

**SENATE SUBSTITUTE FOR  
HOUSE BILL NO. 5278**

A bill to make appropriations for the departments of attorney general, civil rights, civil service, management and budget, state, and treasury, the executive office, and the legislative branch for the fiscal year ending September 30, 2001; to provide for the expenditure of these appropriations; to provide for the funding of certain work projects; to provide for the imposition of certain fees; to establish or continue certain funds, programs, and categories; to transfer certain funds; to prescribe certain requirements for bidding on state contracts; to provide for disposition of year-end balances for the fiscal year ending September 30, 2001; to prescribe the powers and duties of certain principal executive departments and state agencies, officials, and employees; and to provide for the disposition of fees and other income received by the various principal executive departments and state agencies.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278 as amended May 24, 2000  
2

For Fiscal Year Ending  
September 30, 2001

1 PART 1

2 LINE-ITEM APPROPRIATIONS

3 Sec. 101. Subject to the conditions set forth in this act, the  
4 amounts listed in this part are appropriated for the departments of  
5 attorney general, civil rights, civil service, management and budget,  
6 state, and treasury, the executive office, the legislative branch, and  
7 certain other state purposes, for the fiscal year ending September 30,  
8 2001, from the funds indicated in this part. The following is a summary  
9 of the appropriations in this part:

10 **TOTAL GENERAL GOVERNMENT**

11	Full-time equated unclassified positions.....	42.0	
12	Full-time equated classified positions.....	6,073.5	
13	GROSS APPROPRIATION.....	\$	2,676,820,800
14	Interdepartmental grant revenues:		
15	Total interdepartmental grants and intradepartmental		
16	transfers.....	\$	150,579,200
17	ADJUSTED GROSS APPROPRIATION.....	\$	2,526,241,600
18	Federal revenues:		
19	Total federal revenues.....		54,450,500
20	Special revenue funds:		
21	Total local revenues.....		3,545,900
22	Total private revenues.....		2,275,800
23	Total other state restricted revenues.....		1,968,415,300
24	State general fund/general purpose.....	\$	497,554,100

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

3

For Fiscal Year Ending  
September 30, 2001

1	<b>Sec. 102. DEPARTMENT OF ATTORNEY GENERAL</b>		
2	<b>(1) APPROPRIATION SUMMARY:</b>		
3	Full-time equated unclassified positions.....	6.0	
4	Full-time equated classified positions.....	595.0	
5	GROSS APPROPRIATION.....	\$	61,393,500
6	Interdepartmental grant revenues:		
7	Total interdepartmental grants and intradepartmental		
8	transfers.....		9,473,700
9	ADJUSTED GROSS APPROPRIATION.....	\$	51,919,800
10	Federal revenues:		
11	Total federal revenues.....		7,124,800
12	Special revenue funds:		
13	Total local revenues.....		0
14	Total private revenues.....		1,149,200
15	Total other state restricted revenues.....		8,374,800
16	State general fund/general purpose.....	\$	35,271,000
17	<b>(2) ATTORNEY GENERAL OPERATIONS</b>		
18	Full-time equated unclassified positions.....	6.0	
19	Full-time equated classified positions.....	595.0	
20	Attorney general.....	\$	124,900
21	Unclassified positions.....		457,800
22	Attorney general operations--576.5 FTE positions.....		58,901,400
23	Prosecuting attorneys coordinating council--18.5 FTE		
24	positions.....		1,609,400
25	PACC, training project.....		<u>300,000</u>
26	GROSS APPROPRIATION.....	\$	61,393,500

05709'00 (S-1)

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

4

For Fiscal Year Ending  
September 30, 2001

1	Appropriated from:	
2	Interdepartmental grant revenues:	
3	IDG from MDA, bovine research.....	295,100
4	IDG from FIA.....	2,539,100
5	IDG from MDCIS, financial and insurance services.....	98,400
6	IDG from MDCIS, health services.....	1,127,800
7	IDG from MDCIS, public utility assessments.....	1,603,300
8	IDG from MDSP, Michigan justice training fund.....	300,000
9	IDG from MDOT, state aeronautics fund.....	119,800
10	IDG from MDOT, comprehensive transportation fund.....	127,500
11	IDG from MDOT, Michigan transportation fund.....	10,000
12	IDG from MDOT, state trunkline fund.....	2,452,900
13	IDG from Michigan gaming control board.....	799,800
14	Federal revenues:	
15	DAG, state administrative match grant/food stamps....	1,028,800
16	DED-OPSE, student loan, federal lender allowance.....	281,500
17	DOL-ETA, unemployment insurance.....	1,333,600
18	DOL-OSHA, occupational safety and health.....	262,000
19	EPA, multiple grants.....	234,800
20	Federal funds.....	703,100
21	HHS-OS, state Medicaid fraud control units.....	2,746,400
22	HHS, medical assistance, medigrant.....	534,600
23	Special revenue funds:	
24	Private - accident fund company revenue.....	1,149,200
25	Antitrust enforcement collections.....	293,500
26	Auto repair facilities fees.....	186,600

05709'00 (S-1)

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

5

For Fiscal Year Ending  
September 30, 2001

1	Collections revenue.....	571,000
2	Corporate fees and security fees.....	122,500
3	Environmental response fund.....	620,100
4	Franchise fees.....	234,100
5	Game and fish protection fund.....	660,900
6	Liquor purchase revolving fund.....	840,300
7	Manufactured housing fees.....	182,600
8	Michigan state housing development authority fees....	469,400
9	Michigan underground storage tank financial assurance	
10	fund.....	154,200
11	Oil and gas privilege fee revenue.....	138,500
12	Prisoner reimbursement.....	289,700
13	Prosecuting attorneys training fees.....	236,800
14	Retirement funds.....	596,900
15	Second injury fund.....	909,000
16	Self-insurers security fund.....	155,900
17	Silicosis and dust disease fund.....	464,200
18	State building authority revenue.....	78,300
19	State hospital authority.....	304,300
20	State lottery fund.....	198,700
21	Utility consumers fund.....	461,000
22	Waterways fund.....	80,100
23	Worker's compensation administrative revolving fund..	126,200
24	State general fund/general purpose..... \$	35,271,000

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

6

For Fiscal Year Ending  
September 30, 2001

1	<b>Sec. 103. DEPARTMENT OF CIVIL RIGHTS</b>		
2	<b>(1) APPROPRIATION SUMMARY:</b>		
3	Full-time equated unclassified positions.....	5.0	
4	Full-time equated classified positions.....	174.0	
5	GROSS APPROPRIATION.....	\$	15,772,500
6	Interdepartmental grant revenues:		
7	Total interdepartmental grants and intradepartmental		
8	transfers.....		0
9	ADJUSTED GROSS APPROPRIATION.....	\$	15,772,500
10	Federal revenues:		
11	Total federal revenues.....		934,000
12	Special revenue funds:		
13	Total local revenues.....		0
14	Total private revenues.....		0
15	Total other state restricted revenues.....		0
16	State general fund/general purpose.....	\$	14,838,500
17	<b>(2) CIVIL RIGHTS OPERATIONS</b>		
18	Full-time equated unclassified positions.....	5.0	
19	Full-time equated classified positions.....	174.0	
20	Commission (per diem \$75.00).....	\$	16,200
21	Unclassified positions--5.0 FTE positions.....		374,100
22	Civil rights operations--166.5 FTE positions.....		14,882,200
23	Advance replacement funding--7.5 FTE positions.....		<u>500,000</u>
24	GROSS APPROPRIATION.....	\$	15,772,500
25	Appropriated from:		
26	Federal revenues:		

05709'00 (S-1)

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

7

For Fiscal Year Ending  
September 30, 2001

1	HUD, grant.....	134,000
2	EEOC, state and local antidiscrimination agency	
3	contracts.....	800,000
4	State general fund/general purpose..... \$	14,838,500

**5        Sec. 104.    DEPARTMENT OF CIVIL SERVICE****6        (1) APPROPRIATION SUMMARY:**

7	Full-time equated classified positions.....230.5	
8	GROSS APPROPRIATION..... \$	30,405,600
9	Interdepartmental grant revenues:	
10	Total interdepartmental grants and intradepartmental	
11	transfers.....	3,300,000
12	ADJUSTED GROSS APPROPRIATION..... \$	27,105,600
13	Federal revenues:	
14	Total federal revenues.....	4,779,100
15	Special revenue funds:	
16	Total local revenues.....	1,700,000
17	Total private revenues.....	150,000
18	Total other state restricted revenues.....	9,257,600
19	State general fund/general purpose..... \$	11,218,900

**20        (2) CIVIL SERVICE OPERATIONS**

21	Full-time equated classified positions.....230.5	
22	Civil service operations--230.5 FTE positions..... \$	<u>30,405,600</u>
23	GROSS APPROPRIATION..... \$	30,405,600
24	Appropriated from:	

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

8

For Fiscal Year Ending  
September 30, 2001

1	Interdepartmental grant revenues:	
2	IDG, training charges.....	2,000,000
3	IDG, 1% special funds.....	1,300,000
4	Federal revenues:	
5	Federal funds 1%.....	4,779,100
6	Special revenue funds:	
7	Local funds 1%.....	1,700,000
8	Private funds 1%.....	150,000
9	Freedom of information fees.....	1,100
10	State restricted funds 1%.....	6,606,500
11	State sponsored group insurance.....	2,650,000
12	State general fund/general purpose..... \$	11,218,900

**13 Sec. 105. EXECUTIVE OFFICE****14 (1) APPROPRIATION SUMMARY:**

15	Full-time equated unclassified positions.....10.0	
16	Full-time equated classified positions.....75.0	
17	GROSS APPROPRIATION..... \$	5,679,600
18	Interdepartmental grant revenues:	
19	Total interdepartmental grants and intradepartmental	
20	transfers.....	0
21	ADJUSTED GROSS APPROPRIATION..... \$	5,679,600
22	Federal revenues:	
23	Total federal revenues.....	0
24	Special revenue funds:	



**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

9

For Fiscal Year Ending  
September 30, 2001

1	Total local revenues.....	0
2	Total private revenues.....	0
3	Total other state restricted revenues.....	0
4	State general fund/general purpose..... \$	5,679,600
5	<b>(2) EXECUTIVE OFFICE OPERATIONS</b>	
6	Full-time equated unclassified positions.....10.0	
7	Full-time equated classified positions.....75.0	
8	Governor..... \$	154,800
9	Lieutenant governor.....	103,100
10	Executive office--75.0 FTE positions.....	4,588,600
11	Unclassified positions--8.0 FTE positions.....	<u>833,100</u>
12	GROSS APPROPRIATION..... \$	5,679,600
13	Appropriated from:	
14	State general fund/general purpose..... \$	5,679,600
15	<b>Sec. 106. LEGISLATIVE AUDITOR GENERAL</b>	
16	<b>(1) APPROPRIATION SUMMARY:</b>	
17	GROSS APPROPRIATION..... \$	15,686,000
18	Interdepartmental grant revenues:	
19	Total interdepartmental grants and intradepartmental	
20	transfers.....	1,609,600
21	ADJUSTED GROSS APPROPRIATION..... \$	14,076,400
22	Federal revenues:	
23	Total federal revenues.....	0
24	Special revenue funds:	

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

10

For Fiscal Year Ending  
September 30, 2001

1	Total local revenues.....	0
2	Total private revenues.....	0
3	Total other state restricted revenues.....	266,600
4	State general fund/general purpose..... \$	13,809,800
5	<b>(2) OFFICE OF THE AUDITOR GENERAL</b>	
6	Legislative auditor general..... \$	124,900
7	Unclassified positions.....	135,700
8	Field operations.....	<u>15,425,400</u>
9	GROSS APPROPRIATION..... \$	15,686,000
10	Appropriated from:	
11	Interdepartmental grant revenues:	
12	IDG from MDCIS, liquor purchase revolving fund.....	85,300
13	IDG from MDOT, comprehensive transportation fund.....	47,600
14	IDG from MDOT, Michigan transportation fund.....	132,400
15	IDG from MDOT, state aeronautics fund.....	31,100
16	IDG from MDOT, state trunkline fund.....	362,100
17	IDG from MDCS.....	84,600
18	IDG, single audit act.....	866,500
19	Special revenue funds:	
20	Construction lien fund.....	12,000
21	Contract audit administration fees.....	63,900
22	Correctional industries revolving fund.....	37,100
23	Game and fish protection fund.....	20,000
24	Marine safety fund.....	1,800
25	Michigan state housing development authority fees....	47,700
26	Michigan veterans trust fund.....	21,100

05709'00 (S-1)

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

11

For Fiscal Year Ending  
September 30, 2001

1	Motor transport revolving fund.....	29,900
2	Office services revolving fund.....	27,800
3	Waterways fund.....	5,300
4	State general fund/general purpose..... \$	13,809,800

**5        Sec. 107.    LEGISLATURE****6        (1) APPROPRIATION SUMMARY:**

7	GROSS APPROPRIATION.....	\$	108,050,700
8	Interdepartmental grant revenues:		
9	Total interdepartmental grants and intradepartmental		
10	transfers.....		0
11	ADJUSTED GROSS APPROPRIATION.....	\$	108,050,700
12	Federal revenues:		
13	Total federal revenues.....		0
14	Special revenue funds:		
15	Total local revenues.....		0
16	Total private revenues.....		400,000
17	Total other state restricted revenues.....		1,041,800
18	State general fund/general purpose.....	\$	106,608,900

**19        (2) LEGISLATURE**

20	Senate.....	\$	28,429,300
21	Senate automated data processing.....		2,265,200
22	Senate fiscal agency.....		3,346,300
23	Census tracking/reapportionment-senate.....		500,000
24	House of representatives.....		39,510,300

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

12

For Fiscal Year Ending  
September 30, 2001

1	House automated data processing.....	2,048,800
2	House fiscal agency.....	3,151,100
3	Census tracking/reapportionment-house of	
4	representatives.....	<u>500,000</u>
5	GROSS APPROPRIATION..... \$	79,751,000
6	Appropriated from:	
7	State general fund/general purpose..... \$	79,751,000
8	<b>(3) LEGISLATIVE COUNCIL</b>	
9	Legislative council..... \$	11,147,000
10	Legislative service bureau automated data processing.	1,589,400
11	E-law, legislative council technology enhancement	
12	project.....	631,000
13	Legislative corrections ombudsman.....	581,300
14	Worker's compensation.....	154,800
15	National association dues.....	<u>388,400</u>
16	GROSS APPROPRIATION..... \$	14,491,900
17	Appropriated from:	
18	Special revenue funds:	
19	Private - gifts and bequests revenues.....	400,000
20	State general fund/general purpose..... \$	14,091,900
21	<b>(4) LEGISLATIVE RETIREMENT SYSTEM</b>	
22	General nonretirement expenses..... \$	<u>4,389,400</u>
23	GROSS APPROPRIATION..... \$	4,389,400
24	Appropriated from:	
25	Special revenue funds:	
26	Court fees.....	1,041,800

# HB 5278, As Passed Senate, May 25, 2000

House Bill No. 5278 as amended May 24, 2000  
13

For Fiscal Year Ending  
September 30, 2001

1	State general fund/general purpose.....	\$	3,347,600
2	<b>(5) PROPERTY MANAGEMENT</b>		
3	Capitol building.....	\$	1,912,100
4	House of representatives office building.....		6,826,100
5	Farnum building.....		<u>680,200</u>
6	GROSS APPROPRIATION.....	\$	9,418,400
7	Appropriated from:		
8	State general fund/general purpose.....	\$	9,418,400
9	<b>Sec. 108. LIBRARY OF MICHIGAN</b>		
10	<b>(1) APPROPRIATION SUMMARY:</b>		
11	GROSS APPROPRIATION.....	\$	40,435,000
12	Interdepartmental grant revenues:		
13	Total interdepartmental grants and intradepartmental		
14	transfers.....		0
15	ADJUSTED GROSS APPROPRIATION.....	\$	40,435,000
16	Federal revenues:		
17	Total federal revenues.....		4,557,400
18	Special revenue funds:		
19	Total local revenues.....		0
20	Total private revenues.....		75,000
21	Total other state restricted revenues.....		86,900
22	State general fund/general purpose.....	\$	35,715,700

