## **HOUSE BILL No. 5331**

September 10, 2009, Introduced by Reps. Opsommer, Rick Jones and Kowall and referred to the Committee on Appropriations.

A bill to amend 1984 PA 431, entitled

"The management and budget act,"

by amending section 391 (MCL 18.1391), as amended by 1988 PA 504.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 391. (1) When it appears to the governor, based upon
- 2 written information received by the governor from the budget
- 3 director and the department of treasury, that actual revenues for a
- 4 fiscal period will fall below the revenue estimates on which
- 5 appropriations for that period were based, the estimates being as
- 6 determined by the legislature in accordance with section 31 of
- 7 article IV of the state constitution of 1963, the governor shall
- B order the director to review all appropriations made by the
- legislature, except those made for the legislative and judicial

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- 1 branches of government or from funds constitutionally dedicated to
- 2 specific purposes.
- 3 (2) Based upon needs, the director shall recommend to the
- 4 governor a reduction of expenditures authorized by the
- 5 appropriations, either direct or open-ended, for that fiscal year.
- 6 The governor shall review the recommendations of the director and
- 7 shall prepare an order containing reductions in expenditures
- 8 authorized so that actual revenues for the fiscal period will be
- 9 sufficient to equal the expenditures. AN ORDER SHALL NOT REDUCE
- 10 EXPENDITURES BY ESTABLISHING MORE THAN 6 PAID OR UNPAID FURLOUGH
- 11 DAYS FOR STATE EMPLOYEES IN A CALENDAR YEAR. The governor shall
- 12 give not less than 5 days' written notice to the members of the
- 13 appropriations committees specifying a time and place for a joint
- 14 meeting of the governor and the appropriations committees, at which
- 15 the governor shall present to the appropriations committees the
- 16 governor's recommendations and copies of the governor's proposed
- 17 order.
- 18 (3) Not later than 10 days after the submission of the order
- 19 to the appropriations committees, each appropriation committee by
- 20 vote of a majority of its members elected and serving shall approve
- 21 or disapprove the order. Expenditures authorized by appropriations
- 22 shall not be reduced unless approved by both appropriations
- 23 committees. Upon approval by both appropriations committees, the
- 24 director shall implement the order.
- 25 (4) If either appropriation committee disapproves the order,
- 26 the order is without force and effect. Not later than 30 days after
- 27 a proposed order is disapproved, the governor may give reasonable

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- 1 written notice of the time and place of a further joint meeting of
- 2 the appropriations committees, at which time the governor shall
- 3 submit another order reducing expenditures authorized by
- 4 appropriations. Within 10 days after the receipt of that order by
- 5 the appropriations committees, each appropriations committee, by a
- 6 majority of its members elected and serving, shall approve or
- 7 disapprove the order. Upon approval by both appropriations
- 8 committees, the director shall implement the order.
- 9 (5) After the approval by both appropriations committees
- 10 pursuant to subsection (3) or (4), a copy of the order of the
- 11 governor and resolutions of both appropriations committees
- 12 approving it shall be filed with the secretary of state and the
- 13 order shall become effective.