

For Fiscal Year Ending
September 20, 2000

HOUSE BILL No. 4309

February 18, 1999, Introduced by Reps. Cameron Brown, Pappageorge, Mead, Kukuk, Caul, Jellema, Toy, Godchaux, Byl, Geiger, Stamas, Jansen and Scranton and referred to the Committee on Appropriations.

EXECUTIVE BUDGET BILL

A bill to make appropriations for the department of military and veterans affairs for the fiscal year ending September 30, 2000; to provide for the expenditure of the appropriations; to provide for certain powers and duties of the department of military and veterans affairs, other state agencies, and local units of government related to the appropriations; and to provide for the preparation of certain reports related to the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

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PART 1

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LINE-ITEM APPROPRIATIONS

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Sec. 101. Subject to the conditions set forth in this bill, the amounts listed in this part are appropriated for the department of military and veterans affairs for the fiscal year ending September 30, 2000, from the funds indicated in this part. The following is a summary of the appropriations in this part:

1 **DEPARTMENT OF MILITARY AND VETERANS AFFAIRS**2 **APPROPRIATION SUMMARY:**

3 Full-time equated unclassified positions . . . 7.0

4 Full-time equated classified positions . . 1,042.0

5 GROSS APPROPRIATION \$ 91,673,700

6 **Interdepartmental grant revenues:**

7 Total interdepartmental grants and

8 intradepartmental transfers 0

9 ADJUSTED GROSS APPROPRIATION \$ 91,673,700

10 **Federal revenues:**

11 Total federal revenues 31,637,400

12 **Special revenue funds:**

13 Total local revenues 0

14 Total private revenues 375,000

15 Total other state restricted revenues 22,409,100

16 State general fund/general purpose \$ 37,252,200

17 **Sec. 102. HEADQUARTERS AND ARMORIES**

18 Full-time equated unclassified positions . . . 7.0

19 Full-time equated classified positions . . . 105.0

20 Headquarters and armories--105.0 FTE positions . . \$ 9,741,400

21 Unclassified military personnel 578,800

22 Challenge program 1,960,000

23 Military appeals tribunal 900

24 Michigan emergency volunteers 5,000

25 State active duty 60,100

26 GROSS APPROPRIATION \$ 12,346,200

27 **Appropriated from:**28 **Federal revenues:**

29 DOD-DOA-NGB 2,882,600

30 **Special revenue funds:**

31 Armory rentals 350,000

32 Mackinac bridge authority 40,000

33 State general fund/general purpose \$ 9,073,600

34 **Sec. 103. MILITARY TRAINING SITES AND SUPPORT FACILITIES**

35 Full-time equated classified positions . . . 229.0

1	Military training sites and support facilities--		
2	229.0 FTE positions	\$	12,060,700
3	Military training sites and support facilities test		
4	projects		<u>100,000</u>
5	GROSS APPROPRIATION	\$	12,160,700
6	Appropriated from:		
7	Federal revenues:		
8	DOD-DOA-NGB		10,439,900
9	Special revenue funds:		
10	Test project fees		100,000
11	State general fund/general purpose	\$	1,620,800
12	Sec. 104. DEPARTMENTWIDE APPROPRIATIONS		
13	Departmentwide accounts	\$	1,849,000
14	Special maintenance-state		436,200
15	Special maintenance-federal		2,361,800
16	Military retirement		2,166,900
17	Counternarcotic operations		50,000
18	Starbase grant		<u>250,000</u>
19	GROSS APPROPRIATION	\$	7,113,900
20	Appropriated from:		
21	Federal revenues:		
22	DOD-DOA-NGB		3,824,000
23	DOJ-DEA		50,000
24	Special revenue funds:		
25	State general fund/general purpose	\$	3,239,900
26	Sec. 105. VETERANS' SERVICE ORGANIZATIONS		
27	American legion	\$	738,800
28	Disabled American veterans		670,800
29	Marine corps veterans		308,100
30	American veterans of World War II and Korea . . .		425,700
31	Veterans of foreign wars		811,500
32	Michigan paralyzed veterans of America		151,700
33	Purple heart		144,700
34	Veterans of World War I		100
35	Polish legion of American veterans		37,800