**HB 5278, As Passed Senate, May 25, 2000**House Bill No. 5278 as amended May 24, 2000  
14For Fiscal Year Ending  
September 30, 2001

1	<b>(2) LIBRARY OF MICHIGAN</b>	
2	Operations.....	\$ 8,506,300
3	Michigan library and historical center operations....	2,843,900
4	Library automation.....	750,300
5	Statewide database access.....	1,250,000
6	Collected gifts and fees.....	161,900
7	Book distribution centers.....	332,000
8	State aid to libraries.....	14,350,700
9	Grant to the Detroit public library.....	5,871,600
10	Grand Rapids public library.....	406,400
11	Subregional state aid.....	604,300
12	Wayne County library for the blind & physically	
13	handicapped.....	49,200
14	Michigan public library children's reading program...	250,000
15	Library services and technology act.....	4,557,400
16	Renaissance zone reimbursement.....	<u>501,000</u>
17	GROSS APPROPRIATION.....	\$ 40,435,000
18	Appropriated from:	
19	Federal revenues:	
20	Library services and technology act.....	4,557,400
21	Special revenue funds:	
22	Private - gifts and bequests revenues.....	75,000
23	User fees.....	86,900
24	State general fund/general purpose.....	\$ 35,715,700

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

15

For Fiscal Year Ending  
September 30, 2001

1	<b>Sec. 109. DEPARTMENT OF MANAGEMENT AND BUDGET</b>	
2	<b>(1) APPROPRIATION SUMMARY:</b>	
3	Full-time equated unclassified positions.....	6.0
4	Full-time equated classified positions.....	961.5
5	GROSS APPROPRIATION.....	\$ 163,529,800
6	Interdepartmental grant revenues:	
7	Total interdepartmental grants and intradepartmental	
8	transfers.....	72,113,300
9	ADJUSTED GROSS APPROPRIATION.....	\$ 91,416,500
10	Federal revenues:	
11	Total federal revenues.....	550,500
12	Special revenue funds:	
13	Total local revenues.....	0
14	Total private revenues.....	0
15	Total other state restricted revenues.....	43,905,200
16	State general fund/general purpose.....	\$ 46,960,800
17	<b>(2) MANAGEMENT AND BUDGET SERVICES</b>	
18	Full-time equated unclassified positions.....	6.0
19	Full-time equated classified positions.....	782.0
20	Unclassified positions--6.0 FTE positions.....	\$ 548,600
21	Departmentwide services--62.0 FTE positions.....	15,017,000
22	Statewide administrative services--256.0 FTE	
23	positions.....	25,537,600
24	Statewide support services--353.0 FTE positions.....	67,207,800
25	Michigan administrative information network--111.0	
26	FTE positions.....	<u>25,177,100</u>

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

16

For Fiscal Year Ending  
September 30, 2001

1	GROSS APPROPRIATION.....	\$	133,488,100
2	Appropriated from:		
3	Interdepartmental grant revenues:		
4	IDG from MDOT, state aeronautics fund.....		26,600
5	IDG from MDOT, comprehensive transportation fund.....		50,200
6	IDG from MDOT, state trunkline fund.....		889,500
7	IDG from building occupancy and parking charges.....		65,843,500
8	IDG from department of career development.....		100,000
9	IDG from MDCH.....		235,000
10	IDG from user fees.....		3,713,500
11	Federal revenues:		
12	Federal-MESA, administration fund.....		550,500
13	Special revenue funds:		
14	Game and fish protection fund.....		188,300
15	Health management funds.....		1,245,900
16	Marine safety fund.....		22,800
17	MAIN user charges.....		4,624,600
18	Special revenue, internal service, and pension trust		
19	funds.....		7,209,300
20	State building authority revenue.....		459,900
21	State lottery fund.....		192,600
22	Waterways fund.....		44,800
23	State sponsored group insurance, flexible spending		
24	accounts and COBRA.....		4,772,300
25	State general fund/general purpose.....	\$	43,318,800

05709'00 (S-1)



**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

17

For Fiscal Year Ending  
September 30, 2001**1 (3) STATEWIDE APPROPRIATIONS**

2	Professional development fund - MPES.....	\$	105,000
3	Professional development fund - UAW.....		900,000
4	Professional development fund - local 31-M.....		50,000
5	Professional development fund - MSC.....		150,000
6	Professional development fund - nonexclusively repre-		
7	sented employees.....		<u>50,000</u>
8	GROSS APPROPRIATION.....	\$	1,255,000

**9 Appropriated from:****10 Interdepartmental grant revenues:**

11	IDG from employer contributions.....		1,255,000
12	State general fund/general purpose.....	\$	0

**13 (4) SPECIAL PROGRAMS**

14	Full-time equated classified positions.....	179.5	
15	Building occupancy charges-property management serv-		
16	ices for executive/legislative building occupancy..	\$	1,820,400
17	Retirement services--165.5 FTE positions.....		25,346,800
18	Office of children's ombudsman--14.0 FTE positions...		1,207,300
19	Health insurance reserve fund payment.....		<u>412,200</u>
20	GROSS APPROPRIATION.....	\$	28,786,700

**21 Appropriated from:****22 Special revenue funds:**

23	Deferred compensation.....		2,841,900
24	Pension trust funds.....		22,302,800
25	State general fund/general purpose.....	\$	3,642,000

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

18

For Fiscal Year Ending  
September 30, 2001

1	<b>Sec. 110. DEPARTMENT OF STATE</b>		
2	<b>(1) APPROPRIATION SUMMARY:</b>		
3	Full-time equated unclassified positions.....	6.0	
4	Full-time equated classified positions.....	2,048.0	
5	GROSS APPROPRIATION.....	\$	187,335,200
6	Interdepartmental grant revenues:		
7	Total interdepartmental grants and intradepartmental		
8	transfers.....		54,904,200
9	ADJUSTED GROSS APPROPRIATION.....	\$	132,431,000
10	Federal revenues:		
11	Total federal revenues.....		2,704,700
12	Special revenue funds:		
13	Total local revenues.....		0
14	Total private revenues.....		501,600
15	Total other state restricted revenues.....		63,144,500
16	State general fund/general purpose.....	\$	66,080,200
17	<b>(2) EXECUTIVE DIRECTION</b>		
18	Full-time equated unclassified positions.....	6.0	
19	Full-time equated classified positions.....	28.2	
20	Secretary of state.....	\$	124,900
21	Unclassified positions--5.0 FTE positions.....		457,800
22	Operations--28.2 FTE positions.....		<u>1,931,300</u>
23	GROSS APPROPRIATION.....	\$	2,514,000
24	Appropriated from:		
25	Interdepartmental grant revenues:		
26	IDG from MDOT, Michigan transportation fund.....		552,000

05709'00 (S-1)

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

19

For Fiscal Year Ending  
September 30, 2001

1	Special revenue funds:	
2	Auto repair facilities fees.....	49,100
3	Driver fees.....	82,300
4	Expedient service fees.....	42,200
5	Look-up fees.....	387,200
6	Parking ticket court fines.....	6,600
7	Personal identification card fees.....	9,900
8	Reinstatement fees - operator licenses.....	87,800
9	Vehicle theft prevention fees.....	29,000
10	State general fund/general purpose..... \$	1,267,900
11	<b>(3) DEPARTMENT SERVICES</b>	
12	Full-time equated classified positions.....272.3	
13	Operations--162.8 FTE positions..... \$	18,188,700
14	Data processing--103.0 FTE positions.....	24,739,500
15	Assigned claims assessments--6.5 FTE positions.....	<u>625,700</u>
16	GROSS APPROPRIATION..... \$	43,553,900
17	Appropriated from:	
18	Interdepartmental grant revenues:	
19	IDG from MDOT, Michigan transportation fund.....	15,922,300
20	Federal revenues:	
21	Federal funds.....	104,800
22	Special revenue funds:	
23	Administrative order processing fee.....	10,400
24	Auto repair facilities fees.....	535,600
25	Assigned claims assessments.....	625,700
26	Child support clearance fees.....	45,700

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

20

For Fiscal Year Ending  
September 30, 2001

1	Driver fees.....	1,096,500
2	Expedient service fees.....	676,300
3	Look-up fees.....	9,235,400
4	Marine safety fund.....	66,000
5	Off-road vehicle title fees.....	6,900
6	Parking ticket court fines.....	124,100
7	Personal identification card fees.....	99,100
8	Reinstatement fees - operator licenses.....	876,900
9	Scrap tire fund.....	60,700
10	Snowmobile registration fee revenue.....	15,800
11	Vehicle theft prevention fees.....	388,800
12	State general fund/general purpose..... \$	13,662,900
13	<b>(4) REGULATORY SERVICES</b>	
14	Full-time equated classified positions.....198.6	
15	Operations--96.9 FTE positions..... \$	7,863,600
16	Auto regulations--101.7 FTE positions.....	<u>7,195,200</u>
17	GROSS APPROPRIATION..... \$	15,058,800
18	Appropriated from:	
19	Interdepartmental grant revenues:	
20	IDG from MDOT, Michigan transportation fund.....	3,383,100
21	Federal revenues:	
22	Federal funds.....	82,900
23	Special revenue funds:	
24	Auto repair facilities fees.....	3,806,400
25	Driver fees.....	543,300
26	Expedient service fees.....	27,000

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

21

For Fiscal Year Ending  
September 30, 2001

1	Look-up fees.....	2,269,500
2	Parking ticket court fines.....	7,400
3	Personal identification card fees.....	37,000
4	Reinstatement fees - operator licenses.....	477,000
5	Vehicle theft prevention fees.....	1,281,900
6	State general fund/general purpose..... \$	3,143,300
7	<b>(5) CUSTOMER DELIVERY SERVICES</b>	
8	Full-time equated classified positions.....	1,442.7
9	Branch operations--1,001.8 FTE positions..... \$	65,798,100
10	Central records--339.1 FTE positions.....	24,370,700
11	Service delivery operations--85.6 FTE positions.....	6,189,500
12	Commemorative license plates--16.2 FTE positions.....	2,853,300
13	Specialty license plates.....	4,215,000
14	Olympic center plate.....	75,700
15	Organ donor program.....	<u>104,100</u>
16	GROSS APPROPRIATION..... \$	103,606,400
17	Appropriated from:	
18	Interdepartmental grant revenues:	
19	IDG from MDOT, Michigan transportation fund.....	32,447,800
20	Federal revenues:	
21	Federal funds.....	1,086,200
22	Special revenue funds:	
23	Private funds.....	100
24	Auto repair facilities fees.....	76,500
25	Child support clearance fees.....	331,500
26	Commercial driver training school fees.....	57,200

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

22

For Fiscal Year Ending  
September 30, 2001

1	Driver fees.....	11,336,500
2	Expedient service fees.....	1,602,000
3	Look-up fees.....	15,869,600
4	Marine safety fund.....	945,700
5	Mobile home commission fees.....	392,500
6	Motorcycle safety fund.....	125,100
7	Olympic center training fund.....	75,700
8	Off-road vehicle title fees.....	101,100
9	Parking ticket court fines.....	1,357,000
10	Personal identification card fees.....	1,267,900
11	Reinstatement fees - operator licenses.....	1,924,000
12	Snowmobile registration fee revenue.....	276,900
13	Vehicle theft prevention fees.....	174,800
14	State general fund/general purpose..... \$	34,158,300
15	<b>(6) ELECTION REGULATION</b>	
16	Full-time equated classified positions.....31.5	
17	Election administration and services--31.5 FTE	
18	positions..... \$	2,949,600
19	Fees to local units.....	69,800
20	Qualified voter file.....	<u>1,408,700</u>
21	GROSS APPROPRIATION..... \$	4,428,100
22	Appropriated from:	
23	State general fund/general purpose..... \$	4,428,100
24	<b>(7) HISTORICAL PROGRAM</b>	
25	Full-time equated classified positions.....74.7	
26	Historical administration and services--64.3 FTE	
27	positions..... \$	5,093,800

05709'00 (S-1)

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

23

For Fiscal Year Ending  
September 30, 2001

1	Federal programs--8.9 FTE positions.....	1,430,800
2	Heritage publications.....	700,000
3	Mann house--0.5 FTE position.....	101,500
4	Lighthouse program--1.0 FTE position.....	502,700
5	Michigan historical center foundation challenge grant	100,000
6	Iron ore museum.....	500,000
7	Private grants and gifts.....	<u>400,000</u>
8	GROSS APPROPRIATION..... \$	8,828,800
9	Appropriated from:	
10	Federal revenues:	
11	DOI-NPS, historic preservation grants-in-aid.....	924,900
12	Federal funds.....	505,900
13	Special revenue funds:	
14	Private - grants and gifts.....	400,000
15	Private - Mann house trust fund.....	101,500
16	Heritage publication fund.....	700,000
17	State general fund/general purpose..... \$	6,196,500
18	<b>(8) DEPARTMENTWIDE APPROPRIATIONS</b>	
19	Building occupancy charges/rent..... \$	8,476,200
20	Worker's compensation.....	<u>869,000</u>
21	GROSS APPROPRIATION..... \$	9,345,200
22	Appropriated from:	
23	Interdepartmental grant revenues:	
24	IDG from MDOT, Michigan transportation fund.....	2,599,000
25	Special revenue funds:	
26	Auto repair facilities fees.....	160,800

05709'00 (S-1)

# HB 5278, As Passed Senate, May 25, 2000

House Bill No. 5278 as amended May 24, 2000  
24

For Fiscal Year Ending  
September 30, 2001

1	Driver fees.....	494,600
2	Expedient service fees.....	16,100
3	Look-up fees.....	2,318,300
4	Parking ticket court fines.....	533,200
5	State general fund/general purpose..... \$	3,223,200

## 6        **Sec. 111. DEPARTMENT OF TREASURY**

### 7        **(1) APPROPRIATION SUMMARY:**

8	Full-time equated unclassified positions.....9.0	
9	Full-time equated classified positions.....1,989.5	
10	GROSS APPROPRIATION..... \$	2,048,532,900
11	Interdepartmental grant revenues:	
12	Total interdepartmental grants and intradepartmental	
13	transfers.....	9,178,400
14	ADJUSTED GROSS APPROPRIATION..... \$	2,039,354,500
15	Federal revenues:	
16	Total federal revenues.....	33,800,000
17	Special revenue funds:	
18	Total local revenues.....	1,845,900
19	Total private revenues.....	0
20	Total other state restricted revenues.....	1,842,337,900
21	State general fund/general purpose..... \$	161,370,700

### 22        **(2) EXECUTIVE DIRECTION**

23	Full-time equated unclassified positions.....9.0
24	Full-time equated classified positions.....4.0



**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

25

For Fiscal Year Ending  
September 30, 2001

1	Unclassified positions--9.0 FTE positions.....	\$	770,400
2	Office of the director--4.0 FTE positions.....		<u>478,000</u>
3	GROSS APPROPRIATION.....	\$	1,248,400
4	Appropriated from:		
5	Special revenue funds:		
6	State lottery fund.....		118,200
7	State services fee fund.....		133,200
8	State general fund/general purpose.....	\$	997,000
9	<b>(3) DEPARTMENTWIDE APPROPRIATIONS</b>		
10	Travel.....	\$	1,815,900
11	Rent and building occupancy charges-property manage-		
12	ment services.....		3,699,300
13	Worker's compensation insurance premium.....		<u>579,600</u>
14	GROSS APPROPRIATION.....	\$	6,094,800
15	Appropriated from:		
16	Interdepartmental grant revenues:		
17	IDG from MDOT, state aeronautics fund.....		2,700
18	IDG, state agency collection fees.....		17,900
19	Special revenue funds:		
20	Delinquent property tax administration fund.....		127,000
21	Delinquent tax collection revenue.....		3,228,500
22	Municipal finance fees.....		11,200
23	Treasury fees.....		18,900
24	Waterways fund.....		2,300
25	State general fund/general purpose.....	\$	2,686,300

