SENATE SUBSTITUTE FOR HOUSE BILL NO. 5647

A bill to make appropriations for the department of history, arts, and libraries for the fiscal year ending September 30, 2003; to provide for the expenditure of those appropriations; to provide for the disposition of fees and other income received by the state agencies; to provide for the disbursement of certain grants; to provide for reports; and to prescribe powers and duties of certain state departments and certain state and local agencies and officers.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. Subject to the conditions set forth in this act, the amounts listed in this part are appropriated for the department of history, arts, and libraries for the fiscal year ending September 30, 2003, from the funds indicated in this part. The following is a summary of the appropriations in this part:

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For Fiscal Year Ending September 30, 2003

| 1 | DEPARTMENT OF HISTORY, ARTS, AND LIBRARIES | |
|----|--|------------------|
| 2 | APPROPRIATION SUMMARY: | |
| 3 | Full-time equated unclassified positions6.0 | |
| 4 | Full-time equated classified positions241.5 | |
| 5 | GROSS APPROPRIATION | \$ 72,314,800 |
| 6 | Interdepartmental grant revenues: | |
| 7 | Total interdepartmental grants and intradepartmental | |
| 8 | transfers | 0 |
| 9 | ADJUSTED GROSS APPROPRIATION | \$ 72,314,800 |
| 10 | Federal revenues: | |
| 11 | Total federal revenues | 7,111,300 |
| 12 | Special revenue funds: | |
| 13 | Total local revenues | 0 |
| 14 | Total private revenues | 577,400 |
| 15 | Total other state restricted revenues | 1,900,900 |
| 16 | State general fund/general purpose | \$ 62,725,200 |
| 17 | Sec. 102. DEPARTMENT OPERATIONS | |
| 18 | Full-time equated unclassified positions6.0 | |
| 19 | Full-time equated classified positions26.0 | |
| 20 | Unclassified salaries | \$ 225,000 |
| 21 | Management services25.0 FTE positions | 2,103,600 |
| 22 | Building occupancy charges and rent | 2,739,300 |
| 23 | Worker's compensation | 34,000 |
| 24 | Office of film and television services1.0 FTE | |
| 25 | positions | 143,500 |
| 26 | GROSS APPROPRIATION | \$ 5,245,400 |

3

For Fiscal Year Ending September 30, 2003

| 1 | Appropriated from: |
|----|---|
| 2 | Special revenue funds: |
| 3 | State general fund/general purpose \$ 5,245,400 |
| 4 | Sec. 103. INFORMATION TECHNOLOGY |
| 5 | Information technology services and projects \$ 1,166,100 |
| 6 | GROSS APPROPRIATION\$ 1,166,100 |
| 7 | Appropriated from: |
| 8 | State general fund/general purpose \$ 1,166,100 |
| 9 | Sec. 104. COUNCIL FOR ARTS AND CULTURAL AFFAIRS |
| 10 | Full-time equated classified positions10.0 |
| 11 | Administration10.0 FTE positions\$ 839,100 |
| 12 | Arts and cultural grants |
| 13 | GROSS APPROPRIATION\$ 24,381,700 |
| 14 | Appropriated from: |
| 15 | Federal revenues: |
| 16 | NFAH-NEA, promotion of the arts, state and regional |
| 17 | programs |
| 18 | State general fund/general purpose\$ 23,681,700 |
| 19 | Sec. 105. MACKINAC ISLAND STATE PARK COMMISSION |
| 20 | Full-time equated classified positions47.8 |
| 21 | Mackinac Island park operation22.8 FTE positions \$ 1,541,300 |
| 22 | Historical facilities system25.0 FTE positions 1,409,500 |
| 23 | GROSS APPROPRIATION\$ 2,950,800 |
| 24 | Appropriated from: |
| 25 | Special revenue funds: |
| 26 | Airport and park operation fees |

