
- **27** year.

- 1 Sec. 313. Money appropriated under this act for fire safety
- 2 programs shall not be expended unless, in accordance with section 2c of
- 3 the fire prevention code, 1941 PA 207, MCL 29.2c, inspection and plan
- 4 review fees will be charged according to the following schedule:
- 5 Operation and maintenance inspection fee

6	<u>Facility type</u>	<u> Facility</u>	
7		size	<u>Fee</u>
8	Hospitals	Any	\$8.00 per bed

9 Plan review and construction inspection fees for hospitals and schools

10	Project cost range	Fee
11	\$101,000.00 or less	minimum fee of \$125.00
12	\$101,001.00 to \$1,500,000.00	\$1.24 per \$1,000.00
13	\$1,500,001.00 to \$10,000,000.00	\$0.90 per \$1,000.00
14	\$10,000,001.00 or more	\$0.70 per \$1,000.00
15		or a maximum fee of \$50,000.00.

16 17 Sec. 314. The department shall furnish the clerk of the house, the

- 18 secretary of the senate, and the members of the house and senate appro-
- 19 priations committees with a summary of any evaluation reports and subse-
- 20 quent approvals or disapprovals of juvenile residential facilities oper-
- 21 ated by the family independence agency, as required by 1973 PA 116,
- 22 MCL 722.116. If no evaluations are conducted during the fiscal year, the
- 23 department shall notify the subcommittees and the fiscal agencies.
- Sec. 315. (1) From the amount appropriated in part 1 to health sys-
- 25 tems administration, the department shall provide funding for not less
- 26 than 113 inspectors to annually survey and investigate the care and serv-
- 27 ices delivered in nursing homes, county medical care facilities, and hos-
- 28 pital long-term care units in accordance with provisions in the public
- 29 health code, 1978 PA 368, MCL 333.1101 to 333.25211, and federal Medicare
- 30 and Medicaid certification standards.

- 1 (2) The department, in keeping with the severity of the allegations,
- 2 shall investigate complaints alleging poor care and services occurring on
- 3 nights or weekends in nursing homes, county medical care facilities, and
- 4 hospital long-term care units by conducting on-site investigations on
- 5 nights or weekends.
- 6 Sec. 316. If the revenue collected by the department from licensing
- 7 and regulation fees exceeds the amount appropriated in part 1, the reve-
- 8 nue may be carried forward into the subsequent fiscal year. The revenue
- 9 carried forward under this section shall be used as the first source of
- 10 funds in the subsequent fiscal year.
- 11 Sec. 317. Funds earned or authorized by the United States depart-
- 12 ment of labor in excess of the gross appropriation in part 1 for the
- 13 Michigan unemployment agency from the United States department of labor
- 14 are appropriated and may be expended for staffing and related expenses
- 15 incurred in the operation of its programs. These funds may be spent
- 16 after the department notifies the regulatory subcommittees of the house
- 17 and senate appropriations committees of the purpose and amount of each
- 18 grant award.
- 19 Sec. 318. (1) In addition to the funds appropriated in part 1,
- 20 there is appropriated an amount not to exceed \$23,500,000.00 for federal
- 21 contingency funds. These funds are not available for expenditure until
- 22 they have been transferred to another line item in this act pursuant to
- 23 section 393(2) of the management and budget act, 1984 PA 431,
- **24** MCL 18.1393.
- 25 (2) In addition to the funds appropriated in part 1, there is appro-
- 26 priated an amount not to exceed \$12,200,000.00 for state restricted
- 27 contingency funds. These funds are not available for expenditure until