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

26

For Fiscal Year Ending  
September 30, 2001

1	<b>(4) LOCAL GOVERNMENT PROGRAMS</b>		
2	Full-time equated classified positions.....	104.0	
3	Supervision of the general property tax law--	49.0 FTE	
4	positions.....	\$	3,587,300
5	Property tax assessor training--	4.0 FTE positions....	357,600
6	Local property tax services--	22.5 FTE positions.....	2,771,700
7	Local finance--	28.5 FTE positions.....	2,016,500
8	State compliance audits.....		60,000
9	Pari-mutuel audits.....		<u>240,000</u>
10	GROSS APPROPRIATION.....	\$	9,033,100
11	Appropriated from:		
12	Special revenue funds:		
13	Local - assessor training fees.....		357,600
14	Local - audit charges.....		688,300
15	Local - equalization study charge-backs.....		50,000
16	Local - revenue from local government.....		50,000
17	Delinquent property tax administration fund.....		2,447,400
18	Municipal finance fees.....		243,300
19	State general fund/general purpose.....	\$	5,196,500
20	<b>(5) TAX PROGRAMS</b>		
21	Full-time equated classified positions.....	761.5	
22	Administration--	229.0 FTE positions.....	\$ 17,549,900
23	Enforcement--	521.5 FTE positions.....	34,312,100
24	Technology investment plan.....		5,000,000
25	Home heating assistance.....		1,600,000
26	Senior prescription drug credit processing.....		182,500

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

27

For Fiscal Year Ending  
September 30, 2001

1	Michigan underground storage tank assurance fund--4.0	
2	FTE positions.....	206,200
3	Sales and use tax multistate cooperative	
4	initiative--3.0 FTE positions.....	1,000,000
5	Joint federal/state motor fuel compliance project....	100,000
6	Bottle bill implementation.....	250,000
7	New hire reporting.....	1,545,000
8	Tobacco tax collection--4.0 FTE positions.....	208,100
9	FARSTAR tax audit system.....	<u>4,242,400</u>
10	GROSS APPROPRIATION..... \$	66,196,200
11	Appropriated from:	
12	Interdepartmental grant revenues:	
13	IDG from MDOT, state aeronautics fund.....	41,800
14	IDG from FIA.....	1,545,000
15	IDG from MDCH.....	208,100
16	IDG, data/collection services fees.....	250,900
17	Federal revenues:	
18	HHS-SSA, low income energy assistance.....	1,600,000
19	DOT-FHA, intermodal surface transportation efficiency	
20	act.....	410,000
21	Special revenue funds:	
22	Bottle deposit fund.....	250,000
23	Delinquent tax collection revenue.....	37,672,400
24	Michigan pharmaceutical.....	182,500
25	Michigan underground storage tank financial assurance	
26	revenue.....	206,200

05709'00 (S-1)

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

28

For Fiscal Year Ending  
September 30, 2001

1	Tobacco tax revenue.....	325,000
2	Waterways fund.....	54,400
3	State general fund/general purpose..... \$	23,449,900
4	<b>(6) MANAGEMENT PROGRAMS</b>	
5	Full-time equated classified positions.....528.5	
6	Administrative services--114.5 FTE positions..... \$	7,678,600
7	Controller operations--224.0 FTE positions.....	14,661,600
8	Information technology services--171.0 FTE positions.	12,347,900
9	Receipt, warrant and cash processing.....	3,736,300
10	Unclaimed property services--8.0 FTE positions.....	3,031,300
11	Fiscal agent--3.0 FTE positions.....	144,300
12	Child support order offsets--8.0 FTE positions.....	<u>522,300</u>
13	GROSS APPROPRIATION..... \$	42,122,300
14	Appropriated from:	
15	Interdepartmental grant revenues:	
16	IDG from MDOT, state aeronautics fund.....	16,500
17	IDG receipt, warrant and cash processing fees.....	3,736,300
18	IDG, levy, warrant cost assessment fees.....	1,792,100
19	IDG, state agency collection fees.....	437,600
20	IDG, from FIA.....	492,700
21	IDG, fiscal agent service fees.....	144,300
22	IDG, user services.....	492,500
23	Special revenue funds:	
24	Children's trust fund.....	6,400
25	Delinquent property tax administration fund.....	17,900
26	Delinquent tax collection revenue.....	14,157,000

05709'00 (S-1)

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

29

For Fiscal Year Ending  
September 30, 2001

1	Escheats revenue.....	3,031,300
2	Garnishment fees.....	407,200
3	Treasury fees.....	156,600
4	Waterways fund.....	17,700
5	State general fund/general purpose..... \$	17,216,200
6	<b>(7) FINANCIAL PROGRAMS</b>	
7	Full-time equated classified positions.....297.5	
8	Retirement investments--86.5 FTE positions..... \$	9,132,000
9	Michigan merit award board/MEAP administration--26.0	
10	FTE positions.....	18,870,600
11	Michigan education savings program.....	10,000,000
12	Common cash investments and debt management--10.5 FTE	
13	positions.....	818,400
14	Student financial assistance programs--174.5 FTE	
15	positions.....	<u>33,549,900</u>
16	GROSS APPROPRIATION..... \$	72,370,900
17	Appropriated from:	
18	Federal revenues:	
19	DED-OPSE, federal lenders allowance.....	9,487,900
20	DED-OPSE, higher education act of 1965, insured loans	22,302,100
21	Special revenue funds:	
22	School bond fees.....	330,200
23	Retirement funds.....	9,132,000
24	College work study.....	46,300
25	Michigan merit award trust fund.....	18,870,600
26	Tobacco settlement trust fund.....	10,000,000

**HB 5278, As Passed Senate, May 25, 2000**House Bill No. 5278 as amended May 24, 2000  
30For Fiscal Year Ending  
September 30, 2001

1	Treasury fees.....	243,800
2	State general fund/general purpose..... \$	1,958,000
3	<b>(8) DEBT SERVICE</b>	
4	Water pollution control bond and interest redemption. \$	2,627,100
5	School bond loan.....	28,402,000
6	Quality of life bond.....	50,581,700
7	Clean Michigan initiative.....	<u>9,959,700</u>
8	GROSS APPROPRIATION..... \$	91,570,500
9	Appropriated from:	
10	Special revenue funds:	
11	Local - school bond loan repayments by school	
12	districts.....	700,000
13	State general fund/general purpose..... \$	90,870,500
14	<b>(9) GRANTS</b>	
15	Grants to counties in lieu of taxes..... \$	10,000
16	Convention facility development distribution.....	44,000,000
16	Grant to the City of Center Line, emergency	
16	vehicle exhaust systems .....	50,000
17	Michigan education trust fund challenge grants.....	50,000
18	Senior citizen cooperative housing tax exemption	
19	program.....	13,700,600
20	Constitutional state general revenue sharing grants..	661,400,000
21	Statutory state general revenue sharing grants.....	939,200,000
22	Commercial mobile radio service payments.....	16,000,000
23	Health and safety fund grants.....	23,175,000
24	Tax increment finance authority payments.....	4,000,100
25	City of Benton Harbor - enterprise zone.....	170,600
26	Revenue sharing reimbursement - Marenisco Township...	15,000

**HB 5278, As Passed Senate, May 25, 2000**House Bill No. 5278 as amended May 24, 2000  
31For Fiscal Year Ending  
September 30, 2001

1	Supplemental revenue sharing payments - counties.....		<u>1,000,000</u>
2	GROSS APPROPRIATION.....	\$	<u>1,702,771,300</u>
3	Appropriated from:		
4	Special revenue funds:		
5	Convention facility development fund.....		44,000,000
6	Sales tax.....		<u>1,600,600,000</u>
7	Commercial mobile radio service fees.....		16,000,000
8	Health and safety fund.....		23,175,000
9	State general fund/general purpose.....	\$	<u>18,996,300</u>
10	<b>(10) STATE LOTTERY</b>		
11	Full-time equated classified positions.....202.0		
12	Lottery operations--164.0 FTE positions.....	\$	13,327,100
13	Promotion and advertising.....		18,372,000
14	Lottery data processing--38.0 FTE positions.....		<u>4,959,500</u>
15	GROSS APPROPRIATION.....	\$	36,658,600
16	Appropriated from:		
17	Special revenue funds:		
18	State lottery fund.....		36,658,600
19	State general fund/general purpose.....	\$	0
20	<b>(11) CASINO GAMING</b>		
21	Full-time equated classified positions.....92.0		
22	Michigan gaming control board.....	\$	500,000
23	Casino gaming control administration--92.0 FTE		
24	positions.....		<u>19,966,800</u>
25	GROSS APPROPRIATION.....	\$	20,466,800
26	Appropriated from:		

# HB 5278, As Passed Senate, May 25, 2000

House Bill No. 5278 as amended May 24, 2000  
32

For Fiscal Year Ending  
September 30, 2001

1	Casino gambling agreements.....	383,500
2	State services fee fund.....	20,083,300
3	State general fund/general purpose..... \$	0

4

5

6

## PART 2

7

## PROVISIONS CONCERNING APPROPRIATIONS

### 8 GENERAL SECTIONS

9

10 Sec. 201. (1) Pursuant to section 30 of article IX of the state  
11 constitution of 1963, total state spending from state resources under  
12 part 1 for fiscal year 2000-2001 is \$2,465,969,400.00 and state spending  
13 from state resources to be paid to local units of government for fiscal  
14 year 2000-2001 is \$1,715,774,300.00. The itemized statement below iden-  
15 tifies appropriations from which spending to units of local government

#### 16 LEGISLATIVE BRANCH - LIBRARY OF MICHIGAN

17	State aid to libraries.....	\$	14,350,700
18	Detroit public library.....		5,871,600
19	Grand Rapids public library.....		406,400
20	Subregional state aid.....		604,300
21	Wayne County library for the blind and physically		
22	handicapped.....		49,200
23	Renaissance zone reimbursement.....		<u>501,000</u>
24	Subtotal.....	\$	21,783,200

#### 25 DEPARTMENT OF STATE

26	Fees to local units.....	\$	<u>69,800</u>
----	--------------------------	----	---------------



# HB 5278, As Passed Senate, May 25, 2000

House Bill No. 5278 as amended May 24, 2000

33

1	Subtotal.....	\$	69,800
2	DEPARTMENT OF TREASURY		
3	Senior citizen cooperative housing tax exemption.....	\$	13,700,600
4	Grants to counties in lieu of taxes.....		10,000
5	Health and safety fund grants.....		23,175,000
6	City of Benton Harbor enterprise zone.....		170,600
7	Constitutional state general revenue sharing grants..		661,400,000
8	Statutory state general revenue sharing grants.....		939,200,000
9	Convention facility development fund distribution....		44,000,000
	Grant to the City of Center Line, emergency		
	vehicle exhaust systems .....		50,000
10	Tax increment finance authority payments.....		4,000,100
11	Commercial mobile radio service payments.....		7,200,000
12	Revenue sharing reimbursement - Marenisco Township...		15,000
13	Supplemental revenue sharing payments - counties.....		1,000,000
14	Subtotal.....	\$	1,693,921,300
15	TOTAL GENERAL GOVERNMENT.....	\$	1,715,774,300

16 (2) If it appears to the principal executive officer of a department  
17 or branch that state spending to local units of government will be less  
18 than the amount that was projected to be expended for any quarter under  
19 subsection (1), the principal executive officer shall immediately give  
20 notice of the approximate shortfall to the state budget director, the  
21 senate and house of representatives standing committees on appropria-  
22 tions, and the senate and house fiscal agencies.

23 (3) Pursuant to section 30 of article IX of the state constitution  
24 of 1963, total state spending from state sources for fiscal year  
25 2000-2001 is estimated at \$25,393,492,000.00 in the 2000-2001 appropria-  
26 tions acts and total state spending from state sources paid to local  
27 units of government for fiscal year 2000-2001 is estimated at

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

34

1 \$15,310,262,800.00. The state-local proportion is estimated at 60.29% of  
2 total state spending from state resources.

3 (4) If payments to local units of government and state spending from  
4 state sources for fiscal year 2000-2001 are different than the amounts  
5 estimated in subsection (3), the state budget director shall report the  
6 payments to local units of government and state spending from state  
7 sources that were made for fiscal year 2000-2001 to the senate and house  
8 of representatives standing committees on appropriations within 30 days  
9 after the final bookclosing for fiscal year 2000-2001.

10 Sec. 202. The appropriations authorized under this act are subject  
11 to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

12 Sec. 203. As used in this act:

13 (a) "COBRA" means the consolidated omnibus budget reconciliation  
14 act of 1985, Public Law 99-272, 100 Stat. 82.

15 (b) "CPI" means consumer price index.

16 (c) "DAG" means the United States department of agriculture.

17 (d) "DED-OPSE" means the United States department of education,  
18 office of postsecondary education.

19 (e) "DOI-NPS" means the United States department of the interior,  
20 national park service.

21 (f) "DOJ" means the United States department of justice.

22 (g) "DOL-ETA" means the United States department of labor,  
23 employment and training administration.

24 (h) "DOL-OSHA" means the United States department of labor,  
25 occupational safety and health administration.

26 (i) "DOT-FHA" means the United States department of transportation,  
27 federal highway administration.

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

35

1       (j) "EEOC" means the United States equal employment opportunity  
2 commission.

3       (k) "EPA" means the United States environmental protection agency.

4       (l) "FARSTAR" means field audit review selection tracking  
5 reporting.

6       (m) "FIA" means the Michigan family independence agency.

7       (n) "FTE" means full-time equated.

8       (o) "GF/GP" means general fund/general purpose.

9       (p) "HHS" means the United States department of health and human  
10 services.

11       (q) "HHS-OS" means the HHS office of the secretary.

12       (r) "HHS-SSA" means the HHS social security administration.

13       (s) "HUD" means the United States department of housing and urban  
14 development.

15       (t) "IDG" means interdepartmental grant.

16       (u) "MAIN" means the Michigan administrative information network.

17       (v) "MCL" means the Michigan Compiled Laws.

18       (w) "MDA" means the Michigan department of agriculture.

19       (x) "MDCH" means the Michigan department of community health.

20       (y) "MDCIS" means the Michigan department of consumer and industry  
21 services.

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

23       (aa) "MDOT" means the Michigan department of transportation.

24       (bb) "MDSP" means the Michigan department of state police.

25       (cc) "MEAP" means the Michigan educational assessment program.

26       (dd) "MESA" means the Michigan employment security agency.

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

36

1 (ee) "MPES" means the Michigan professional employees society.

2 (ff) "MSC" means managerial, supervisory, and confidential.

3 (gg) "MUSTFA" means Michigan underground storage tank financial  
4 assurance.

5 (hh) "PA" means public act.

6 (ii) "PACC" means the prosecuting attorneys coordinating council.

7 (jj) "UAW" means the united auto workers.

8 (kk) "WIC" means women, infants, and children.

9 Sec. 204. The department of civil service shall bill departments  
10 and agencies at the end of the first fiscal quarter for the 1% charge  
11 authorized by section 5 of article XI of the state constitution of 1963.  
12 Payments shall be made for the total amount of the billing by the end of  
13 the second fiscal quarter.

14 Sec. 205. (1) Beginning October 1, a hiring freeze is imposed on  
15 the state classified civil service. State departments and agencies are  
16 prohibited from hiring any new full-time state classified civil service  
17 employees and prohibited from filling any vacant state classified civil  
18 service positions. This hiring freeze does not apply to internal trans-  
19 fers of classified employees from 1 position to another within a depart-  
20 ment or to positions that are funded with 80% or more federal or  
21 restricted funds.