| | House Bill No. 5647 | or Fi Sept | scal Yea ember 30 | ar Ending 0, 2003 |
|----|---|---------------|----------------------|----------------------|
| 1 | Mackinac Island state park fund | | | 1,037,600 |
| 2 | State general fund/general purpose | | \$ | 1,836,800 |
| 3 | Sec. 106. MICHIGAN HISTORICAL PROGRAM | | | |
| 4 | Full-time equated classified positions | 78.7 | | |
| 5 | Historical administration and services63.8 FTE | | | |
| 6 | positions | | \$ | 4,940,800 |
| 7 | Federal programs14.9 FTE positions | | | 1,853,900 |
| 8 | Heritage publications | | | 700,000 |
| 9 | Private grants and gifts | | | 502,400 |
| 10 | Thunder Bay national marine sanctuary and underwa | ter | | |
| 11 | preserve | | | 250,000 |
| 12 | History of Negro league baseball curriculum | | | 50,000 |
| 13 | GROSS APPROPRIATION | | \$ | 8,297,100 |
| 14 | Appropriated from: | | | |
| 15 | Federal revenues: | | | |
| 16 | DOI-NPS, historic preservation grants-in-aid | | | 1,348,000 |
| 17 | Federal funds | | | 505,900 |
| 18 | Special revenue funds: | | | |
| 19 | Private - grants and gifts | | | 400,000 |
| 20 | Private - Mann house trust fund | | | 102,400 |
| 21 | Heritage publication fund | | | 700,000 |
| 22 | State general fund/general purpose | | \$ | 5,240,800 |
| 23 | Sec. 107. LIBRARY OF MICHIGAN | | | |
| 24 | Full-time equated classified positions | 79.0 | | |
| 25 | Operations79.0 FTE positions | | \$ | 7,577,900 |
| 26 | Collected gifts and fees | | | 161,900 |

| | House Bill No. 5647 | For Fiscal Septembe | | |
|----|--|------------------------|----|----------|
| 1 | Book distribution centers | | | 308,400 |
| 2 | State aid to libraries | | 13 | ,327,000 |
| 3 | Grant to the Detroit public library | | 2 | ,877,100 |
| 4 | Grand Rapids public library | | | 199,200 |
| 5 | Subregional state aid | | | 561,200 |
| 6 | Wayne County library for the blind and physicall | У | | |
| 7 | handicapped | | | 46,600 |
| 8 | Library services and technology act | | 4 | ,557,400 |
| 9 | Renaissance zone reimbursement | | | 657,100 |
| 10 | GROSS APPROPRIATION | \$ | 30 | ,273,800 |
| 11 | Appropriated from: | | | |
| 12 | Federal revenues: | | | |
| 13 | Library services and technology act | | 4 | ,557,400 |
| 14 | Special revenue funds: | | | |
| 15 | Private - gifts and bequests revenues | | | 75,000 |
| 16 | User fees | | | 86,900 |
| 17 | State general fund/general purpose | \$ | 25 | ,554,500 |
| 18 | Sec. 108. EARLY RETIREMENT SAVINGS | | | |
| 19 | Early retirement savings | \$ | | |
| 20 | GROSS APPROPRIATION(100) | \$ | | |
| 21 | Appropriated from: | | | |
| 22 | State general fund/general purpose(100) | \$ | | |
| 23 | | | | |

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1 PART 2 2 PROVISIONS CONCERNING APPROPRIATIONS GENERAL SECTIONS 3 4 Sec. 201. Pursuant to section 30 of article IX of the state consti-5 tution of 1963, total state spending from state resources under part 1 for fiscal year 2002-2003 is \$64,576,100.00 and state spending from state 6 resources to be paid to local units of government for fiscal year 7 2002-2003 is \$32,668,200.00. The itemized statement below identifies 8 appropriations from which spending to units of local government will 9 10 occur: DEPARTMENT OF HISTORY, ARTS, AND LIBRARIES 11 12 Arts and cultural grants.....\$ 15,000,000 13 State aid to libraries..... 13,327,000 14 Detroit public library..... 2,877,100 199,200 15 Grand Rapids public library..... 16 Subregional state aid..... 561,200 Wayne County library for the blind and physically 17 18 handicapped..... 46,600 Renaissance zone reimbursement..... 19 657,100 Total department of history, arts, and libraries..... \$ 20 32,668,200 21 Sec. 202. The appropriations authorized under this act are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594. 22 23 Sec. 203. As used in this appropriation act: 24 "Department" means the department of history, arts, and (a) 25 libraries.

"Director" means the director of the department of history,

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(b)

arts, and libraries.