1	Jewish veterans of America	37,800
2	State of Michigan council - Vietnam veterans . .	
3	of America	146,100
4	Catholic war veterans	<u>12,100</u>
5	GROSS APPROPRIATION \$	3,485,200
6	Appropriated from:	
7	State general fund/general purpose \$	3,485,200
8	Sec. 106. GRAND RAPIDS VETERANS' HOME	
9	Full-time equated classified positions . . . 539.0	
10	Grand Rapids veterans' home--539.0 FTE positions . \$	38,853,600
11	Board of managers	<u>300,000</u>
12	GROSS APPROPRIATION \$	39,153,600
13	Appropriated from:	
14	Federal revenues:	
15	HHS-HCFA, Medicare, hospital insurance	412,200
16	DVA-VHA	10,603,500
17	Special revenue funds:	
18	Private-veterans' home post and posthumous funds .	300,000
19	Income and assessments	12,954,100
20	Lease revenue	75,000
21	State general fund/general purpose \$	14,808,800
22	Sec. 107. D.J. JACOBETTI VETERANS' HOME	
23	Full-time equated classified positions . . . 153.0	
24	D.J. Jacobetti veterans' home--153.0 FTE	
25	positions \$	12,356,300
26	Board of managers	<u>75,000</u>
27	GROSS APPROPRIATION \$	12,431,300
28	Appropriated from:	
29	Federal revenues:	
30	DVA-VHA	3,118,700
31	HHS-HCFA, Medicare, hospital insurance	306,500
32	Special revenue funds:	
33	Private-veterans' home post and posthumous	
34	funds	75,000
35	Income and assessments	4,198,600

1 State general fund/general purpose \$ 4,732,500

2 **Sec. 108. MICHIGAN VETERANS' TRUST FUND**

3 Full-time equated classified positions 16.0

4 Veterans' affairs directorate administration--3.0

5 FTE positions \$ 291,400

6 Administration--13.0 FTE positions 944,900

7 Veterans' trust fund grants 3,746,500

8 GROSS APPROPRIATION \$ 4,982,800

9 Appropriated from:

10 Special revenue funds:

11 Michigan veterans' trust fund 4,691,400

12 State general fund/general purpose \$ 291,400

13 PART 2

14 PROVISIONS CONCERNING APPROPRIATIONS

15 **GENERAL SECTIONS**

16 Sec. 201. (1) Pursuant to section 30 of Article IX of the state

17 constitution of 1963, total state spending under part 1 for fiscal year

18 1999-2000 is \$59,661,300.00 and state appropriations to be paid to

19 local units of government are as follows:

20 DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

21 Military training sites and support

22 facilities- payments in lieu of taxes \$ 61,900

23 Total \$ 61,900

24 (2) If it appears to the principal executive officer of a

25 department or branch that state spending to local units of government

26 will be less than the amount that was projected to be expended under

27 subsection (1), the principal executive officer shall immediately give

28 notice of the approximate shortfall to the state budget director.

29 Sec. 202. The expenditures and funding sources authorized under

30 this bill are subject to the management and budget act, 1984 PA 431,

31 MCL 18.1101 to 18.1594.

32 Sec. 203. (1) In addition to the funds appropriated in this bill,

33 there is appropriated an amount not to exceed \$1,900,000.00 for federal

34 contingency funds. These funds are not available for expenditure until

35 they have been transferred to another line item in this bill pursuant

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

3 (2) In addition to the funds appropriated in this bill, there is
4 appropriated an amount not to exceed \$1,000,000.00 for state restricted
5 contingency funds. These funds are not available for expenditure until
6 they have been transferred to another line item in this bill pursuant
7 to section 393(2) of the management and budget act, 1984 PA 431, MCL
8 18.1393.

