FIRST CONFERENCE REPORT

The Committee of Conference on the matters of difference between the two Houses concerning

House Bill No. 5570, entitled

A bill to make appropriations for the department of military and veterans affairs for the fiscal year ending September 30, 2019; and to provide for the expenditure of the appropriations.

Recommends:

First: That the Senate recede from the Substitute of the Senate as passed by the Senate.

Second: That the House and Senate agree to the Substitute of the House as passed by the House, amended to read as follows:

(attached)

Third: That the House and Senate agree to the title of the bill to read as follows:

A bill to make appropriations for the department of military and veterans affairs for the fiscal year ending September 30, 2019; and to provide for the expenditure of the appropriations.

| John Bizon, M.D. | Mike Nofs |
|--------------------------|--------------------------|
| Edward J. Canfield, D.O. | Dave Hildenbrand |
| Henry Yanez | David Knezek |
| Conferees for the House | Conferees for the Senate |

SUBSTITUTE FOR

HOUSE BILL NO. 5570

A bill to make appropriations for the department of military and veterans affairs for the fiscal year ending September 30, 2019; and to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

| 1 | PART 1 |
|---|---|
| 2 | LINE-ITEM APPROPRIATIONS |
| 3 | Sec. 101. There is appropriated for the department of military |
| 4 | and veterans affairs for the fiscal year ending September 30, 2019, |
| 5 | from the following funds: |
| 6 | DEPARTMENT OF MILITARY AND VETERANS AFFAIRS |
| 7 | APPROPRIATION SUMMARY |
| 8 | Full-time equated unclassified positions9.0 |
| 9 | Full-time equated classified positions912.5 |

| 1 | GROSS APPROPRIATION | \$ 192,564,300 |
|----|--|-------------------|
| 2 | Interdepartmental grant revenues: | |
| 3 | IDG from department of state police | 101,800 |
| 4 | Total interdepartmental grants and intradepartmental | |
| 5 | transfers | 101,800 |
| 6 | ADJUSTED GROSS APPROPRIATION | \$ 192,462,500 |
| 7 | Federal revenues: | |
| 8 | Other federal revenues | 98,170,200 |
| 9 | Total federal revenues | 98,170,200 |
| 10 | Special revenue funds: | |
| 11 | Local revenues | 1,545,400 |
| 12 | Total local revenues | 1,545,400 |
| 13 | Private revenues | 630,000 |
| 14 | Total private revenues | 630,000 |
| 15 | Other state restricted revenues | 23,279,500 |
| 16 | Total other state restricted revenues | 23,279,500 |
| 17 | State general fund/general purpose | \$ 68,837,400 |
| 18 | State general fund/general purpose schedule: | |
| 19 | Ongoing state general fund/general | |
| 20 | purpose | |
| 21 | One-time state general fund/general | |
| 22 | purpose | |
| 23 | Sec. 102. MILITARY | |
| 24 | Full-time equated unclassified positions9.0 | |
| 25 | Full-time equated classified positions341.0 | |
| 26 | Unclassified salaries9.0 FTE positions | \$ 1,497,700 |
| 27 | Departmentwide | 1,876,300 |

| 1 | Headquarters and armories86.0 FTE positions | 17,452,100 |
|----|--|---------------|
| 2 | Michigan youth challeNGe academy50.0 FTE positions | 5,323,000 |
| 3 | Military family relief fund | 600,000 |
| 4 | Military training sites and support | |
| 5 | facilities203.0 FTE positions | 34,911,300 |
| 6 | National Guard operations | 398,200 |
| 7 | National Guard tuition assistance fund2.0 FTE | |
| 8 | positions | 6,506,700 |
| 9 | Starbase grant | 2,322,000 |
| 10 | GROSS APPROPRIATION | \$ 70,887,300 |
| 11 | Appropriated from: | |
| 12 | Interdepartmental grant revenues: | |
| 13 | IDG from department of state police | 101,800 |
| 14 | Federal revenues: | |
| 15 | Other federal revenues | 47,661,000 |
| 16 | Special revenue funds: | |
| 17 | Local revenues | 1,545,400 |
| 18 | Private revenues | 90,000 |
| 19 | Other state restricted revenues | 2,433,200 |
| 20 | State general fund/general purpose | \$ 19,055,900 |
| 21 | Sec. 103. MICHIGAN VETERANS AFFAIRS AGENCY | |
| 22 | Full-time equated classified positions224.5 | |
| 23 | Board of managers (veterans homes) | \$ 940,000 |
| 24 | D.J. Jacobetti home for veterans179.5 FTE positions. | 23,687,200 |
| 25 | Michigan veterans affairs agency | |
| 26 | administration39.0 FTE positions | 7,136,500 |
| 27 | Michigan veterans facility authority | 1,000,000 |