26

1 (c) "DOI-NPS" means the United States department of interior,

- 2 national park service.
- 3 (d) "Fiscal agencies" means the house fiscal agency and the senate
- 4 fiscal agency.
- 5 (e) "FTE" means full-time equated.
- 6 (f) "NEA" means the national endowment for the arts.
- 7 (g) "NFAH" means the national foundation of the arts and the
- 8 humanities.
- 9 (h) "Subcommittees" means all members of the appropriate
- 10 subcommittees of the house and senate appropriations committees.
- Sec. 204. The department of civil service shall bill departments
- 12 and agencies at the end of the first fiscal quarter for the 1% charge
- 13 authorized by section 5 of article XI of the state constitution of 1963.
- 14 Payments shall be made for the total amount of the billing by the end of
- 15 the second fiscal quarter.
- Sec. 205. (1) A hiring freeze is imposed on the state classified
- 17 civil service. State departments and agencies are prohibited from hiring
- 18 any new full-time state classified civil service employees and prohibited
- 19 from filling any vacant state classified civil service positions. This
- 20 hiring freeze does not apply to internal transfers of classified employ-
- 21 ees from 1 position to another within a department.
- 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, cause a loss of revenue to the state, result in the
- 26 inability of the state to receive federal funds, or would necessitate
- 27 additional expenditures that exceed any savings from maintaining a

- 1 vacancy. The state budget director shall report quarterly to the
- 2 chairpersons of the senate and house standing committees on appropria-
- 3 tions the number of exceptions to the hiring freeze approved during the
- 4 previous quarter and the reasons to justify the exception.
- 5 Sec. 206. (1) In addition to the funds appropriated in part 1,
- 6 there is appropriated an amount not to exceed \$1,000,000.00 for federal
- 7 contingency funds. These funds are not available for expenditure until
- 8 they have been transferred to another line item in this act under
- 9 section 393(2) of the management and budget act, 1984 PA 431,
- **10** MCL 18.1393.
- 11 (2) In addition to the funds appropriated in part 1, there is appro-
- 12 priated an amount not to exceed \$1,000,000.00 for state restricted con-
- 13 tingency funds. These funds are not available for expenditure until they
- 14 have been transferred to another line item in this act under section
- 15 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.
- 16 (3) In addition to the funds appropriated in part 1, there is appro-
- 17 priated an amount not to exceed \$100,000.00 for local contingency funds.
- 18 These funds are not available for expenditure until they have been trans-
- 19 ferred to another line item in this act under section 393(2) of the man-
- 20 agement and budget act, 1984 PA 431, MCL 18.1393.
- 21 (4) In addition to the funds appropriated in part 1, there is appro-
- 22 priated an amount not to exceed \$750,000.00 for private contingency
- 23 funds. These funds are not available for expenditure until they have
- 24 been transferred to another line item in this act under section 393(2) of
- 25 the management and budget act, 1984 PA 431, MCL 18.1393.
- 26 Sec. 207. At least 60 days before beginning any effort to
- 27 privatize, the department shall submit a complete project plan to the

1 subcommittees and the fiscal agencies. The plan shall include the

- 2 criteria under which the privatization initiative will be evaluated. The
- 3 evaluation shall be completed and submitted to the fiscal agencies and to
- 4 the subcommittees within 30 months.
- 5 Sec. 208. Unless otherwise specified, the department shall use the
- 6 Internet to fulfill the reporting requirements of this act. This may
- 7 include transmission of reports via electronic mail to the recipients
- 8 identified for each reporting requirement or it may include placement of
- 9 reports on the Internet or Intranet site. Quarterly, the department
- 10 shall provide to the subcommittees, state budget office, and the fiscal
- 11 agencies an electronic and paper copy listing of the reports submitted
- 12 during the most recent 3-month period along with the internet or intranet
- 13 site of each report, if any.
- 14 Sec. 209. Funds appropriated in part 1 shall not be used for the
- 15 purchase of foreign goods or services, or both, if competitively priced
- 16 and of comparable quality American goods or services, or both, are
- 17 available.
- 18 Sec. 210. The director shall take all reasonable steps to ensure
- 19 businesses in deprived and depressed communities compete for and perform
- 20 contracts to provide services or supplies, or both. The director shall
- 21 strongly encourage firms with which the department contracts to subcon-
- 22 tract with certified businesses in depressed and deprived communities for
- 23 services, supplies, or both.
- 24 Sec. 211. The department shall establish and maintain affirmative
- 25 action programs based on guidelines developed by the state equal opportu-
- 26 nity workforce planning council which was created by Executive Order
- 27 No. 1996-13 in order to receive general fund/general purpose dollars.