22 (2) The state budget director shall grant exceptions to this hiring  
23 freeze when the state budget director believes that the hiring freeze  
24 will result in rendering a state department or agency unable to deliver  
25 basic services. The state budget director shall report by the  
26 twenty-eighth of each month to the chairpersons of the senate and house  
27 of representatives standing committees on appropriations the number of

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

37

1 exceptions to the hiring freeze approved during the previous month and  
2 the justification for the exception.

3       Sec. 207. At least 60 days before beginning any effort to privati-  
4 ze, the departments and agencies receiving appropriations under this act  
5 shall submit a complete project plan to the senate and house of represen-  
6 tatives standing committees on appropriations subcommittees on general  
7 government and the senate and house fiscal agencies. The plan shall  
8 include the criteria under which the privatization initiative will be  
9 evaluated. The evaluation shall be completed and submitted to the senate  
10 and house of representatives standing committees on appropriations sub-  
11 committees on general government and the senate and house fiscal agencies  
12 within 30 months.

13       Sec. 208. The department of management and budget shall continue to  
14 pilot the use of the Internet to fulfill the reporting requirements of  
15 this act. This may include transmission of reports via electronic mail  
16 to the recipients identified for each reporting requirement or it may  
17 include placement of reports on the Internet or legislative Intranet  
18 site. The senate and house of representatives standing committees on  
19 appropriations subcommittees on general government and senate and house  
20 fiscal agencies shall be notified in writing of the Internet or Intranet  
21 site of any such report. Quarterly, the department of management and  
22 budget shall provide a cumulative listing of the reports submitted during  
23 the most recent 3-month period along with the Internet or Intranet site  
24 of each report, and a list of those reports expected to be transmitted in  
25 the following quarter. The option of receiving reports in printed format  
26 shall continue to be available.

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

38

1       Sec. 209. Funds appropriated in part 1 shall not be used for the  
2 purchase of foreign goods or services, or both, if competitively priced  
3 and of comparable quality American goods or services, or both, are  
4 available.

5       Sec. 210. The director of each department receiving appropriations  
6 in part 1 shall take all reasonable steps to ensure businesses in  
7 deprived and depressed communities compete for and perform contracts to  
8 provide services or supplies, or both. Each director shall strongly  
9 encourage firms with which the department contracts to subcontract with  
10 certified businesses in depressed and deprived communities for services,  
11 supplies, or both.

12       Sec. 211. Funds appropriated in part 1 shall not be used by this  
13 state, a department, an agency, or an authority of this state to purchase  
14 an ownership interest in a casino as that term is defined in the Michigan  
15 gaming control and revenue act, the Initiated Law of 1996, MCL 432.201 to  
16 432.226.

17       Sec. 212. Pursuant to section 352 of the management and budget act,  
18 1984 PA 431, MCL 18.1352, that provides for a transfer of state general  
19 funds into the countercyclical budget and economic stabilization fund,  
20 there is appropriated into the countercyclical budget and economic stabi-  
21 lization fund the sum of \$0.0. The calculation required by section 352  
22 of the management and budget act, 1984 PA 431, MCL 18.1352, is determined  
23 as follows:

24	1999	2000
25 Michigan personal income (millions).....	\$266,518	\$279,412
26 less: transfer payments.....	40,547	41,861

## HB 5278, As Passed Senate, May 25, 2000

House Bill No. 5278 as amended May 24, 2000 39

1 Subtotal.....	225,971	237,551
2 Divided by: Detroit CPI for 12 months.....		
3 Ending June 30 (1982=1.00).....	1.620	1.666
4 Equals: Real adjusted Michigan personal		
5 income.....	\$139,488	\$142,559
6 Percentage change.....		2.2%
7 Percentage change in excess of 2%.....		0.2%
8 Multiplied by: estimated GF/GP revenue in		
9 FY 1999-2000 (millions).....	9,671.4	
10 Equals: countercyclical budget and eco-		
11 nomic stabilization fund calculation for		
12 the fiscal year ending September 30,		
13 2001.....		\$19.3

Sec. 213. The departments and agencies receiving appropriations under this act shall receive and retain copies of all reports funded from appropriations in part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed.

### 14 DEPARTMENT OF ATTORNEY GENERAL

15 Sec. 300. (1) In addition to the funds appropriated in part 1,  
16 there is appropriated an amount not to exceed \$1,500,000.00 for federal  
17 contingency funds. These funds are not available for expenditure until  
18 they have been transferred to another line item in this act under  
19 section 393(2) of the management and budget act, 1984 PA 431,  
20 MCL 18.1393.

21 (2) In addition to the funds appropriated in part 1, there is appro-  
22 priated an amount not to exceed \$1,500,000.00 for state restricted con-  
23 tingency funds. These funds are not available for expenditure until they  
24 have been transferred to another line item in this act under

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

40

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

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

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

13 Sec. 301. (1) The attorney general shall perform all legal serv-  
14 ices, including representation before courts and administrative agencies  
15 rendering legal opinions and providing legal advice to a principal execu-  
16 tive department or state agency. A principal executive department or  
17 state agency shall not employ or enter into a contract with any other  
18 person for services described in this section.

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

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

26 Sec. 302. The attorney general may sell copies of the biennial  
27 report in excess of the 500 copies that the attorney general may



**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

41

1 distribute on a gratis basis. The attorney general shall sell copies of  
2 the report at not less than the actual cost of the report and shall  
3 deposit the money received into the general fund.

4       Sec. 303. The department of attorney general has retained the  
5 responsibility for legal representation for state of Michigan state  
6 employee worker's disability compensation cases handled by the accident  
7 fund company. The accident fund company revenue appropriation in section  
8 102 is to be satisfied by billings from the department of attorney gen-  
9 eral to the accident fund company for the actual costs of legal represen-  
10 tation, including salaries and support costs.

11       Sec. 305. In addition to the funds appropriated in section 102, up  
12 to \$400,000.00 shall be reimbursed per fiscal year for food stamp fraud  
13 cases heard by the third circuit court of Wayne County that were initi-  
14 ated by the department of attorney general pursuant to the existing con-  
15 tract between the family independence agency, the prosecuting attorneys  
16 coordinating council, and the department of attorney general. The source  
17 of this funding is money earned by the department of attorney general  
18 under the agreement after the allowance for reimbursement to the depart-  
19 ment of attorney general for costs associated with the prosecution of  
20 food stamp fraud cases. It is recognized that the federal funds are  
21 earned by the department of attorney general for its documented progress  
22 on the prosecution of food stamp fraud cases according to the United  
23 States department of agriculture regulations and that once earned by this  
24 state, the funds become state funds.

25       Sec. 306. Any proceeds from a lawsuit initiated by or settlement  
26 agreement entered into on behalf of this state against a manufacturer of

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

42

1 tobacco products by the attorney general are state funds and subject to  
2 appropriation as provided by law.

**3 DEPARTMENT OF CIVIL RIGHTS**

4       Sec. 400. In addition to the funds appropriated in part 1, there is  
5 appropriated an amount not to exceed \$500,000.00 for federal contingency  
6 funds. These funds are not available for expenditure until they have  
7 been transferred to another line item in this act under section 393(2) of  
8 the management and budget act, 1984 PA 431, MCL 18.1393.

9       Sec. 401. (1) In addition to the appropriations contained in  
10 section 103, the department of civil rights may receive and expend funds  
11 from local or private sources for all of the following purposes:

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

14       (b) The publication and sale of civil rights related informational  
15 material.

16       (c) The provision of copy material made available under freedom of  
17 information requests.

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

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

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

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

43

1       Sec. 402. The department of civil rights may contract with local  
2 units of government to review equal employment opportunity compliance of  
3 potential contractors and may charge for and expend amounts received from  
4 local units of government for the purpose of developing and providing  
5 these contractual services.

**6 DEPARTMENT OF CIVIL SERVICE**

7       Sec. 500. (1) In addition to the funds appropriated in part 1,  
8 there is appropriated an amount not to exceed \$2,000,000.00 for federal  
9 contingency funds. These funds are not available for expenditure until  
10 they have been transferred to another line item in this act pursuant to  
11 section 393(2) of the management and budget act, 1984 PA 431,  
12 MCL 18.1393.

13       (2) In addition to the funds appropriated in part 1, there is appro-  
14 priated an amount not to exceed \$5,000,000.00 for state restricted con-  
15 tingency funds. These funds are not available for expenditure until they  
16 have been transferred to another line item in this act pursuant to  
17 section 393(2) of the management and budget act, 1984 PA 431,  
18 MCL 18.1393.

19       (3) In addition to the funds appropriated in part 1, there is appro-  
20 priated an amount not to exceed \$100,000.00 for local contingency funds.  
21 These funds are not available for expenditure until they have been trans-  
22 ferred to another line item in this act under section 393(2) of the man-  
23 agement and budget act, 1984 PA 431, MCL 18.1393.

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

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

44

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

4       Sec. 501. (1) All restricted funds shall be assessed a sum not less  
5 than 1% of the total aggregate payroll paid from those funds for financ-  
6 ing the department of civil service on the basis of actual 1% restricted  
7 sources and programs total aggregate payroll of the classified service  
8 for fiscal year 2000 in accordance with section 5 of article XI of the  
9 state constitution of 1963. This includes but is not limited to  
10 restricted funds appropriated in part 1 of any appropriations bill.  
11 Unexpended 1% appropriated funds shall be returned to each 1% fund source  
12 at the end of the fiscal year.

13       (2) The 1% financing from restricted sources and programs shall be  
14 credited to the department of civil service by the end of the second  
15 fiscal quarter.

16       Sec. 502. Except where specifically appropriated for this purpose,  
17 1% of the financing from restricted sources and programs shall be cred-  
18 ited to the department of civil service. For restricted sources of fund-  
19 ing within the general fund that have the legislative authority for car-  
20 ryover, if current spending authorization or revenues are insufficient to  
21 accept the charge, the shortage shall be taken from carryforward balances  
22 of that funding source. Restricted revenue sources that do not have  
23 carryforward authority shall be utilized to satisfy departmental operat-  
24 ing deducts first and civil service obligations second. General fund  
25 dollars are hereby appropriated for any shortfall, pursuant to approval  
26 by the state budget director.

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

45

**1 EXECUTIVE OFFICE**

2       Sec. 550. Funds collected by the executive office under section 55,  
3 57, 58, and 59 of the administrative procedures act of 1969, 1969 PA 306,  
4 MCL 24.255, 24.257, 24.258, and 24.259, and section 203 of the legisla-  
5 tive council act, 1986 PA 268, MCL 4.1203, are appropriated for all  
6 expenses necessary to provide for the costs of publication and  
7 distribution. The funds appropriated under this section are allotted for  
8 expenditure when they are received by the department of treasury and  
9 shall not lapse to the general fund at the end of the fiscal year.

**10 LEGISLATIVE BRANCH**

**11 LEGISLATIVE AUDITOR GENERAL**

12       Sec. 600. In addition to the funds appropriated in part 1, there is  
13 appropriated an amount not to exceed \$500,000.00 for state restricted  
14 contingency funds. These funds are not available for expenditure until  
15 they have been transferred to another line item in this act under  
16 section 393(2) of the management and budget act, 1984 PA 431,  
17 MCL 18.1393.

18       Sec. 601. Pursuant to section 53 of article IV of the state consti-  
19 tution of 1963, the auditor general shall conduct audits of the judicial  
20 branch. The audits may include the supreme court and its administrative  
21 units, the court of appeals, and trial courts.

22       Sec. 602. (1) The auditor general shall take all reasonable steps  
23 to ensure that certified minority- and women-owned and operated account-  
24 ing firms, and accounting firms owned and operated by persons with  
25 disabilities participate in the audits of the books, accounts, and

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

46

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

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

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

15 Sec. 603. (1) From the funds appropriated in section 106 to the  
16 legislative branch, office of the auditor general, there is appropriated  
17 the amounts necessary for the auditing of school district financial and  
18 pupil accounting records utilized for state school aid distributions.  
19 The office of the auditor general may conduct audits under this section  
20 on a contractual basis.

21 (2) The office of the auditor general shall continue to perform an  
22 oversight function of the state aid membership reporting and auditing  
23 process including the department of education's quality assurance  
24 system.

25 (3) The office of the auditor general shall submit a report for the  
26 fiscal year ending September 30, 2001 to the department of education, the  
27 state budget director, and the senate and house of representatives

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

47

1 standing committees on appropriations on or before January 31, 2002. The  
2 report shall contain the results of the office of the auditor general's  
3 assessment of the internal control structure for the state's membership  
4 reporting and auditing process, and recommendations to improve the inter-  
5 nal control structure. The report shall also state the names of the con-  
6 tractors, the contract cost, the dollar amount of audit citations for any  
7 membership audits that may be conducted, and other pertinent information  
8 relating to the determination of whether this audit function should be  
9 continued.

10       Sec. 604. The office of the auditor general shall report to the  
11 senate and house of representatives standing committees on appropriations  
12 and to the senate and house fiscal agencies on all recommendations made  
13 by the auditor general, in all audit reports, that are not complied with  
14 by the audited agencies.

**15 LEGISLATURE**

16       Sec. 621. The senate, the house of representatives, or an agency  
17 within the legislative branch may receive, expend, and transfer funds in  
18 addition to those authorized in sections 106, 107, and 108.

19       Sec. 622. (1) Funds appropriated in sections 106, 107, and 108 to  
20 an entity within the legislative branch shall not be expended or trans-  
21 ferred to another account without written approval of the authorized  
22 agent of the legislative entity. If the authorized agent of the legisla-  
23 tive entity notifies the state budget director of its approval of an  
24 expenditure or transfer, the state budget director shall immediately make  
25 the expenditure or transfer. The authorized legislative entity agency  
26 shall be designated by the speaker of the house of representatives for  
27 house entities, the senate majority leader for senate entities, and the

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

48

1 legislative council for library of Michigan and legislative council  
2 entities.

3 (2) Funds appropriated within the legislative branch, to a legisla-  
4 tive council or library of Michigan component, shall not be expended by  
5 any agency or other subgroup included in that component without the  
6 approval of the legislative council.

7 Sec. 623. The senate may charge rent and assess charges for utility  
8 costs. The amounts received for rent charges and utility assessments are  
9 appropriated to the senate for the renovation, operation, and maintenance  
10 of the Farnum building and adjoining property.

11 Sec. 624. The appropriation contained in section 107 for national  
12 association dues is to be distributed in the following manner by the leg-  
13 islative council:

14 National conference of state legislatures.....	\$	178,200
15 Council of state governments.....	\$	160,600
16 National conference of insurance legislators.....	\$	5,000
17 National conference of commissioners on uniform state		
18 laws.....	\$	44,600

19 Sec. 625. (1) The appropriation in section 107 to the legislative  
20 branch, legislative council, includes funds to operate the legislative  
21 parking facilities in the capitol area. The legislative council shall  
22 establish rules regarding the operation of the legislative parking  
23 facilities.

24 (2) The legislative council shall collect a fee from state employees  
25 and the general public using certain legislative parking facilities. The  
26 revenues received from the parking fees shall be allocated by the  
27 legislative council.



**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

49

1       Sec. 626. The appropriation in section 107 to the legislative  
2 branch, legislative council, for publication of the Michigan manual is  
3 considered a work project account. The unexpended portion remaining on  
4 September 30 shall not lapse and shall be carried forward into the subse-  
5 quent fiscal year for use in paying the associated biennial costs of pub-  
6 lication of the Michigan manual.

7       Sec. 627. The appropriation in section 107 to the legislative  
8 branch, for property management, is considered a work project account.  
9 The unexpended portion remaining on September 30 shall not lapse and  
10 shall be carried forward into the subsequent fiscal year for the use for  
11 which it was intended.

12       Sec. 628. In addition to funds appropriated in section 107, the  
13 Michigan capitol committee publications save the flags fund account may  
14 accept contributions, gifts, bequests, devises, grants, and donations.  
15 Those funds that are not expended in the fiscal year ending September 30  
16 shall not lapse at the close of the fiscal year and shall be carried for-  
17 ward for expenditure in the following fiscal years.