- 31
- 1 they have been transferred to another line item in this act pursuant to
- 2 section 393(2) of the management and budget act, 1984 PA 431,
- **3** MCL 18.1393.
- 4 (3) In addition to the funds appropriated in part 1, there is appro-
- 5 priated an amount not to exceed \$180,800.00 for local contingency funds.
- 6 These funds are not available for expenditure until they have been trans-
- 7 ferred to another line item in this act pursuant to section 393(2) of the
- 8 management and budget act, 1984 PA 431, MCL 18.1393.
- **9** (4) In addition to the funds appropriated in part 1, there is appro-
- 10 priated an amount not to exceed \$50,000.00 for private 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 Sec. 319. The department shall sell documents at a price not to
- 15 exceed the cost of production and distribution. Money received from the
- 16 sale of these documents shall revert to the department. The funds are
- 17 available for expenditure when they are received by the department of
- 18 treasury and may only be used for costs directly related to the continued
- 19 updating and distribution of the documents pursuant to this section.
- 20 This section applies only for the following documents:
- 21 (a) Corporation and securities division documents, reports, and
- 22 papers required or permitted by law pursuant to section 1060(5) of the
- 23 business corporation act, 1972 PA 284, MCL 450.2060.
- 24 (b) The subdivision control manual, the state boundary commission
- 25 operations manual, and other local government assistance manuals.
- 26 (c) The Michigan liquor control code of 1998, 1998 PA 58,
- 27 MCL 436.1101 to 436.2303, with amendments.

- 1 (d) The mobile home commission act, 1987 PA 96, MCL 125.2301 to
- 2 125.2349; the business corporation act, 1972 PA 284, MCL 450.1101 to
- 3 450.2098; the nonprofit corporation act, 1982 PA 162, MCL 450.2101 to
- 4 450.3192; and the uniform securities act, 1964 PA 265, MCL 451.501 to
- **5** 451.818.
- 6 (e) Labor law books.
- 7 (f) Worker's compensation health care services rules.
- 8 (g) Minimum design standards for health care facilities.
- 9 Sec. 320. (1) The department shall develop a nursing home quality
- 10 care incentive program. The purpose of the program will be to provide
- 11 financial incentives for nursing homes to develop high quality care
- 12 services. Grants shall be awarded to nursing homes that can demonstrate
- 13 an existing commitment to providing high quality care.
- 14 (2) The department shall develop the specific criteria for the
- 15 awarding of these grants. At a minimum, these criteria shall include
- 16 some measure of resident satisfaction with the level of care provided.
- 17 The criteria may also include the results of the facility's annual survey
- 18 conducted by the department.
- 19 (3) The department shall both notify nursing home care providers of
- 20 the criteria to be used in awarding grants by January 1, 2001.
- 21 Sec. 321. The department shall report to the appropriations subcom-
- 22 mittees and the fiscal agencies on March 1, 2001 and September 1, 2001 on
- 23 the initial and follow-up surveys conducted on all nursing homes in this
- 24 state. The report shall include all of the following information:
- 25 (a) The number of surveys conducted.
- 26 (b) The number requiring follow-up surveys.

- 1 (c) The number referred to the Michigan public health institute for
- 2 remediation.
- 3 (d) The number of citations per home.
- 4 (e) The number of night and weekend complaints filed.
- 5 (f) The number of night and weekend responses to complaints con-
- 6 ducted by the department.
- 7 (g) The average length of time for the department to respond to a
- 8 complaint filed against a nursing home.
- **9** (h) The number and percentage of citations appealed.
- 10 (i) The number and percentage of citations overturned and/or
- 11 modified.
- 12 Sec. 322. The department, bureau of safety and regulation, shall
- 13 provide an annual report by February 1 of each year to the appropriate
- 14 house and senate appropriations subcommittees and the fiscal agencies on
- 15 the number of individuals killed and the number of individuals injured on
- 16 the job within industries regulated by the bureau during the preceding
- 17 calendar year.
- 18 Sec. 323. The department shall report by November 1, 2000 to the
- 19 legislature and the fiscal agencies the status of the nursing home com-
- 20 plaint investigation backlog and any suggested revisions to current stat-
- 21 ute or promulgated rules that will assist in improving the effectiveness
- 22 of the nursing home survey and complaint investigation process.
- Sec. 324. As a condition for receiving the general fund/general
- 24 purpose appropriations in part 1 for health systems administration, the
- 25 department shall provide assistance to any person making an oral request
- 26 for a nursing home investigation in putting his or her request into
- 27 writing, shall initiate investigations on all written nursing home