Sec. 212. In addition to the funds appropriated in part 1, the department may accept contributions, gifts, bequests, devises, user fees, grants, and donations. Funds accepted by the department are appropriated and allotted when received and may be expended immediately upon receipt or at any later time. Those funds that are not expended in the current fiscal year shall not lapse at the close of the fiscal year and may be carried over by the department for expenditure in the following fiscal

10

8 years. Sec. 213. From the funds appropriated in part 1 for information 9 technology, the department shall pay user fees to the department of 10 information technology for technology related services and projects. 11 These user fees are subject to provisions of an interagency agreement 12 13 between the department and the department of information technology. 14 Sec. 214. Amounts appropriated in part 1 for information technology 15 may be designated as work projects and carried forward to support tech-16 nology projects under the direction of the department of information 17 technology. Funds designated in this manner are not available for expen-18 diture until approved as work projects under section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a. 19

Sec. 215. The department shall maintain an accounting structure within MAIN to track expenditures and revenues of that portion of the library of Michigan-operations line item that are for the purposes of the line item included within 2001 PA 83 entitled "statewide database access".

Sec. 216. The negative appropriation in part 1 for early retirement savings represents savings from the state's 2002 early retirement program. Not later than November 15, 2002, the state budget director

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- 11
- 1 shall request legislative transfers under section 393(2) of the
- 2 management and budget act, 1984 PA 431, MCL 18.1393, to apply the early
- 3 retirement savings to the appropriated line items affected by the early
- 4 retirement program.

5 <u>DEPARTMENT OPERATIONS</u>

- 6 Sec. 301. (1) The funds appropriated in part 1 may be used for per
- 7 diem payments to the members of commissions, boards, or committees for a
- 8 full day of commission, board, or committee work at which a quorum is
- 9 present, for attending a hearing as authorized by the respective commis-
- 10 sion, board, or committee, or for performing official business as autho-
- 11 rized by each respective commission, board, or committee.
- 12 (2) The per diem payments shall be \$50.00 per day for all commis-
- 13 sions and boards.

14 MICHIGAN COUNCIL FOR ARTS AND CULTURAL AFFAIRS

- 15 Sec. 401. (1) The Michigan council for arts and cultural affairs in
- 16 the department shall administer the arts and cultural grants appropriated
- 17 in part 1. The council shall provide for fair and independent decisions
- 18 on arts and cultural grant requests based upon published criteria to
- 19 evaluate program quality. These criteria shall include a prohibition of
- 20 art projects that include displays of human wastes on religious symbols,
- 21 displays of sex acts, and depictions of flag desecration. The council
- 22 shall seek to award grants on an equitable geographic basis to the extent
- 23 possible given the quality of grant applications received. Priority

- 1 shall be given to projects that serve multiple counties and that leverage
- 2 significant additional public and private investment. Counties, cities,
- 3 villages, townships, community foundations, and organizations, including
- 4 science museums/centers, may apply for the following categories of

- 5 grants:
- 6 (a) Anchor organization program for organizations that serve a
- 7 statewide audience. Anchor organizations shall demonstrate a commitment
- 8 to education, to mentoring smaller organizations, and to reaching under-
- 9 served audiences.
- (b) Arts projects program.
- 11 (c) Arts and learning program.
- 12 (d) Artists in schools program.
- 13 (e) Arts organization development program.
- 14 (f) Capital improvement projects.
- 15 (g) Local, regional, or statewide arts agencies services program.
- 16 (h) Regional regranting program.
- 17 (i) Partnership program.
- 18 (j) Discretionary grants program.
- 19 (k) Rural arts and cultural projects.
- 20 (2) Potential applicants, including anchor organizations, that are
- 21 considered ineligible to apply for grants and applicants that are unsuc-
- 22 cessful in obtaining a grant shall be provided by the council with the
- 23 following:
- 24 (a) A written rationale as to why the potential applicant was con-
- 25 sidered ineligible or why the applicant's grant was not funded.