18       Sec. 629. Funds appropriated in section 107 for e-Law, the legisla-  
19 tive council's technology enhancement project, shall be used to support  
20 technology improvements for legislative functions performed by the legis-  
21 lative council agencies and to provide greater access to the public  
22 regarding legislative information. These funds, along with funds previ-  
23 ously appropriated for the legislative session integration system, are  
24 designated as a work project and shall not lapse at the end of the fiscal  
25 year, and shall continue to be available for expenditure until the  
26 project has been completed. The total cost is estimated at  
27 \$3,992,750.00, and the tentative completion date is September 30, 2002.

1       Sec. 630. The funds appropriated in section 107 shall not be used  
2 to pay for health insurance benefits for unmarried domestic partners of  
3 legislators or legislative employees.

4       Sec. 631. Public access to legislative offices shall not be  
5 restricted during normal business hours.

6       Sec. 634. Any unexpended funds appropriated in part 1 to the  
senate and house of representatives for census  
tracking/reapportionment shall not lapse to the general fund at the  
close of the fiscal year, and shall remain available in succeeding  
fiscal years for the purpose for which it was appropriated.

**LIBRARY OF MICHIGAN**

7       Sec. 651. In addition to funds appropriated in section 108, the  
8 library of Michigan may accept contributions, gifts, bequests, devises,  
9 user fees, grants, and donations. Those funds that are not expended in  
10 the current fiscal year shall not lapse at the close of the fiscal year  
11 and may be carried over by the library of Michigan for expenditure in the  
12 following fiscal years.

13       Sec. 652. The appropriation in section 108 to the library of  
14 Michigan, for subregional state aid, shall not be expended unless the  
15 local unit of government agrees to not reduce local support below the  
16 level of local support expended for subregional library services in the  
17 local unit of government's immediately preceding fiscal year. A reduc-  
18 tion in local expenditures that equally affects all agencies within a  
19 local unit of government shall not be interpreted as a replacement of  
20 local financial or in-kind support with state aid funds.

21       Sec. 653. The appropriation in section 108 to the library of  
22 Michigan, for a subregional library, shall not be released until a budget  
23 for that subregional library has been approved by the library of Michigan  
24 for expenditures for library services directly serving the blind and per-  
25 sons with disabilities. Subregional state aid shall be used only for  
26 providing services to the blind and to persons with disabilities.

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

51

1       Sec. 654. The appropriation in section 108 to the library of  
2 Michigan, for statewide database access, shall be used only for making  
3 computerized databases, searches of those databases, and the products of  
4 those searches, available through the libraries of Michigan. Only those  
5 libraries that qualify under the federal library services and technology  
6 act are eligible to participate in this project.

7       Sec. 655. From the state general fund/general purpose appropriation  
8 in section 108, there is allocated \$501,000.00 to reimburse public  
9 libraries as provided by section 12 of the Michigan renaissance zone act,  
10 1996 PA 376, MCL 125.2692, for property taxes levied in 2000.  
11 Reimbursements shall be made in amounts to each eligible recipient not  
12 later than 60 days after the department of treasury certifies to the  
13 library of Michigan that it has received all necessary information to  
14 properly determine the amounts due each eligible recipient under section  
15 12(4) of the Michigan renaissance zone act, 1996 PA 376, MCL 125.2692.  
16 Any excess allocations shall lapse to the general fund.

17 **DEPARTMENT OF MANAGEMENT AND BUDGET**

18 **OPERATIONS**

19       Sec. 700. (1) In addition to the funds appropriated in part 1,  
20 there is appropriated an amount not to exceed \$2,000,000.00 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 under section  
23 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

24       (2) In addition to the funds appropriated in part 1, there is  
25 appropriated an amount not to exceed \$3,000,000.00 for state restricted

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

52

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

5       Sec. 701. Proceeds in excess of necessary costs incurred in the  
6 conduct of transfers or auctions of state surplus, salvage, or scrap  
7 property made pursuant to section 267 of the management and budget act,  
8 1984 PA 431, MCL 18.1267, are appropriated to the department of manage-  
9 ment and budget to offset costs incurred in the acquisition and distribu-  
10 tion of federal surplus property.

11       Sec. 702. The department of management and budget may receive and  
12 expend funds in addition to those authorized in section 109 for conduct-  
13 ing training and orientation workshops and seminars that are consistent  
14 with the programmatic mission of the individual unit sponsoring or coor-  
15 dinating the program.

16       Sec. 703. (1) The department of management and budget may receive  
17 and expend funds in addition to those authorized by section 109 for main-  
18 tenance and operation services provided specifically to other principal  
19 executive departments or state agencies, the legislative branch, or the  
20 judicial branch or provided in connection with facilities transferred to  
21 the operational jurisdiction of the department of management and budget.

22       (2) The department of management and budget may receive and expend  
23 funds in addition to those authorized by section 109 for real estate,  
24 architectural, design, and engineering services provided specifically to  
25 other principal executive departments or state agencies, the legislative  
26 branch, or the judicial branch.

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

53

1       (3) The department of management and budget may receive and expend  
2 funds in addition to those authorized in section 109 for mail pickup and  
3 delivery services provided specifically to other principal executive  
4 departments and state agencies, the legislative branch, or the judicial  
5 branch.

6       (4) The department of management and budget may receive and expend  
7 funds in addition to those authorized in section 109 for purchasing serv-  
8 ices provided specifically to other principal executive departments and  
9 state agencies, the legislative branch, or the judicial branch.

10       Sec. 704. The department of management and budget may enter into  
11 agreements to supply census and census-related information and technical  
12 services to other principal executive departments, state agencies, local  
13 units of government, and other organizations. The department of manage-  
14 ment and budget may receive and expend funds in addition to those autho-  
15 rized in section 109 for providing information and technical services,  
16 publications, maps, and other census-related products. The department of  
17 management and budget may expend amounts received for salaries, supplies,  
18 and equipment necessary to provide informational products and technical  
19 services.

20       Sec. 705. (1) The appropriation in section 109 to the department of  
21 management and budget, for statewide appropriations from employer contri-  
22 butions, represents amounts included within the various appropriations  
23 for longevity and insurance, whether appropriated as a single line item  
24 or commingled with program line items, throughout state government for  
25 the current fiscal year for purposes of funding the child care informa-  
26 tion and referral services, severance pay funds, and professional  
27 development funds included within statewide appropriations. Deposits

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

54

1 against the interdepartmental grant from employer contributions shall be  
2 made from assessments levied against the longevity and insurance appro-  
3 priations during the current fiscal year in a manner prescribed by the  
4 department of management and budget. Any deposits made under this sub-  
5 section and any unencumbered funds are restricted revenues, may be car-  
6 ried over into the succeeding fiscal years, and are appropriated.

7       (2) From the amount appropriated in section 109 to the department of  
8 management and budget for professional development funds and child care  
9 information and referral services, the department of management and  
10 budget may expend funds for staff support associated with administration  
11 of the professional development funds and child care information and  
12 referral services in amounts as may be specified in joint  
13 labor/management agreements or through the coordinated compensation hear-  
14 ings process.

15       (3) In addition to the amounts appropriated in section 109 for sev-  
16 erance pay funds, the department of management and budget may receive and  
17 expend funds from other state agencies for staff support associated with  
18 the administration of these funds.

19       (4) In addition to the amounts appropriated in section 109 to the  
20 department of management and budget, for statewide appropriations from  
21 employer contributions, the department of management and budget may  
22 receive and expend funds in such additional amounts as may be specified  
23 in joint labor/management agreements or through the coordinated compensa-  
24 tion hearings process in the same manner and subject to the same condi-  
25 tions as prescribed in subsections (1), (2), and (3).

26       Sec. 706. To the extent a specific appropriation is required for a  
27 detail source of financing included in section 109 for the department of

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

55

1 management and budget appropriations financed from special revenue and  
2 internal service and pension trust funds, or MAIN user charges, the spe-  
3 cific amounts are appropriated within the special revenue internal serv-  
4 ice and pension trust funds in portions not to exceed the aggregate  
5 amount appropriated in section 109.

6       Sec. 707. From the amount appropriated in section 109 to the  
7 department of management and budget, for departmentwide services, the  
8 department of management and budget may expend funds for staff salaries  
9 and fringe benefits for continued operation of the automated retirement  
10 management system.

11       Sec. 708. The per diem amounts authorized for the following boards  
12 within the department of management and budget are as follows:

13     (a) Judges retirement board.....	\$	50.00
14     (b) Public school employees retirement board.....		50.00
15     (c) State police retirement board.....		50.00

16       Sec. 709. In addition to the amounts appropriated in section 109 to  
17 the department of management and budget, the department may receive and  
18 expend funds from other principal executive departments and state agen-  
19 cies to implement donated annual leave and administrative leave bank  
20 transfer provisions as may be specified in joint labor/management  
21 agreements. The amounts may also be transferred to other principal exec-  
22 utive departments and state agencies under the joint agreement and any  
23 amounts transferred under the joint agreement are authorized for receipt  
24 and expenditure by the receiving principal executive department or state  
25 agency. Any amounts received by the department of management and budget  
26 under this section and intended, under the joint labor/management  
27 agreements, to be available for use beyond the close of the fiscal year

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

56

1 and any unencumbered funds may be carried over into the succeeding fiscal  
2 year.

3       Sec. 710. The appropriation in section 109 for the Michigan admin-  
4 istrative information network shall be funded by proportionate charges  
5 assessed against the respective state funds benefiting from this project  
6 in the amounts determined by the department.

7       Sec. 711. The legislature shall have access to all historical and  
8 current data contained within MAIN pertaining to state departments.  
9 State departments shall have access to all historical and current data  
10 contained within MAIN.

11       Sec. 712. (1) Deposits against the interdepartmental grant from  
12 building occupancy and parking charges appropriated in section 109 shall  
13 be collected, in part, from state agencies based on estimated costs asso-  
14 ciated with maintenance and operation of buildings managed by the depart-  
15 ment of management and budget. To the extent excess revenues are col-  
16 lected due to estimates of building occupancy charges exceeding actual  
17 costs, the excess revenues may be carried forward into succeeding fiscal  
18 years for the purpose of returning funds to state agencies.

19       (2) Appropriations in section 109 to the department of management  
20 and budget, for management and budget services from building occupancy  
21 charges and parking charges, may be increased to return excess revenue  
22 collected to state agencies.

23       Sec. 713. The department of management and budget shall notify the  
24 chairpersons of the senate and house of representatives standing commit-  
25 tees on appropriations and the chairpersons of the senate and house of  
26 representatives standing committees on appropriations subcommittees on  
27 general government on any revisions exceeding \$500,000.00 to current



**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

57

1 contracts for computer software development, hardware acquisition, or  
2 quality assurance at least 14 days before the department of management  
3 and budget finalizes the revisions.

4       Sec. 714. The appropriation in section 109 to the department of  
5 management and budget, for state-sponsored group insurance, flexible  
6 spending accounts, and COBRA, represents amounts, in part, included  
7 within the various appropriations throughout state government for the  
8 current fiscal year to fund the flexible spending account program  
9 included within management and budget services. Deposits against  
10 state-sponsored group insurance, flexible spending accounts, and COBRA  
11 for the flexible spending account program shall be made from assessments  
12 levied during the current fiscal year in a manner prescribed by the  
13 department of management and budget. Unspent employee contributions to  
14 the flexible spending accounts may be used to offset administrative costs  
15 for the flexible spending account program, with any remaining balance of  
16 unspent employee contributions to be lapsed to the general fund.

17       Sec. 715. The department of management and budget shall report  
18 annually by April 1 to the senate and house of representatives standing  
19 committees on appropriations and to the senate and house fiscal agencies  
20 the total funds expended and the amounts received from the family inde-  
21 pendence agency for implementation components of the child support  
22 enforcement system.

23       Sec. 716. The department of management and budget shall maintain an  
24 Internet website that contains notice of all invitations for bids and  
25 requests for proposals over \$50,000.00 issued by the department or by any  
26 state agency operating under delegated authority. The department shall  
27 not accept an invitation for bid or request for proposal less than 14

## HB 5278, As Passed Senate, May 25, 2000

House Bill No. 5278 as amended May 25, 2000

58

1 days after the notice was made available on the Internet website, except  
2 in situations where it would be in the best interest of the state and  
3 documented by the department. In addition to the requirements of this  
4 section, the department may advertise the invitations for bids and  
5 requests for proposals in any manner the department determines appropri-  
6 ate, in order to give the greatest number of individuals and businesses  
7 the opportunity to make bids or requests for proposals.

8       Sec. 717. In accordance with section 52 of the state employees'  
9 retirement act, 1943 PA 240, MCL 38.52, \$412,200.00 is appropriated in  
10 section 109 to the health insurance reserve fund of the state employees'  
11 retirement system created by section 11(8) of the state employees'  
12 retirement act, 1943 PA 240, MCL 38.11, representing the estimated gen-  
13 eral fund/general purpose savings from implementing the defined contribu-  
14 tion retirement plan for the period October 1, 1999 through September 30,  
15 2000.

16       Sec. 718. Once the department of management and budget completes  
17 its report of privately owned leased space utilized by state agencies as  
18 provided by law, the department of management and budget shall conduct a  
19 feasibility study regarding the placement of automated external defibri-  
20 lators in quantities as needed for each building utilized by a state  
21 agency that houses state employees or that is open to the public for  
22 state business.

      Sec. 719. The department of management and budget shall not place  
"cookies" on individual's computers when those individuals access the  
state of Michigan's home page, including links to state departments,  
agencies and their web sites unless the department notifies the individual  
and receives prior approval from that individual. Information obtained by  
the department from placement of cookies shall not be disseminated to  
businesses or private individuals who would use that information for  
surveys, marketing, or solicitations.

**1 DEPARTMENT OF STATE**

2       Sec. 800. (1) In addition to the funds appropriated in part 1,  
3 there is appropriated an amount not to exceed \$1,000,000.00 for federal  
4 contingency funds. These funds are not available for expenditure until  
5 they have been transferred to another line item in this act under  
6 section 393(2) of the management and budget act, 1984 PA 431,  
7 MCL 18.1393.

8       (2) In addition to the funds appropriated in part 1, there is appro-  
9 priated an amount not to exceed \$7,500,000.00 for state restricted con-  
10 tingency funds. These funds are not available for expenditure until they  
11 have been transferred to another line item in this act under  
12 section 393(2) of the management and budget act, 1984 PA 431,  
13 MCL 18.1393.

14       (3) In addition to the funds appropriated in part 1, there is appro-  
15 priated an amount not to exceed \$50,000.00 for local contingency funds.  
16 These funds are not available for expenditure until they have been trans-  
17 ferred to another line item in this act under section 393(2) of the man-  
18 agement and budget act, 1984 PA 431, MCL 18.1393.

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

24       Sec. 801. All money made available by section 3171 of the insurance  
25 code of 1956, 1956 PA 218, MCL 500.3171, is appropriated and made avail-  
26 able to the department of state to be expended only for the uses and  
27 purposes for which the money is received as provided by sections 3171 to

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

60

1 3177 of the insurance code of 1956, 1956 PA 218, MCL 500.3171 to  
2 500.3177.

3       Sec. 802. From money appropriated in section 110, the department of  
4 state shall sell copies of records including but not limited to records  
5 of motor vehicles, off-road vehicles, snowmobiles, watercraft, mobile  
6 homes, personal identification cardholders, drivers, and boat operators  
7 and shall charge \$6.55 per record sold only as authorized in section 208b  
8 of the Michigan vehicle code, 1949 PA 300, MCL 257.208b, section 7 of  
9 1972 PA 222, MCL 28.297, and sections 80130, 80315, 81114, and 82156 of  
10 the natural resources and environmental protection act, 1994 PA 451,  
11 MCL 324.80130, 324.80315, 324.81114, and 324.82156. The department shall  
12 use the revenue received from the sale of records for necessary expenses  
13 as appropriated in section 110. The balance of the fee revenue remaining  
14 on September 30 shall revert to the general fund.