9 (3) In addition to the funds appropriated in this bill, there is
10 appropriated an amount not to exceed \$100,000.00 for local contingency
11 funds. These funds are not available for expenditure until they have
12 been transferred to another line item in this bill pursuant to section
13 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

14 (4) In addition to the funds appropriated in this bill, there is
15 appropriated an amount not to exceed \$100,000.00 for private
16 contingency funds. These funds are not available for expenditure until
17 they have been transferred to another line item in this bill pursuant
18 to section 393(2) of the management and budget act, 1984 PA 431, MCL
19 18.1393.

20 Sec. 204. The department of civil service shall bill departments
21 and agencies at the end of the first fiscal quarter for the 1% charge
22 authorized by section 5 of article XI of the state constitution of
23 1963. Payments shall be made for the total amount of the billing by
24 the end of the second fiscal quarter.

25 Sec. 205. As used in this bill:

26 (a) "Department" means the Michigan department of military and
27 veterans affairs.

28 (b) "Director" means the director of the department of military and
29 veterans affairs.

30 (c) "DOD" means the United States department of defense.

31 (d) "DOD-DOA-NGB" means the DOD department of the army, national
32 guard bureau.

33 (e) "DOJ" means the United States department of justice.

34 (f) "DOJ-DEA" means the DOJ drug enforcement agency.

35 (g) "DVA" means the United States department of veterans' affairs.

36 (h) "DVA-VHA" means the DVA veterans' health administration.

1 (I) "FTE" means full-time equated position.

2 (j) "HHS" means the United States department of health and human
3 services.

4 (k) "HHS-HCFA" means the HHS health care financing administration.

5 Sec. 206. (1) Beginning October 1, 1999, a hiring freeze is
6 imposed on the state classified civil service. State departments and
7 agencies are prohibited from hiring any new full-time state classified
8 civil service employees and prohibited from filling any vacant state
9 classified civil service positions. This hiring freeze does not apply
10 to internal transfers of classified employees from one position to
11 another within a department or to positions that are funded with 80% or
12 more federal or restricted funds.

13 (2) The state budget director shall grant exceptions to this hiring
14 freeze when the state budget director believes that the hiring freeze
15 will result in rendering a state department or agency unable to
16 deliver basic services.

17 **HEADQUARTERS AND ARMORIES**

18 Sec. 301. Money appropriated in this bill for state active duty
19 shall be used to fund nonfederally supported missions of the national
20 guard when called to state duty.

21 **DEPARTMENTWIDE APPROPRIATIONS**

22 Sec. 401. Money available from the Michigan national guard armory
23 construction fund created in section 382a of the Michigan military act,
24 1967 PA 150, MCL 32.782a, is appropriated for expenditure for the
25 purposes specified in that section.

26 **VETERANS' SERVICE ORGANIZATIONS**

27 Sec. 501. (1) Money appropriated in section 105 for grants to
28 veterans' service organizations shall be used only for salaries, wages,
29 related personnel costs, training, and equipment for accredited veteran
30 service advocacy officers and necessary support and managerial staff.
31 Training shall be provided for service advocacy officers and shall be
32 conducted by accredited advocacy officers.

33 (2) To receive a grant from the money appropriated in section 105,
34 a veterans' service organization shall meet the following eligibility
35 requirements:

1 (a) Be congressionally chartered by the United States congress.

2 (b) Be an active participating member of the Michigan veterans
3 organizations' rehabilitation and veterans service committee and abide
4 by its rules, guidelines, and programs.

5 (c) Demonstrate the receipt of monetary or service support from its
6 own organization.

7 (d) Comply with the department's and the legislature's requirements
8 of accounting audits, service work activity, accounting of recoveries,
9 listing of volunteer hours, budget requests, and other requirements
10 specified in subsection (3).

11 (e) For a veterans' service organization founded after September
12 30, 1989, be in operation and providing service to Michigan veterans
13 for not less than 2 years before receiving an initial state grant.
14 During this 2-year period of time, the organization shall file a
15 listing of service work activity and an accounting of recoveries with
16 the department, the senate and house fiscal agencies, and the senate
17 and house subcommittees on military affairs on forms as prescribed by
18 the department.