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- 1 complaints filed with the department within 15 days of receipt of the
- 2 complaint, and shall provide a written response to the complainant within
- 3 30 days of receipt of the written complaint.
- 4 Sec. 325. Of the funds appropriated in part 1 for insurance bureau
- 5 administration, the insurance bureau may utilize up to \$15,000.00 in
- 6 insurance regulatory and licensing fee revenue to pay for legislators
- 7 designated by the senate majority leader and speaker of the house of rep-
- 8 resentatives to participate in insurance activities coordinated by insur-
- 9 ance and legislative associations including the national association of
- 10 insurance commissioners and the national council of insurance legislators
- 11 in accordance with section 225 of the insurance code of 1956, 1956
- 12 PA 218, MCL 500.225. The insurance commissioner shall maintain a list of
- 13 the names of and amounts provided to individual legislators pursuant to
- 14 this section.
- 15 Sec. 326. It is the intent of the legislature that the unemployment
- 16 agency, during its transition to the remote initial claims system, oper-
- 17 ate a sufficient number of unemployment agency offices, including itiner-
- 18 ant or satellite offices, within Michigan's Upper Peninsula to ensure
- 19 that the citizens of the Upper Peninsula can access these offices without
- 20 excessive travel or, in cases where unemployment claims are filed or
- 21 renewed by phone, without excessive long distance toll charges.
- 22 Sec. 327. The department shall provide for the updating of all rel-
- 23 evant files and lists maintained by the Michigan child care
- 24 clearinghouse. The department shall provide a report to the appropriate
- 25 house and senate appropriations subcommittees on the costs involved with
- 26 complying with this section by September 30, 2001.

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- 1 Sec. 328. The department shall continue to work with grantees
- 2 supported through the appropriation in part 1 for emergency medical
- 3 services grants and contracts to ensure that a sufficient number of qual-
- 4 ified emergency medical services personnel exist to serve rural areas of
- 5 the state.
- 6 Sec. 329. Of the funds appropriated in part 1 to the office of
- 7 financial and insurance services created under Executive Order No. 4 of
- 8 2000, the funds allocated to the office of financial and insurance serv-
- 9 ices and the commissioner of the office of financial and insurance serv-
- 10 ices under the insurance code of 1956, 1956 PA 218, MCL 500.100 to
- 11 500.8302, shall be accounted for separately by the department from any
- 12 other funds of the office of financial and insurance services and shall
- 13 be separated and allocated as restricted funds to be held and expended
- 14 only in the manner provided for under section 225 of the insurance code
- 15 of 1956, 1956 PA 218, MCL 500.225, and this act.
- Sec. 330. In response to recent changes in the administrative rules
- 17 governing day care facilities, the appropriation in part 1 for AFC,
- 18 children's welfare and day care licensure, shall allow the department to
- 19 add up to 20 additional staff above the level employed as of September
- 20 30, 2000. These new positions shall support day care licensing activi-
- 21 ties that promote a higher quality environment for children in day care
- 22 facilities.
- Sec. 331. (1) The department in consultation with nursing home pro-
- 24 vider groups, the department of community health, the state long-term
- 25 care ombudsman, and the federal health care finance administration shall
- 26 clarify the following terms as those terms are used in title XVIII and

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- 1 title XIX and applied by the department to provide more consistent
- 2 regulation of nursing homes in Michigan:
- 3 (a) Immediate jeopardy.
- 4 (b) Harm.
- 5 (c) Potential harm.
- (d) Avoidable. 6
- 7 (e) Unavoidable.
- 8 (2) The department shall semiannually provide for joint training
- 9 with nursing home surveyors and providers on at least 1 of the 10 most
- 10 frequently issued federal citations in this state during the past calen-
- 11 dar year. The department shall provide a mechanism to measure the effect
- 12 of the training and shall report to the legislature on the effect of the
- 13 training by January 15, 2001.

[Sec. 332. From the appropriations in part 1 for occupational safety and health, the department shall provide funding for 5 general industry safety inspectors, 5 construction industry safety inspectors, and 5 industrial hygienists. These positions shall be in addition to any existing positions already filled by the department in each of these areas as of the effective date of this act.

Sec. 333. Of the funds appropriated in part 1 for nursing home quality incentive grants, no funds shall be distributed to a nursing home under the program unless that nursing home posts the executive summary of the nursing home's last annual inspection in a conspicuous place within the nursing home for public review.]

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