15       Sec. 803. From money appropriated in section 110, the secretary of  
16 state may enter into agreements with the department of corrections for  
17 the manufacture of vehicle registration plates 15 months before the reg-  
18 istration year in which the registration plates will be used.

19       Sec. 804. The federal funds appropriated in section 110 for the  
20 historic site preservation grants are for work projects and shall not  
21 lapse at the end of the fiscal year and shall continue to be available  
22 for expenditure until the projects for which the funds were reserved have  
23 been completed or are terminated. The purpose of these work projects is  
24 the identification, designation, and preservation of historic resources.  
25 The method used will be to solicit applications from eligible recipients,  
26 score applications based upon established criteria, and award the

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

61

1 contracts and subgrants. The total cost is \$900,000.00 and the tentative  
2 completion date is September 30, 2002.

3       Sec. 805. (1) The department of state may accept gifts, donations,  
4 contributions, and grants of money and other property from any private or  
5 public source to underwrite, in whole or in part, the cost of a depart-  
6 mental publication that is prepared and disseminated under the Michigan  
7 vehicle code, 1949 PA 300, MCL 257.1 to 257.923. A private or public  
8 funding source may receive written recognition in the publication and may  
9 furnish a traffic safety message, subject to departmental approval, for  
10 inclusion in the publication. The department may reject a gift, dona-  
11 tion, contribution, or grant. The department may furnish copies of a  
12 publication underwritten in whole or in part by a private source to the  
13 underwriter at no charge.

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

22       (3) Pending expenditure, money received under this section shall be  
23 deposited in the Michigan department of state publications fund created  
24 by section 211 of the Michigan vehicle code, 1949 PA 300, MCL 257.211.  
25 Funds given, donated, or contributed to the department from a private  
26 source is appropriated and allocated for the purpose for which the  
27 revenue is furnished. Funds granted to the department from a public

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

62

1 source is allocated and may be expended upon receipt. The department  
2 shall not accept a gift, donation, contribution, or grant if receipt is  
3 conditioned upon a commitment of state funding at a future date. Revenue  
4 received from the sale of advertising is appropriated and may be expended  
5 upon receipt.

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

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

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

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

19 (c) A listing of any gift, donation, contribution, or grant of prop-  
20 erty other than money received by the department under this section for  
21 the prior year.

22 (d) The total revenue received from the sale of paid advertising  
23 accepted under this section and a statement of the total number of adver-  
24 tising transactions.

25 (6) In addition to copies delivered without charge as the secretary  
26 of state considers necessary, the department of state may sell copies of  
27 manuals and other publications regarding the sale, ownership, or

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

63

1 operation or regulation of motor vehicles, with amendments, at prices to  
2 be established by the secretary of state. As used in this subsection,  
3 the term "manuals and other publications" means and includes videos and  
4 proprietary electronic publications. All money received from sales of  
5 these manuals and other publications shall be credited to the Michigan  
6 department of state publications fund.

7       Sec. 806. Funds collected by the department of state under section  
8 211 of the Michigan vehicle code, 1949 PA 300, MCL 257.211, are appropri-  
9 ated for all expenses necessary to provide for the costs of the  
10 publication. Funds are allotted for expenditure when they are received  
11 by the department of treasury and shall not lapse to the general fund at  
12 the end of the fiscal year.

13       Sec. 807. Funds collected by the department of state under  
14 sections 3, 6, 7, and 7a of 1913 PA 271, MCL 399.3, 399.6, 399.7, and  
15 399.7a, are appropriated to the department for the purpose for which they  
16 were received, and shall not lapse to the general fund at the end of the  
17 fiscal year.

18       Sec. 808. For purposes of administering the museum store as pro-  
19 vided in section 7a of 1913 PA 271, MCL 399.7a, the department of state  
20 is exempt from section 261 of the management and budget act, 1984 PA 431,  
21 MCL 18.1261.

22       Sec. 809. From funds appropriated in section 110, the department of  
23 state shall use available balances at the end of the state fiscal year to  
24 provide payment to the department of state police in the amount of  
25 \$307,900.00 for the services provided by the traffic accident records  
26 program as first appropriated in 1990 PA 196 and 1990 PA 208.

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

64

1       Sec. 810. From funds appropriated in section 110, the secretary of  
2 state shall make readily available in branch offices information  
3 developed by the state commissioner of insurance regarding automobile  
4 insurance territorial base rates. The secretary of state may also  
5 include that information on automobile insurance rates in the mailings of  
6 applications for renewal of vehicle registrations.

7       Sec. 811. From funds appropriated in section 110, the department of  
8 state may restrict funds from miscellaneous revenue to cover cash short-  
9 ages created from normal branch office operations. This amount shall not  
10 exceed \$50,000.00 of the total funds available in miscellaneous revenue.

11       Sec. 812. (1) Commemorative and specialty license plate fee revenue  
12 collected by the department of state and deposited into the Michigan  
13 transportation fund is authorized for expenditure up to the amount of  
14 revenue collected but not to exceed the amount appropriated to the  
15 department of state in section 110 to administer commemorative and spe-  
16 cialty license plate programs.

17       (2) Commemorative and specialty license plate fee revenue collected  
18 by the department of state and deposited in the Michigan transportation  
19 fund in addition to that appropriated in section 110 to the department of  
20 state shall be available for other Michigan transportation fund-supported  
21 programs.

22       Sec. 813. (1) From the state funds appropriated in section 110, the  
23 department of state may award discretionary historical grants to preserve  
24 Michigan lighthouses. The department of state may award up to  
25 \$502,700.00 in grants for this purpose and may use a portion of those  
26 funds to assist in the transfer of lighthouses from federal ownership. A



**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

65

1 portion of the funds may also be dedicated to program administration and  
2 project coordination.

3 (2) The department of state shall allocate grant funds pursuant to  
4 eligibility and scoring requirements established by the department of  
5 state. The method used will be to solicit applications from eligible  
6 recipients, score applications based on the established criteria, and  
7 award grants through executed contracts.

8 (3) Grants may be awarded for purposes of stabilization, rehabilita-  
9 tion, or other preservation work on a Michigan lighthouse, but shall not  
10 be awarded for operational purposes. The department of state shall not  
11 allocate a grant that exceeds \$50,000.00.

12 (4) The funds appropriated and allocated by this section are for  
13 work projects. The funds shall not lapse to the general fund at the end  
14 of the fiscal year but shall remain available in subsequent fiscal years,  
15 until the funds have been expended, the projects for which the funds were  
16 reserved have been completed, or the projects are terminated, whichever  
17 occurs first. The tentative date for completion is September 30, 2002.

18 Sec. 814. Funds or revenues in the Olympic education training  
19 center fund, after deducting manufacturing and administrative costs, is  
20 appropriated for distribution to the Olympic education training center at  
21 Northern Michigan University. Distributions shall occur on a quarterly  
22 basis. Any undistributed revenue remaining at the end of the fiscal year  
23 shall be carried over into the next fiscal year.

24 Sec. 815. (1) From the funds appropriated in section 110 for the  
25 organ donor program, \$40,000.00 shall be used for producing a pamphlet to  
26 be distributed with driver licenses and personal identification cards  
27 regarding organ donations. The funds shall be used to update and print a

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

66

1 pamphlet that will explain the organ donor program and encourage people  
2 to become donors by marking a checkoff on driver license and personal  
3 identification card applications.

4 (2) The pamphlet shall include a return reply form addressed to the  
5 gift of life organization. From the funds appropriated in section 110  
6 for the organ donor program, \$64,000.00 shall be used to pay for return  
7 postage costs.

8 Sec. 816. The department of state may produce and sell copies of a  
9 training video designed to inform registered automotive repair facilities  
10 of their obligations under Michigan law. The price shall not exceed the  
11 cost of production and distribution. The money received from the sale of  
12 training videos shall revert to the department of state and be placed in  
13 the auto repair facility account.

14 Sec. 817. From the funds appropriated in section 110 for historical  
15 administration and services, \$71,200.00 shall be allocated to support the  
16 operations of the Michigan freedom trail commission. These funds shall  
17 be used to reimburse commission members, to pay for necessary contractual  
18 services of the commission, and to hire not more than 1.0 FTE position in  
19 the department's history division to support commission operations.

20 Sec. 818. (1) In addition to the funds appropriated in section 110,  
21 the department of state shall collect an application fee of \$250.00 for  
22 each application submitted under section 1 of 1955 PA 10, MCL 399.151,  
23 for property designated as a state historic site.

24 (2) The department of state shall deposit the fees collected under  
25 subsection (1) in a separate revolving fund. Any revenue remaining in  
26 the fund at the end of the fiscal year shall not lapse but shall remain  
27 available for future expenditures. The department may expend any

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

67

1 revenues in the fund immediately upon receipt. Expenditures shall be  
2 made only for the purpose of correcting, repairing, or replacing numbered  
3 markers erected pursuant to section 2 of 1955 PA 10, MCL 399.152.

4       Sec. 819. (1) The department of state, in collaboration with the  
5 gift of life transplantation society or its successor federally desig-  
6 nated organ procurement organization, may develop and administer a public  
7 information campaign concerning the Michigan organ donor program.

8       (2) The department may solicit funds from any private or public  
9 source to underwrite, in whole or in part, the public information cam-  
10 paign authorized by this section. The department may accept gifts, dona-  
11 tions, contributions, and grants of money and other property from private  
12 and public sources for this purpose. A private or public funding source  
13 underwriting the public information campaign, in whole or in substantial  
14 part, shall receive sponsorship credit for its financial backing.

15       (3) Funds received pursuant to this section, including grants from  
16 state and federal agencies, shall not lapse to the general fund at the  
17 end of the fiscal year but shall remain available in fiscal year 2002 for  
18 expenditure for the purposes described in this section.

19       Sec. 820. Collector plate and fund-raising registration plate reve-  
20 nues collected by the department of state are appropriated and allotted  
21 for distribution to the recipient Michigan university or agency oversee-  
22 ing a state-sponsored goal when received. Distributions shall occur on a  
23 quarterly basis or as otherwise authorized by law. Any revenues remain-  
24 ing at the end of the fiscal year shall not lapse to the general fund but  
25 shall remain available for distribution to the university or agency in  
26 the next fiscal year. This section does not take effect unless all of  
27 the following bills of the 90th Legislature are enacted into law:

05709'00 (S-1)

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

68

1 (a) Senate Bill No. 180.

2 (b) Senate Bill No. 737.

3 (c) Senate Bill No. 770.

4 (d) Senate Bill No. 826.

5 (e) Senate Bill No. 827.

6 (f) Senate Bill No. 829.

7 (g) House Bill No. 5040.

8 (h) House Bill No. 5041.

9 (i) House Bill No. 5042.

10 Sec. 821. (1) The department of state may accept gifts, donations,  
11 contributions, bequests, and grants of money from any public or private  
12 source, including fund-raising license plate donations, to assist with  
13 underwriting the discretionary historical grant program, including admin-  
14 istrative and other associated costs, for the preservation of Michigan  
15 lighthouses.

16 (2) Funds accepted by the department of state under subsection (1)  
17 are appropriated and allocated when received and may be expended immedi-  
18 ately upon receipt or at any later time. Any money remaining in the fund  
19 at the end of the fiscal year shall not lapse to the general fund but  
20 shall remain available for future expenditures for the purposes for which  
21 they were given.

22 Sec. 822. All funds in the motor vehicle accident claims fund  
23 described in the motor vehicle accident claims act, 1965 PA 198,  
24 MCL 257.1101 to 257.1133, remaining on September 30, 2001 shall lapse to  
25 the general fund.

26 Sec. 823. From the funds appropriated in part 1 for the department  
27 of state, the department shall develop a program that identifies to law

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

69

1 enforcement officers vehicles whose drivers are exempt from the use of a  
2 safety belt under section 710e of the Michigan vehicle code, 1949 PA 300,  
3 MCL 257.710e. The department shall submit a report on or before November  
4 1, 2000 to the senate and house of representatives standing committees on  
5 appropriations that identifies the recommendations of the department.

6 Sec. 825. The \$100,000.00 appropriation in part 1 for the Michigan  
7 historical center foundation is contingent upon the foundation providing  
8 dollar for dollar cash match.

9 Sec. 826. (1) From money appropriated in section 110, the depart-  
10 ment of state shall undertake a work project and make expenditures up to  
11 \$500,000.00 to expand the Michigan iron industry museum in Negaunee.

12 (2) The purpose of this work project is to expand the exhibit space  
13 at the museum for artifact protection, additional exhibit displays and  
14 public programming, especially for school age children. The department  
15 of state will accomplish its construction objective by using standard  
16 state procurement procedures and performance billings and payments. The  
17 estimated completion cost to be incurred by the department of state is  
18 \$500,000.00, and the anticipated completion date is September 30, 2005.

19 (3) The money appropriated for this work project shall not lapse at  
20 the end of the fiscal year but shall continue to be available for expen-  
21 ditures until the project is completed or the money is expended, which-  
22 ever occurs first.

23 Sec. 827. The secretary of state shall include questions related to  
24 truck tractor safety on motor vehicle license exams. Exam questions  
25 related to truck tractor safety shall focus particular attention on  
26 safety distances that should be maintained around truck tractors.

**1 DEPARTMENT OF TREASURY**

**2 OPERATIONS**

3       Sec. 900. (1) In addition to the funds appropriated in part 1,  
4 there is appropriated an amount not to exceed \$1,000,000.00 for federal  
5 contingency funds. These funds are not available for expenditure until  
6 they have been transferred to another line item in this act under section  
7 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

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

24       Sec. 901. (1) Amounts needed to pay for interest, fees, principal,  
25 arbitrage rebates as required by federal law, and costs associated with  
26 the payment, registration, trustee services, credit enhancements, and  
27 issuing costs in excess of the amount appropriated to the department of

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

71

1 treasury in section 111 for debt service on notes and bonds that are  
2 issued by the state under sections 14, 15, and 16 of article IX of the  
3 state constitution of 1963 as implemented by 1967 PA 266, MCL 17.451 to  
4 17.455, are appropriated.

5 (2) In addition to the amount appropriated to the department of  
6 treasury for debt service in section 111, there is appropriated an amount  
7 for fiscal year cash-flow borrowing costs to pay for interest on inter-  
8 fund borrowing made under 1967 PA 55, MCL 12.51 to 12.53.

9 Sec. 902. (1) From funds appropriated in section 111, the depart-  
10 ment of treasury may contract with private collection agencies and law  
11 firms to collect taxes and other accounts due this state. In addition to  
12 the amounts appropriated in section 111 to the department of treasury,  
13 there is appropriated amounts necessary to fund collection costs and fees  
14 not to exceed 25% of the collections or 2.5% plus operating costs, which-  
15 ever amount is prescribed by the contract. The appropriation to fund  
16 collection costs and fees for the collection of taxes or other accounts  
17 due this state are from the fund or account to which the revenues being  
18 collected are recorded or dedicated. However, if the taxes collected are  
19 constitutionally dedicated for a specific purpose, the appropriation of  
20 collection costs and fees are from the general purpose account of the  
21 general fund.

22 (2) The department of treasury shall submit a report for the immedi-  
23 ately preceding fiscal year ending September 30 to the state budget  
24 director and the senate and house of representatives standing committees  
25 on appropriations not later than November 30 stating the agencies or law  
26 firms employed, the amount of collections for each, the costs of

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

72

1 collection, and other pertinent information relating to determining  
2 whether this authority should be continued.