19 (3) A veterans' service organization receiving a grant from the
20 money appropriated in section 105 shall file with the department a
21 certified accounting of its expenditures within 120 days after the
22 organization's fiscal year end. Each organization shall provide a
23 detailed budget request for the fiscal year ending September 30, 2001
24 to the department by November 15, 1999 within the format as prescribed
25 by the department to be used in the development of the budget ending
26 September 30, 2001. Each veterans' service organization shall provide
27 5 copies of a listing of all service activity, an accounting of
28 recoveries, and a listing of volunteer hours for the fiscal year ending
29 September 30, 1999 to the department by January 31, 2000. The listing
30 of volunteer hours shall include the hours, services, and donations
31 provided to residents of the Grand Rapids veterans' home and the D.J.
32 Jacobetti veterans' home. A veterans' service organization receiving a
33 grant from the money appropriated in section 105 shall use the forms
34 recommended by the Michigan veterans organizations' rehabilitation and
35 veterans service committee for filing reports required by this bill.
36 The department shall forward information required under this section to

1 the senate and house fiscal agencies and to the senate and house
2 appropriations subcommittees on military affairs.

3 Sec. 502. Appropriations in section 105 for veterans' service
4 organizations shall include funding to provide services to veterans of
5 World War I.

6 **VETERANS' HOMES**

7 Sec. 601. Appropriations in this bill for the Grand Rapids
8 veterans' home and the D.J. Jacobetti veterans' home shall not be used
9 for any purpose other than for veterans and veterans' families.

10 Sec. 602. The money appropriated in this bill for the boards of
11 managers may be expended for facility improvements, the purchase and
12 repair of equipment and furnishings, member services, and other
13 purposes that benefit the Grand Rapids veterans' home and the D.J.
14 Jacobetti veterans' home.

15 Sec. 603. The money appropriated in this bill for the boards of
16 managers of the Grand Rapids veterans' home and the D.J. Jacobetti
17 veterans' home shall be considered a work project account, and
18 unexpended money remaining at the close of the fiscal year shall not
19 lapse to the general fund but shall be carried forward to the
20 subsequent fiscal year.

21 **MICHIGAN VETERANS' TRUST FUND**

22 Sec. 701. In compliance with the various veterans' benefit
23 programs funded by this state, a veteran who is denied benefits as a
24 result of lack of properly disseminated information or due to
25 misinformation relative to benefit eligibility shall be provided a
26 review hearing by the Michigan veterans' trust fund board.

27 Sec. 702. The department may receive and expend revenue deposited
28 to the Vietnam veterans memorial monument fund created under section 3
29 of the Michigan Vietnam veterans memorial act, 1988 PA 234, MCL
30 35.1053.

31 Sec. 703. The Michigan veterans affairs directorate
32 administration and the Michigan veterans trust fund administration
33 shall take steps to assist the county veterans counselors of the state
34 to obtain training necessary for the execution of their duties.

35 Sec. 704. The Michigan veterans' memorial park commission may

1 receive and expend gifts, contributions, and bequests from any person,
2 public or private corporation, organization, foundation, governmental
3 entity, or any other source for the purpose of establishing a veterans'
4 memorial park as described in Executive Order No. 1992-12. Money
5 contributed to the Michigan veterans' memorial park commission shall be
6 deposited in the state treasury through the department and shall be
7 available for expenditure. Project costs authorized by this bill shall
8 not exceed the gifts, contributions, and bequests received. Money
9 under this section and any specific work orders or projects adopted by
10 the Michigan veterans' memorial park commission in accordance with
11 section 451(4) of the management and budget act, 1984 PA 431, MCL
12 18.1451, do not lapse at the end of this fiscal year but are available
13 for expenditure until September 30, 2001. Expenditures shall be in
14 accordance with methods and procedures approved by the Michigan
15 veterans' memorial park commission, the department, and appropriate
16 state agencies.

final page