(b) A description of actions the potential applicant or applicant
 needs to take in order to become eligible or to receive funding in future
 years.

- 4 (3) The appropriation for arts and cultural grants in part 1 and
 5 disbursed under this section shall, at a minimum, be matched on an equal
 6 dollar-for-dollar basis from local and private contributions paid and
 7 received by each awardee receiving grants under this section. The
 8 dollar-for-dollar match may include the reasonable value of services,
 9 materials, and equipment as allowed under the federal internal revenue
 10 code for charitable contributions subject also to the preapproval of such
- a match by the Michigan council for arts and cultural affairs. The council shall receive proof of the entire amount of the matching funds, services, materials, or equipment by the end of the award period.
- (4) Before any amount appropriated for arts and cultural grants in part 1 may be expended for a grant to eligible applicants for the purposes in this section, the department shall execute a grant agreement with each grantee. The grant agreement shall specify the criteria included in this section with which the application complies. The grant agreement shall include a list of the projects funded.
- (5) Counties, cities, villages, townships, community foundations,
 and organizations receiving funds under this section shall provide the
 Michigan council for arts and cultural affairs with the following:
- (a) A final report covering the grant period within 30 days after
 the end of the grant period indicating at least the following:
- (i) Project revenues and expenditures indicating grant matching fund amounts.

- $oldsymbol{1}$ (ii) Number of patrons attracted or benefiting during the grant $oldsymbol{2}$ period.
- 3 (iii) A narrative summary of each project and its outcome.
- 4 (b) Awardees receiving grants greater than \$100,000.00 shall also5 submit a report as identified in subdivision (a) on an interim basis by
- 6 April 7 of the grant year.
- 7 (6) Within 1 day following the final council vote, the department
- 8 shall provide a list of grant awardees to the subcommittees and each leg-
- 9 islator whose district is receiving a grant from arts and cultural grants
- 10 funds appropriated in part 1.
- 11 (7) The applicants for arts and cultural grant funds shall be
- 12 charged a nonrefundable application fee of \$100.00 or 1% of the grant,
- 13 whichever is less. The application fee may be used by the department to
- 14 recover direct and indirect costs as appropriated in part 1.
- 15 (8) It is the intent of the legislature that the Michigan council
- 16 for arts and cultural affairs continue to take appropriate steps to
- 17 ensure that all organizations receiving state arts anchor organization
- 18 grants have combined grant awards, as defined in subsection (10), of no
- 19 more than 15.0% of operating revenue for the fiscal year ending
- 20 September 30, 2005 and beyond. As used in this subsection, "operating
- 21 revenue" is defined in the same manner as it was defined during the
- 22 fiscal year 2000 state arts anchor organization application process.
- 23 (9) The council shall continue and expand its efforts to encourage
- 24 and support nonprofit arts and cultural organizations transitioning from
- 25 solely volunteer-based organizations to professional directed
- 26 operations. This includes the provision of funds and services from the
- 27 arts organization development, partnership, arts projects, anchor

1 organization, and regional regranting programs as well as the rural arts

- 2 and culture initiative to support professional development within these
- 3 organizations. Criteria for support include the requirement of collabo-
- 4 ration between these organizations and other community organizations.
- 5 (10) Any organizations receiving grants within the anchor organiza-
- 6 tion program category in excess of 10.0% of their operating revenue, as
- 7 defined in subsection (8), for the fiscal year ending September 30, 2002,
- 8 shall not receive a combined grant award from all grant categories,
- 9 except the partnership program, that is greater than the combined grant
- 10 award from these categories that the organization received for the fiscal
- 11 year ending September 30, 2002.
- 12 (11) The council shall provide for fair, equitable, and efficient
- 13 distribution of funds granted through the regional regranting program.
- 14 The council shall provide for an annual assessment of grant management
- 15 and distribution of mini-grant awards by designated regional regranting
- 16 agencies and review the methodology employed.
- 17 (12) The council shall make every effort to provide total grant
- 18 awards in the anchor organization program at a level not to exceed 65% of
- 19 the total amount appropriated for arts and cultural grants.
- 20 (13) The department shall submit 2 annual reports to the appropria-
- 21 tions subcommittees, the state budget office, and the fiscal agencies as
- 22 follows:
- 23 (a) The first report is due 30 days after the council makes the
- 24 annual grant awards. The report shall contain the following:
- 25 (i) A listing of each applicant.
- 26 (ii) The county of residence of an applicant.