3       Sec. 903. (1) The department of treasury, through its bureau of  
4 investments, may charge an investment service fee against the applicable  
5 retirement funds. The fees may be expended for necessary salaries,  
6 wages, contractual services, supplies, materials, equipment, travel,  
7 worker's compensation insurance premiums, and grants to the civil service  
8 commission and state employees' retirement funds. Service fees shall not  
9 exceed the aggregate amount appropriated in section 111. The department  
10 of treasury shall maintain accounting records in sufficient detail to  
11 enable the retirement funds to be reimbursed periodically for fees that  
12 are determined by the department of treasury to be surplus.

13       (2) In addition to the amounts appropriated by section 111 from the  
14 retirement funds to the department of treasury, there is appropriated  
15 from retirement funds an amount sufficient to pay for the services of  
16 money managers, investment advisors, investment consultants, custodians  
17 and other outside professionals, the state treasurer considers necessary  
18 for the prudent management of the retirement funds' investment  
19 portfolios. The state treasurer shall report annually to the senate and  
20 house of representatives standing committees on appropriations concerning  
21 the performance of each portfolio by investment advisor.

22       Sec. 904. The department of treasury shall sell copies of the state  
23 tax manual, uniform accounting procedures manual, general property tax  
24 law manual, and other local government assistance manuals with amend-  
25 ments, at a price not to exceed the cost of printing. The revenue  
26 received from the sale of preparation and local government assistance



**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

73

1 manuals shall revert to the department of treasury and be placed in the  
2 local government assistance manual revolving fund.

3       Sec. 905. The department of treasury may provide receipt, warrant  
4 and cash processing, data/collection, investment, fiscal agent,  
5 levy/warrant cost assessment, writ of garnishment, and other user serv-  
6 ices on a contractual basis for other principal executive departments and  
7 state agencies. Funds for the services provided are appropriated and  
8 shall be expended for salaries and wages, fees, supplies, and equipment  
9 necessary to provide the services. An unobligated balance of the funds  
10 received shall revert to the general fund of this state as of September  
11 30.

12       Sec. 906. (1) The department of treasury shall charge for audits as  
13 permitted by state or federal law or under contractual arrangements with  
14 local units of government, other principal executive departments, or  
15 state agencies. A report detailing audits for the previous fiscal year  
16 performed and audit charges shall be submitted to the state budget direc-  
17 tor and the senate and house fiscal agencies not later than November 30.

18       (2) The appropriation in section 111 to the department of treasury,  
19 local finance programs entitled state compliance audits, shall be used to  
20 cover the cost of the state audits performed by independent certified  
21 public accountants or department of treasury auditors. The scope of the  
22 state audit shall be defined by the state treasurer. The state audits  
23 shall be performed by independent certified public accountants contracted  
24 with by the state treasurer or by department of treasury auditors, if the  
25 county has agreed to contract with and pay the department for their  
26 financial single audit.

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

74

1       (3) The state audits shall be performed for the most current county  
2 fiscal year in conjunction with the financial single audit. The state  
3 audit may be performed either by certified public accountants contracted  
4 by the state treasurer or department of treasury staff, independent of  
5 the financial single audit, if a state audit has not been performed  
6 within the last 3 years.

7       Sec. 907. A revolving fund known as the assessor certification and  
8 training fund previously created under the control of the department of  
9 treasury by 1993 PA 191 is maintained. The assessor certification and  
10 training fund shall be used to organize and operate a property assessor  
11 certification and training program. Each participant certified and  
12 trained shall pay to the department of treasury an examination fee of  
13 \$25.00, an initial certification fee of \$35.00, an annual renewal fee of  
14 \$50.00 for levels 1 and 2 and \$95.00 for levels 3 and 4 to offset the  
15 cost of administering the certification and training program. Training  
16 courses shall be offered in assessment administration. Each participant  
17 shall pay a fee to cover the expenses incurred in offering the optional  
18 programs to certified assessing personnel and other individuals inter-  
19 ested in an assessment career opportunity. The fees collected shall be  
20 credited to the assessor certification and training fund.

21       Sec. 908. The department of treasury may expend revenues received  
22 under the hospital finance authority act, 1969 PA 38, MCL 331.31 to  
23 331.84, for necessary salaries, wages, supplies, contractual services,  
24 equipment, worker's compensation insurance premiums, and grants to the  
25 civil service commission and state employees' retirement fund. The  
26 department of treasury shall maintain accounting records in sufficient  
27 detail to enable the hospital clients to be reimbursed periodically for

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

75

1 fees that are determined by the department of treasury to be surplus to  
2 needs.

3       Sec. 909. As provided under sections 3 and 18 to 31 of 1941 PA 122,  
4 MCL 205.3 and 205.18 to 205.31, the department of treasury may enter into  
5 agreements to supply data or collection services to other executive prin-  
6 cipal departments or state agencies, the United States department of  
7 treasury, or local units of government within this state. The department  
8 of treasury may charge for this tax data service and amounts received are  
9 appropriated and shall be expended for salaries and wages, fees, sup-  
10 plies, and equipment necessary to provide the service.

11       Sec. 910. The amount appropriated in section 111 to the department  
12 of treasury, home heating assistance program, is to cover the costs,  
13 including data processing, of administering the federal home heating  
14 credits to eligible claimants and to administer the supplemental fuel  
15 cost payment program for eligible tax credit and welfare recipients.

16       Sec. 911. (1) The department of treasury shall provide accounts  
17 receivable collections services to other principal executive departments  
18 and state agencies under 1927 PA 375, MCL 14.131 to 14.134. The depart-  
19 ment of treasury shall deduct a fee equal to the cost of collections from  
20 all receipts except unrestricted general fund collections. Fees shall be  
21 credited to a restricted revenue account and appropriated to the depart-  
22 ment of treasury to pay for the cost of collections. The department of  
23 treasury shall maintain accounting records in sufficient detail to enable  
24 the respective accounts to be reimbursed periodically for fees deducted  
25 that are determined by the department of treasury to be surplus to the  
26 actual cost of collections.

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

76

1       (2) The department of treasury shall submit a report for fiscal year  
2 ending September 30, 2001 to the state budget director and the senate and  
3 house fiscal agencies not later than November 30, 2001 stating the prin-  
4 cipal executive departments and state agencies served, funds collected,  
5 and costs of collection under subsection (1).

6       Sec. 912. The department of treasury may expend revenue received  
7 under the shared credit rating act, 1985 PA 227, MCL 141.1051 to  
8 141.1077, for necessary salaries, wages, supplies, contractual services,  
9 equipment, worker's compensation insurance premiums, and grants to the  
10 civil service commission and state employees' retirement fund.

11       Sec. 913. Revenue received under the Michigan education trust act,  
12 1986 PA 316, MCL 390.1421 to 390.1444, may be expended by the board of  
13 directors of the Michigan education trust for necessary salaries, wages,  
14 supplies, contractual services, equipment, worker's compensation insur-  
15 ance premiums, and grants to the civil service commission and state  
16 employees' retirement fund.

17       Sec. 914. Of the funds appropriated in section 111 to the depart-  
18 ment of treasury, Michigan education trust fund challenge grants, each  
19 dollar shall be matched with \$3.00 from the private sector in order to be  
20 expended. Any unexpended amount shall lapse to the general fund at the  
21 close of the 2000-2001 fiscal year.

22       Sec. 915. Revenue from the airport parking tax act, 1987 PA 248,  
23 MCL 207.371 to 207.383, is appropriated and shall be distributed under  
24 section 7 of the airport parking tax act, 1987 PA 248, MCL 207.377.

25       Sec. 916. The appropriation in part 1 to the department of trea-  
26 sury, for treasury fees, shall be comprised of the following fees and  
27 amounts:

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

77

1	Game and fish protection.....	\$	4,600
2	State aeronautics.....		2,900
3	Michigan veterans benefit.....		8,400
4	State trunkline.....		32,200
5	State waterways.....		8,600
6	Blue Water Bridge.....		2,800
7	Comprehensive transportation.....		4,900
8	Marine safety.....		1,700
9	Game and fish trust.....		11,000
10	State park improvement.....		3,000
11	Forest development.....		2,200
12	Recreation bond - local project.....		1,900
13	Michigan conservation endowment trust.....		4,200
14	Michigan state park endowment.....		11,800
15	Michigan natural resources trust fund.....		26,900
16	Safety, education, and training.....		1,100
17	Environmental protection bond.....		9,900
18	Clean MI initiative bond - environ. proj. ....		100
19	Workplace health and safety.....		4,300
20	Bottle deposit.....		12,500
21	State construction code.....		2,900
22	Children's trust fund.....		2,100
23	Homeowner's construction lien recovery.....		700
24	Nongame fish and wildlife.....		1,500
25	1989 trunkline bond proceeds.....		1,800
26	1992 trunkline bond proceeds.....		2,200

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

78

1	1992 trunkline/bridge bond proceeds.....	700
2	1992 comprehensive transportation bond proceeds.....	3,000
3	1994 trunkline bond proceeds.....	600
4	1996 trunkline bond proceeds.....	3,200
5	Michigan underground storage tank.....	1,200
6	State lottery.....	134,200
7	Liquor purchasing revolving.....	10,800
8	Michigan higher education assistance authority.....	700
9	State sponsored group insurance.....	15,000
10	State water pollution control.....	4,000
11	Trunkline bond and interest redemption.....	400
12	Comprehensive transportation bond and interest	
13	redemption.....	1,200
14	Debt service - MUSTFA.....	700
15	Recreation bond - state projects.....	1,600
16	Bankrupt self-ins-work disability diecast.....	100
17	MESA contingent fund.....	12,500
18	Children's institute.....	100
19	Vietnam veterans memorial.....	100
20	Gifts, bequests, deposits.....	7,000
21	Silicosis and dust disease.....	1,600
22	Peet packing corporation worker's compensation.....	200
23	Second injury.....	4,700
24	Hospital patient's trust.....	300
25	Self-insurers security.....	1,300
26	Hazardous and solid waste.....	1,200

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

79

1	Urban land assembly.....	1,200
2	Utility consumer representation.....	600
3	Bankrupt self-insured worker's disability no. 1.....	300
4	Bankrupt self-insured worker's disability no. 5.....	100
5	MDOT, federal transportation funds.....	1,900
6	Worker's disability compensation - multiple trust....	100
7	Gasoline inspection and testing.....	500
8	WIC food program formula rebate.....	200
9	Auto theft prevention fees.....	2,300
10	Land and water permit fees.....	300
11	Landfill maintenance.....	100
12	Worker's compensation administration revolving fund..	1,300
13	Michigan health initiative fund.....	1,300
14	State court.....	1,700
15	Orphan well subfund.....	600
16	Land exchange facilitation.....	100
17	Michigan justice training.....	2,200
18	Emergency response.....	400
19	Motor vehicle accident claims fund.....	600
20	Groundwater and freshwater protection.....	1,100
21	Crime victims benefits.....	2,500
22	Asbestos abatement.....	300
23	Underground storage tank fees.....	1,000
24	Medical waste emergency response.....	100
25	Emission control.....	1,000
26	Community dispute resolution fees.....	800

05709'00 (S-1)

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

80

1	Great Lakes protection.....	1,300
2	Remonumentation fees.....	2,000
3	Sewage sludge land applications.....	200
4	Above ground storage tank.....	700
5	Environmental response.....	200
6	Scrap tire regulatory.....	1,300
7	Federal narcotics investigation revenue.....	300
8	Drunk driving prevention and training fund.....	300
9	Drunk driving case flow.....	1,100
10	Boiler inspection.....	1,300
11	Stormwater permit fees.....	100
12	Snowmobile trail improvement.....	700
13	Forensic science.....	400
14	Environmental pollution prevention.....	1,300
15	Snowmobile registration fee.....	500
16	Health professions regulatory.....	1,400
17	Nurse professions regulatory.....	700
18	Healthy Michigan fund.....	4,600
19	Armory construction.....	700
20	Michigan higher education facilities authority.....	100
21	Solid waste management fee staff.....	200
22	Solid waste management fee perpetuity.....	400
23	DOJ, local law enforcement block grant.....	700
24	Compulsive gambling prevention.....	600
25	Hazardous materials trans. permit.....	100
26	Oil and gas regulatory fee.....	400



**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

81

1	Retap - retired eng. tech. asst. ....	100
2	Oil and gas privilege fee.....	800
3	Forest recreation.....	100
4	Forest land user charges.....	100
5	TOTAL..... \$	417,900

6       Sec. 917. The disbursement by the department of treasury from the  
7 bottle deposit fund to dealers as required by section 3c(2) of the  
8 Initiated Law of 1976, MCL 445.573c, is appropriated.

9       Sec. 918. The department of treasury shall credit interest gener-  
10 ated by revenues in the community dispute resolution fund created by the  
11 community dispute resolution act, 1988 PA 260, MCL 691.1551 to 691.1564,  
12 to the fund. Revenue in the community dispute resolution fund shall be  
13 used exclusively for purposes of the community dispute resolution act,  
14 1988 PA 260, MCL 691.1551 to 691.1564.

15       Sec. 919. (1) There is appropriated an amount sufficient to recog-  
16 nize and pay refundable income tax credits as provided by the management  
17 and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

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

21       Sec. 920. A plaintiff shall pay to the state treasurer:

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

25       (b) A fee of \$6.00 at the time any other writ of garnishment is  
26 served upon the state treasurer, except that the fee shall be reduced to

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

82

1 \$5.00 for each writ of garnishment for individual income tax refunds or  
2 credits filed by magnetic media.

3       Sec. 921. The department of treasury shall establish a separate  
4 account for the funds related to the Michigan higher education facilities  
5 authority. The department of treasury may expend revenue received under  
6 the higher education facilities authority act, 1969 PA 295, MCL 390.921  
7 to 390.934, for necessary salaries, wages, supplies, contractual serv-  
8 ices, equipment, worker's compensation insurance premiums, and grants to  
9 the civil service commission and state employees' retirement fund. The  
10 department of treasury shall maintain accounting records in sufficient  
11 detail to enable the educational institution clients to be reimbursed  
12 periodically for fees that are determined by the department to be surplus  
13 to needs.

14       Sec. 922. The department of treasury may contract with private  
15 firms to appraise and, if necessary, appeal the assessments of senior  
16 citizen cooperative housing units. The department of treasury may uti-  
17 lize up to 1% of the senior citizen cooperative housing tax exemption  
18 program funds for this purpose.

19       Sec. 923. The state treasurer is authorized to make loans to local  
20 units of government from the state's common cash fund to implement local  
21 government infrastructure and private facility projects that will ulti-  
22 mately use long-term debt to finance the costs. These loans may be made  
23 at any time, but must be repaid, in full, not later than 12 months after  
24 the date of the loan. In addition to the full repayment of the loan  
25 principal, the borrowing unit shall pay interest at the average rate  
26 earned on common cash investments during the period of the loan. The

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

83

1 total of all outstanding loans shall not exceed \$50,000,000.00 in the  
2 aggregate and no single loan shall exceed \$7,500,000.00.

3 Sec. 924. The department of treasury may provide a \$200.00 annual  
4 prize from the Ehlers internship award account in the gifts, bequests,  
5 and deposit fund to the runner-up of the Rosenthal prize for interns.  
6 The Ehlers internship award account is interest bearing.

7 Sec. 925. Pursuant to section 61 of the Michigan campaign finance  
8 act, 1976 PA 388, MCL 169.261, there is appropriated from the general  
9 fund to the state campaign fund an amount equal to the amounts designated  
10 for tax year 2000. Except as otherwise provided in this section, the  
11 amount appropriated shall not revert to the general fund and shall remain  
12 in the state campaign fund. Any amounts remaining in the state campaign  
13 fund in excess of \$10,000,000.00 on December 31, 2002 shall revert to the  
14 general fund.

15 Sec. 926. (1) The department of treasury is authorized to develop a  
16 technology investment plan in order to maintain and upgrade current tax  
17 management technology applications.

18 (2) From funds appropriated in part 1 to the technology investment  
19 plan, the department of treasury may contract with private companies and  
20 agencies to develop and implement an integrated tax administration system  
21 as part of the technology investment plan.