| 1 | Veterans trust fund administration6.0 FTE positions. | 1,480,100 |
|----|--|------------------|
| 2 | Veterans trust fund grants | 3,746,500 |
| 3 | Targeted grants | 200,000 |
| 4 | Veterans service grants | 3,835,500 |
| 5 | County veteran service fund | 2,100,000 |
| 6 | GROSS APPROPRIATION | \$ 44,125,800 |
| 7 | Appropriated from: | |
| 8 | Federal revenues: | |
| 9 | Other federal revenues | 8,516,300 |
| 10 | Special revenue funds: | |
| 11 | Private revenues | 540,000 |
| 12 | Other state restricted revenues | 10,833,900 |
| 13 | State general fund/general purpose | \$ 24,235,600 |
| 14 | Sec. 104. GRAND RAPIDS HOME FOR VETERANS | |
| 15 | Full-time equated classified positions347.0 | |
| 16 | Veterans home operations | \$ 8,989,700 |
| 17 | Purchased services | 10,342,700 |
| 18 | Salaries, wages, and fringe benefits347.0 FTE | |
| 19 | positions | 31,536,800 |
| 20 | GROSS APPROPRIATION | \$ 50,869,200 |
| 21 | Appropriated from: | |
| 22 | Federal revenues: | |
| 23 | Other federal revenues | 21,413,900 |
| 24 | Special revenue funds: | |
| 25 | Other state restricted revenues | 6,693,000 |
| 26 | State general fund/general purpose | \$ 22,762,300 |
| 27 | Sec. 105. CAPITAL OUTLAY | |

| 1 | Land and acquisitions | \$ | 2,900,000 |
|----|---|----|------------|
| 2 | Special maintenance - National Guard | | 20,000,000 |
| 3 | Special maintenance - veterans homes | _ | 500,000 |
| 4 | GROSS APPROPRIATION | \$ | 23,400,000 |
| 5 | Appropriated from: | | |
| 6 | Federal revenues: | | |
| 7 | Other federal revenues | | 20,000,000 |
| 8 | Special revenue funds: | | |
| 9 | Other state restricted revenues | | 2,900,000 |
| 10 | State general fund/general purpose | \$ | 500,000 |
| 11 | Sec. 106. INFORMATION TECHNOLOGY | | |
| 12 | Information technology services and projects | \$ | 1,407,000 |
| 13 | GROSS APPROPRIATION | \$ | 1,407,000 |
| 14 | Appropriated from: | | |
| 15 | Federal revenues: | | |
| 16 | Other federal revenues | | 579,000 |
| 17 | Special revenue funds: | | |
| 18 | Other state restricted revenues | | 419,400 |
| 19 | State general fund/general purpose | \$ | 408,600 |
| 20 | Sec. 107. ONE-TIME APPROPRIATIONS | | |
| 21 | Armory maintenance | \$ | 1,000,000 |
| 22 | Vietnam veterans outreach | | 600,000 |
| 23 | Grand Rapids home for veterans video monitoring | | |
| 24 | pilot project | | 275,000 |
| 25 | GROSS APPROPRIATION | \$ | 1,875,000 |
| 26 | Appropriated from: | | |
| 27 | State general fund/general purpose | \$ | 1,875,000 |

| 1 | PART 2 | |
|----|---|--|
| 2 | PROVISIONS CONCERNING APPROPRIATIONS | |
| 3 | FOR FISCAL YEAR 2018-2019 | |
| 4 | GENERAL SECTIONS | |
| 5 | Sec. 201. Pursuant to section 30 of article IX of the state | |
| 6 | constitution of 1963, total state spending from state sources under | |
| 7 | part 1 for fiscal year 2018-2019 is \$92,116,900.00 and state | |
| 8 | spending from state sources to be paid to local units of government | |
| 9 | for fiscal year 2018-2019 is \$2,242,400.00. The itemized statement | |
| 10 | below identifies appropriations from which spending to local units | |
| 11 | of government will occur: | |
| 12 | DEPARTMENT OF MILITARY AND VETERANS AFFAIRS | |
| 13 | County veteran service fund\$ 2,100,000 | |
| 14 | Michigan veterans affairs agency administration \$ 90,000 | |
| 15 | Military training sites and support facilities \$ 52,400 | |
| 16 | TOTAL\$ 2,242,400 | |
| 17 | Sec. 202. The appropriations authorized under this part and | |
| 18 | part 1 are subject to the management and budget act, 1984 PA 431, | |
| 19 | MCL 18.1101 to 18.1594. | |
| 20 | Sec. 203. As used in this part and part 1: | |
| 21 | (a) "Core services" means that term as defined in section 373 | |
| 22 | of the management and budget act, 1984 PA 431, MCL 18.1373. | |
| 23 | (b) "Department" means the department of military and veterans | |
| 24 | affairs. | |
| 25 | (c) "Director" means the director of the department. | |
| 26 | (d) "FTE" means full-time equated. | |
| 27 | (e) "HVAC" means heating, ventilation, and air conditioning. | |