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- 1 (iii) The amount awarded.
- (iv) The amount requested.
- $\mathbf{3}$ (v) The grant category under which an applicant applied.
- $\mathbf{4}$ (vi) A summary of projects funded for each awardee.
- (vii) The expected number of patrons for an applicant during the grant period.
- 7 (viii) The amount of matching funds proposed by an applicant.
- 8 (ix) The review score for each application.
- $\mathbf{9}$ (x) A listing containing the information in subparagraphs (i) to
- 10 (iii) for any regranted funds in the preceding fiscal year.
- 11 (b) The second report is due when materials are first distributed by
- 12 the council seeking grant applications for the subsequent fiscal year.
- 13 The report shall contain the following:
- 14 (i) The guidelines by which the council awards grants.
- 15 (ii) A summary of any changes in the program guidelines from the
- 16 previous fiscal year.
- 17 (iii) A summary of any initiatives the council is taking to improve
- 18 public access to the arts and culture, including, but not limited to, the
- 19 use of technology applications.

20 MICHIGAN HISTORICAL PROGRAM

- 21 Sec. 501. The federal funds appropriated in part 1 for the historic
- 22 site preservation grants are for work projects and shall not lapse at the
- 23 end of the fiscal year but shall continue to be available for expenditure
- 24 until the projects for which the funds were reserved have been completed
- 25 or are terminated. The purpose of these work projects is the

- 1 identification, designation, and preservation of historic resources. The
- 2 method used will be to solicit applications from eligible recipients,

- 3 score applications based upon established criteria, and award the con-
- 4 tracts and subgrants. The total cost is \$1,348,000.00 and the tentative
- 5 completion date is September 30, 2003.
- 6 Sec. 502. Funds collected by the department under sections 3, 6, 7,
- 7 and 7a of 1913 PA 271, MCL 399.3, 399.6, 399.7, and 399.7a, are appropri-
- 8 ated to the department for the purpose for which they were received and
- 9 shall not lapse to the general fund at the end of the fiscal year.
- Sec. 503. For purposes of administering the museum store as pro-
- 11 vided in section 7a of 1913 PA 271, MCL 399.7a, the department is exempt
- 12 from section 261 of the management and budget act, 1984 PA 431,
- **13** MCL 18.1261.
- 14 Sec. 504. (1) From the state funds appropriated in part 1, the
- 15 department may award discretionary historical grants to preserve Michigan
- 16 lighthouses. The department may award up to \$152,700.00 in grants for
- 17 this purpose and may use a portion of those funds to assist in the trans-
- 18 fer of lighthouses from federal ownership. A portion of the funds may
- 19 also be dedicated to program administration and project coordination.
- 20 (2) The department shall allocate grant funds under this section
- 21 pursuant to eligibility and scoring requirements established by the
- 22 department. The method used will be to solicit applications from eligi-
- 23 ble recipients, score applications based on the established criteria, and
- 24 award grants through executed contracts.
- 25 (3) Grants under this section may be awarded for purposes of stabi-
- 26 lization, rehabilitation, or other preservation work on a Michigan
- 27 lighthouse, but shall not be awarded for operational purposes. The

- 1 department shall not allocate a grant under this section that exceeds
- **2** \$40,000.00.
- 3 (4) The funds appropriated in part 1 and allocated by this section
- 4 are for work projects. The funds shall not lapse to the general fund at
- 5 the end of the fiscal year but shall remain available in subsequent
- 6 fiscal years, until funds have been expended, the projects for which the
- 7 funds were reserved have been completed, or the projects are terminated,
- 8 whichever occurs first. The tentative date for completion is
- 9 September 30, 2004.
- Sec. 505. From the funds appropriated in part 1 for historical
- 11 administration and services, \$71,200.00 shall be allocated to support the
- 12 operations of the Michigan freedom trail commission as specified in
- 13 section 4 of the Michigan freedom trail commission act, 1998 PA 409,
- 14 MCL 399.84. These funds shall be used to reimburse commission members,
- 15 to pay for necessary contractual services of the commission, and to hire
- 16 not more than 1.0 FTE position in the department's Michigan historical
- 17 center to support commission operations.
- Sec. 506. (1) In addition to the funds appropriated in part 1, the
- 19 department shall collect an application fee of \$250.00 for each applica-
- 20 tion submitted under section 1 of 1955 PA 10, MCL 399.151, for property
- 21 designated as a state historic site.
- 22 (2) The department shall deposit the fees collected under
- 23 subsection (1) in a separate revolving fund. Any revenue remaining in
- 24 the fund at the end of the fiscal year shall not lapse to the general
- 25 fund but shall remain available for future expenditures. The department
- 26 may expend any revenues in the fund immediately upon receipt.
- 27 Expenditures shall be made only for the purpose of correcting, repairing,