22 (3) Unexpended appropriations in part 1 are considered work project  
23 appropriations and any unencumbered or unallotted funds are carried for-  
24 ward into the succeeding fiscal year. The following is in compliance  
25 with section 451a of the management and budget act, 1984 PA 431,  
26 MCL 18.1451a:

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

84

1 (a) The purpose of the project(s) for which the funds are carried  
2 forward is for investing in tax management technology applications.

3 (b) The project(s) will be accomplished by contract.

4 (c) The total estimated cost of the project(s) is \$73.0 million.

5 (d) The tentative completion date is September 30, 2004.

6 Sec. 927. (1) Funds appropriated in section 111 for casino gaming,  
7 Michigan gaming control board, and casino gaming control administration  
8 shall be financed entirely by the state services fee fund if sufficient  
9 funds are available in the state services fee fund. If sufficient funds  
10 are not available in the state services fee fund, the state budget direc-  
11 tor may make advances from the general fund to fully fund these appropri-  
12 ations in amounts not to exceed the funds appropriated in section 111.

13 (2) Any general fund advances made for casino gaming, Michigan  
14 gaming control board, or casino gaming control administration in the  
15 fiscal year ending September 30, 2001 shall be reimbursed from the state  
16 services fee fund with interest in an amount and manner consistent with  
17 the operating practices of this state's common cash fund.

18 (3) If general fund advances are made under subsection (1), funds  
19 subsequently received in the state services fee fund shall be used first  
20 to reimburse the general fund before any additional appropriations are  
21 made for casino gaming, the Michigan gaming control board, or the casino  
22 gaming control administration.

23 Sec. 928. Revenue collected by the Michigan gaming control board  
24 regarding the wagering tax imposed on adjusted gross receipts received by  
25 the licensee from gaming authorized under the Michigan gaming control and  
26 revenue act, the Initiated Law of 1996, MCL 432.201 to 432.266, at the  
27 rate of 8.15% is hereby appropriated and shall be deposited in the state

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

85

1 school aid fund to provide additional funds for K-12 classroom  
2 education.

3       Sec. 929. Revenue collected by the Michigan gaming control board  
4 regarding the total annual assessment of each casino licensee,  
5 \$2,000,000.00 is hereby appropriated and shall be deposited in the com-  
6 pulsive gaming prevention fund as described in section 12a(5) of 1997  
7 PA 69.

8       Sec. 930. In addition to the amount appropriated in section 111,  
9 funds distributed by the Michigan gaming control board to the department  
10 of treasury for oversight of casino gaming are appropriated upon  
11 receipt. These funds may be used to pay for costs incurred for casino  
12 gaming oversight activities.

13       Sec. 931. From section 111 of this act, an amount equal to the  
14 appropriations from the older Michiganiens pharmaceutical assistance fund  
15 for the department of treasury is appropriated from use tax revenue to  
16 the older Michiganiens pharmaceutical assistance fund.

17       Sec. 933. (1) From the funds appropriated in section 111 for the  
18 Michigan merit award board/MEAP administration, the department shall pro-  
19 vide tests to nonpublic schools and home-schooled students upon request.  
20 The department shall notify nonpublic schools that they are eligible to  
21 receive the tests without cost to them.

22       (2) The department shall release test results at the same time to  
23 all private schools and public school districts taking the tests.

24       (3) From the allocations in part 1 for test development and adminis-  
25 tration, the department shall provide tests to nonpublic schools and  
26 home-schooled students upon request. The department shall notify

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

86

1 nonpublic schools that they are eligible to receive the tests without  
2 cost to them.

3 (4) The department shall release test results at the same time to  
4 all private schools and public school districts taking the tests.

5 (5) From the amount appropriated in part 1 for test development and  
6 administration, \$200,000.00 shall be expended to expedite the reporting  
7 of Michigan educational assessment program high school test results and  
8 to improve the method of reporting the results to enable pupils to accu-  
9 rately interpret the information. Not later than 6 weeks after the  
10 Michigan educational assessment program test results are first published,  
11 the department shall submit to the senate and house appropriations com-  
12 mittees the method used to report those test results to the school  
13 districts.

14 (6) If it appears to the director of the department that there is  
15 not sufficient revenue to administer the Michigan educational assessment  
16 program, the department shall immediately notify the senate and house  
17 appropriations committee. The Michigan educational assessment program  
18 tests shall still be administered on a timely basis.

19 (7) Any deficits in amounts received from the tobacco settlement  
20 revenue that are appropriated in part 1 for test development and adminis-  
21 tration from the Michigan merit award trust fund shall be appropriated  
22 from the state general fund/general purpose.

23 Sec. 934. The department of treasury may make available to inter-  
24 ested entities otherwise unavailable customized unclaimed property list-  
25 ings of nonconfidential information in its possession. The charge for  
26 this information is as follows: 1 to 100,000 records at 2.5 cents per  
27 record and 100,001 or more records at .5 cents per record. The revenue

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

87

1 received from this service shall be deposited to the appropriate revenue  
2 account or fund. The department shall submit an annual report on or  
3 before June 1, 2001 to the house of representatives and senate standing  
4 committees on appropriations that states the amount of revenue received  
5 from the sale of information.

6 Sec. 935. From funds appropriated in part 1, the department of  
7 treasury shall do all of the following:

8 (a) Provide general notification to private tax preparer entities by  
9 November 15, 2000 of opportunities to be included in directories, lists,  
10 or similar publications in printed or electronic form as tax preparers  
11 who support electronic tax filing.

12 (b) Provide, as administratively feasible, uniform and fair presen-  
13 tation of all such tax preparers in printed or electronic form, as part  
14 of a list of all such entities that are known to provide that service.

15 (c) Not distribute discount or rebate programs sponsored by a pri-  
16 vate tax preparer business entity.

17 Sec. 936. The funds appropriated from the Michigan merit award  
18 trust fund in section 111 consist of a portion of the tobacco settlement  
19 revenue received by the state as provided under the Michigan merit award  
20 scholarship act, 1999 PA 94, MCL 390.1451 to 390.1459.

21 Sec. 937. There is appropriated in fiscal year 2000-2001  
22 \$27,000,000.00 of federal temporary assistance for needy families block  
23 grant funding to be utilized by the department of treasury to pay for the  
24 costs of refundable state homestead property tax credits received by tax-  
25 payers whose household income is below 200% of the federally defined pov-  
26 erty level.

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

88

1       Sec. 938. (1) Funds appropriated in section 111 for local  
2 government programs may be used to provide assistance to a local revenue  
3 sharing board created under an agreement authorized by the Indian gaming  
4 regulatory act, Public Law 100-497, 102 Stat. 2467. An agreement that  
5 establishes a local revenue sharing board is validated, ratified, and  
6 confirmed and the provisions of that agreement are binding and effective,  
7 in accordance with their terms.

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

11       (3) A county treasurer is authorized to receive and administer funds  
12 received for and on behalf of a local revenue sharing board. Funds  
13 appropriated in section 111 for local government programs may be used to  
14 audit local revenue sharing board funds held by a county treasurer. This  
15 section does not limit the ability of local units of government to enter  
16 into agreements with federally recognized Indian tribes to provide finan-  
17 cial assistance to local units of government or to jointly provide public  
18 services.

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

23       (5) The department of treasury shall submit a report by September  
24 30, 2001 to the house of representatives appropriations committee and the  
25 senate appropriations committee on the receipts and distribution of reve-  
26 nues by local revenue sharing boards.



**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

89

**1 GRANTS**

2       Sec. 951. Payments from the appropriation in section 111 to the  
3 department of treasury for grants to counties in lieu of taxes for lands  
4 transferred to the federal government include a payment for Sleeping Bear  
5 Dunes national lakeshore under 1974 PA 359, MCL 3.901 to 3.910.

6       Sec. 952. All of the revenue collected under section 12(3)(a) of  
7 the tobacco products tax act, 1993 PA 327, MCL 205.432, is appropriated  
8 to the health and safety fund of this state for distribution as set forth  
9 in the health and safety fund act, 1987 PA 264, MCL 141.471 to 141.479.

10       Sec. 953. Local units of government that receive revenue sharing  
11 funds and distribute property tax statements or income tax forms shall  
12 not visibly include, as part of the property tax statements or income tax  
13 forms external address, the social security number of the recipient.

14       Sec. 954. Of the funds appropriated in section 111 to the depart-  
15 ment of treasury for the senior citizens' cooperative housing tax exemp-  
16 tion program, a portion is to be utilized for a program audit of the  
17 program. The department of treasury shall forward copies of the audit to  
18 the senate and house appropriations subcommittees on general government.  
19 The department of treasury may utilize up to 1% of the funds for program  
20 administration and auditing.

21       Sec. 955. Revenue collected in accordance with article IX, section  
22 10 of the Michigan constitution of 1963 in excess of the amount appropri-  
23 ated in part 1 for constitutional revenue sharing is appropriated for  
24 distribution to townships, cities, and villages on a population basis as  
25 specified by law. The appropriation in part 1 for statutory state gen-  
26 eral revenue sharing grants to townships, cities, and villages shall be

1 reduced by an amount equal to any additional constitutional revenue  
2 sharing appropriations authorized in this section.

3       Sec. 957. The funds appropriated in section 111 for revenue sharing  
4 reimbursement - Marenisco Township shall be paid to Marenisco Township  
5 for the increase in prisoner population not included in the official 2000  
6 decennial census attributable to the expansion of the Ojibway correc-  
7 tional facility.

8       Sec. 958. The funds appropriated in section 111 for statutory state  
9 general revenue sharing grants shall not be considered as payment for any  
10 costs associated with compliance of article 9, section 29 of the Michigan  
11 constitution of 1963.

12       Sec. 959. The appropriation in part 1 for supplemental revenue  
13 sharing payments-counties will be distributed to counties whose 2000 pop-  
14 ulation according to the United States bureau of the census is less than  
15 the counties 1990 population according to the United States bureau of the  
16 census. Each county who experiences this population decline shall be  
17 eligible to receive a supplemental payment equal to the difference  
18 between the amount of fiscal year 2000-2001 total revenue sharing pay-  
19 ments the county would have received utilizing their 1990 population and  
20 the amount of revenue sharing payments the county received in fiscal year  
21 2000-2001 pursuant to the Glenn Steil state revenue sharing act of 1971,  
22 1971 PA 140, MCL 141.901 to 141.921. The department of treasury shall  
23 reduce these supplemental payments proportionally if the amount appropri-  
24 ated in part 1 is insufficient to fully fund these payments. The supple-  
25 mental payments to eligible counties shall be distributed by September  
26 30, 2001.

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

91

1       Sec. 960. (1) Included in part 1 is \$10,000,000.00 appropriated  
2 from the tobacco settlement trust fund to fund an incentive program for  
3 the Michigan education savings program created under Senate Bill No. 599  
4 of the 90th Legislature.

5       (2) The funds appropriated for the Michigan education savings pro-  
6 gram shall be utilized to provide a state match to dollars invested on  
7 behalf of each child named as a beneficiary in the Michigan education  
8 savings program who is six years old or less and resides in a family with  
9 an income of \$80,000.00 or less.

10       (3) During calendar year 2000 the state shall provide \$1.00 of  
11 matching funds for each \$3.00 of individual contributions to the educa-  
12 tional savings accounts. The maximum state match for each account shall  
13 be \$200.00.

14       (4) The state match shall be available only in the first year the  
15 child is enrolled in the Michigan education savings program.

16       (5) Funds appropriated for the Michigan education savings program  
17 shall not be expended unless Senate Bill No. 599 and Senate Bill No. 600  
18 of the 90th Legislature are enacted into law.

**19 LOTTERY**

20       Sec. 971. In addition to the amount appropriated in section 111 to  
21 the bureau of state lottery, there is appropriated from lottery revenues  
22 the amount necessary for, and directly related to, implementing and oper-  
23 ating lottery games. Appropriations under this section shall only be  
24 expended for contractually mandated payments for vendor commissions, con-  
25 tractually mandated payments for instant tickets intended for resale,  
26 courier charges for the delivery of instant tickets to retailers, the  
27 contractual costs of providing and maintaining the on-line system

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

92

1 communications network, and incentive and bonus payments to lottery  
2 retailers.

3       Sec. 972. The funds appropriated in section 111 to the bureau of  
4 state lottery shall not be used to directly or indirectly associate pro-  
5 fessional or amateur sports figures with the lottery or its products.

6       Sec. 973. The funds appropriated in section 111 to the bureau of  
7 state lottery shall not be used to conduct a lottery drawing held on  
8 Sunday.

9       Sec. 974. The funds appropriated in section 111 to the bureau of  
10 state lottery shall not be used for any promotional efforts directed  
11 towards individuals who are less than 18 years of age.

12 **REVENUE STATEMENT**

13       Sec. 1101. Pursuant to section 18 of article V of the state consti-  
14 tution of 1963, fund balances and estimates are presented in the follow-  
15 ing statement:

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

93

**1** BUDGET RECOMMENDATIONS BY OPERATING FUNDS**2** (Amounts in millions)**3** Fiscal Year 2000-2001**4**

<b>5</b>			Beginning		
<b>6</b>		Fund	Unreserved		
<b>7</b>		#	Fund	Estimated	Ending
<b>8</b>			Balance	Revenue	Balance
<b>9</b>	OPERATING FUNDS				
<b>10</b>	General Fund-General Purpose	0110	131.0	9,637.9	131.8
<b>11</b>	General Fund-Special Purpose		0.0	11,317.8	0.0
<b>12</b>	Special Revenue Funds:				
<b>13</b>	Counter-cyclical budget and eco-				
<b>14</b>	nomic stabilization	0111	1,299.6	77.7	1,345.3
<b>15</b>	Game and fish protection	0112	6.1	46.7	0.0
<b>16</b>	Michigan employment security act				
<b>17</b>	administration	0113	0.0	156.6	0.0
<b>18</b>	State aeronautics	0114	0.0	116.6	0.0
<b>19</b>	Michigan veterans' benefit trust	0115	0.0	0.4	0.0
<b>20</b>	State trunkline	0116	0.0	956.9	0.0
<b>21</b>	Michigan state waterways	0117	8.8	23.0	7.7
<b>22</b>	Blue Water Bridge	0118	0.0	12.8	0.0
<b>23</b>	Michigan transportation	0119	0.0	1,936.0	0.0
<b>24</b>	Comprehensive transportation	0120	0.0	121.1	0.0
<b>25</b>	School aid	0122	810.4	10,235.9	650.5
<b>26</b>	Marine safety	0123	5.4	3.8	4.5

05709'00 (S-1)

**HB 5278, As Passed Senate, May 25, 2000**

House Bill No. 5278

94

1	Game and fish protection trust	0124	0.0	6.4	0.0
2	State park improvement	0125	7.0	28.5	7.0
3	Forest development	0126	1.9	20.0	0.0
4	Michigan civilian conservation				
5	corps endowment	0128	1.7	1.1	1.4
6	Michigan natural resources trust	0129	0.0	29.3	0.0
7	Michigan state parks endowment	0130	5.9	13.0	6.0
8	Safety education and training	0131	2.9	5.3	2.2
9	Uninsured employers' security	0135	0.0	1.4	0.0
10	Bottle deposit	0136	9.5	22.5	9.5
11	School bond loan	0137	99.6	0.0	44.3
12	State construction code	0138	5.0	8.1	5.0
13	Children's trust	0139	0.3	1.4	0.1
14	State casino gaming	0140	1.0	27.1	1.5
15	Homeowner construction lien				
16	recovery	0141	7.4	0.4	5.9
17	Michigan nongame fish and				
18	wildlife	0143	0.7	0.9	0.5
19	Michigan merit award trust	0154	10.1	133.7	25.7
20	Michigan underground storage tank				
21	finance assurance	0160	0.0	65.1	0.0
22	State building authority	0165	0.0	0.4	0.0
23	TOTALS		\$2,405.5	\$35,007.8	\$2,248.9