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- 19
- 1 or replacing numbered markers erected pursuant to section 2 of 1955
- 2 PA 10, MCL 399.152.
- 3 Sec. 507. (1) From the funds appropriated in part 1 for the history
- 4 of Negro league baseball curriculum, funding shall be used to research
- 5 and create curricula for K-12 history programs that address the role of
- 6 Negro league baseball in American and Michigan history. Funding shall be
- 7 made available through a competitive grant process to applicants for the
- 8 following purposes:
- 9 (a) Research and development of materials regarding the Negro
- 10 leagues.
- 11 (b) Placement of Negro league materials in a historical context by
- 12 addressing the role the league played in African-American life.
- 13 (c) Coordination with educational institutions, including universi-
- 14 ties and community colleges that could assist with the creation and
- 15 implementation of this curriculum.
- 16 (2) Grants authorized under subsection (1) shall be distributed by
- 17 May 1, 2003. A report including the list of these grants shall be sub-
- 18 mitted by the department to the house and senate fiscal agencies by May
- **19** 15, 2003.

20 LIBRARY OF MICHIGAN

- 21 Sec. 651. The funds appropriated in part 1 to the library of
- 22 Michigan for subregional state aid shall only be expended if the local
- 23 unit of government agrees to maintain local support at the same level of
- 24 local support expended for subregional library services in the local unit
- 25 of government's immediately preceding fiscal year. A reduction in local

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1 expenditures that equally affects all agencies within a local unit of

- 2 government shall not be interpreted as a replacement of local financial
- 3 or in-kind support with state aid funds.
- 4 Sec. 652. The funds appropriated in part 1 for a subregional
- 5 library shall not be released until a budget for that subregional library
- 6 has been approved by the department for expenditures for library services
- 7 directly serving the blind and persons with disabilities. Subregional
- 8 state aid shall be used only for providing services to the blind and to
- 9 persons with disabilities.
- Sec. 653. The funds appropriated in part 1 for statewide database
- 11 access shall be used only for making computerized databases, searches of
- 12 those databases, and the products of those searches available through the
- 13 libraries of Michigan. Only those libraries that qualify under the fed-
- 14 eral library services and technology act, subtitle B of title II of the
- 15 museum and library services act, title II of the arts, humanities, and
- 16 cultural affairs act of 1976, Public Law 94-462, 110 Stat. 3009-295, are
- 17 eligible to participate in this project.
- 18 Sec. 654. From the state general fund/general purpose appropriation
- 19 in part 1, there is allocated \$657,100.00 to reimburse public libraries
- 20 as provided by section 12 of the Michigan renaissance zone act, 1996
- 21 PA 376, MCL 125.2692, for property taxes levied in 2002. Reimbursements
- 22 shall be made in amounts to each eligible recipient not later than 60
- 23 days after the department of treasury certifies to the department that it
- 24 has received all necessary information to properly determine the amounts
- 25 due each eligible recipient under section 12(4) of the Michigan renais-
- 26 sance zone act, 1996 PA 376, MCL 125.2692. Any excess allocations shall
- 27 lapse to the general fund.

House Bill No. 5647 as amended May 15, 2002 21 1 Sec. 655. The department shall submit a report on or before October 31, 2003, to the senate and house standing committees on appropriations 2 3 that details the use of funds appropriated in part 1 within the Grand 4 Rapids public library appropriation line and the grant to the Detroit 5 public library appropriation line. 6 7 8 9