- 1 (f) "IDG" means interdepartmental grant.
- 2 (g) "Michigan veterans' facility authority" means the
- 3 authority created under section 3 of the Michigan veterans'
- 4 facility authority act, 2016 PA 560, MCL 36.103.
- 5 (h) "MVAA" means the Michigan veterans affairs agency.
- 6 (i) "Subcommittees" means the subcommittees of the senate and
- 7 house appropriations committees with jurisdiction over the budget
- 8 of the department.
- 9 (j) "Support services" means an activity, such as information
- 10 technology, accounting, human resources, legal, and other support
- 11 functions that are required to support the ongoing delivery of core
- 12 services.
- 13 (k) "USDVA" means the United States Department of Veterans
- 14 Affairs.
- 15 (1) "USDVA-VHA" means the USDVA Veterans Health
- 16 Administration.
- 17 (m) "VSO" means veterans service organization.
- 18 (n) "Work project" means that term as defined in section 404
- 19 of the management and budget act, 1984 PA 431, MCL 18.1404, and
- 20 that meets the criteria in section 451a(1) of the management and
- 21 budget act, 1984 PA 431, MCL 18.1451a.
- 22 Sec. 204. The department and agencies receiving appropriations
- 23 in part 1 shall use the internet to fulfill the reporting
- 24 requirements of this part. This requirement may include
- 25 transmission of reports via electronic mail to the recipients
- 26 identified for each reporting requirement, or it may include
- 27 placement of reports on an internet or intranet site.

- 1 Sec. 205. Funds appropriated in part 1 shall not be used for
- 2 the purchase of foreign goods or services, or both, if
- 3 competitively priced and of comparable quality American goods or
- 4 services, or both, are available. Preference must be given to goods
- 5 or services, or both, manufactured or provided by Michigan
- 6 businesses, if they are competitively priced and of comparable
- 7 quality. In addition, preference shall be given to goods or
- 8 services, or both, that are manufactured or provided by Michigan
- 9 businesses owned and operated by veterans, if they are
- 10 competitively priced and of comparable quality.
- 11 Sec. 206. The director shall take all reasonable steps to
- 12 ensure businesses in deprived and depressed communities compete for
- 13 and perform contracts to provide services or supplies, or both. The
- 14 director shall strongly encourage firms with which the department
- 15 contracts to subcontract with certified businesses in depressed and
- 16 deprived communities for services or supplies, or both.
- 17 Sec. 207. The department and agencies receiving appropriations
- 18 in part 1 shall prepare a report on out-of-state travel expenses
- 19 not later than January 1 of each year. The travel report shall be a
- 20 listing of all travel by classified and unclassified employees
- 21 outside this state in the immediately preceding fiscal year that
- 22 was funded in whole or in part with funds appropriated in the
- 23 department's budget. The department and agencies shall submit the
- 24 report to the senate and house appropriations committees, the house
- 25 and senate fiscal agencies, and the state budget director. The
- 26 report shall include the following information:
- 27 (a) The dates of each travel occurrence.

- 1 (b) The transportation and related costs of each travel
- 2 occurrence, including the proportion funded with state general
- 3 fund/general purpose revenues, the proportion funded with state
- 4 restricted revenues, the proportion funded with federal revenues,
- 5 and the proportion funded with other revenues.
- 6 Sec. 208. Funds appropriated in part 1 shall not be used by a
- 7 principal executive department, state agency, or authority to hire
- 8 a person to provide legal services that are the responsibility of
- 9 the attorney general. This prohibition does not apply to legal
- 10 services for bonding activities and for those outside services that
- 11 the attorney general authorizes.
- 12 Sec. 209. Not later than November 30, the state budget office
- 13 shall prepare and transmit a report that provides for estimates of
- 14 the total general fund/general purpose appropriation lapses at the
- 15 close of the prior fiscal year. This report shall summarize the
- 16 projected year-end general fund/general purpose appropriation
- 17 lapses by major departmental program or program areas. The report
- 18 shall be transmitted to the chairpersons of the senate and house
- 19 appropriations committees, the subcommittees, and the senate and
- 20 house fiscal agencies.
- 21 Sec. 210. (1) In addition to the funds appropriated in part 1,
- 22 there is appropriated an amount not to exceed \$12,000,000.00 for
- 23 federal contingency funds. These funds are not available for
- 24 expenditure until they have been transferred to another line item
- 25 in part 1 under section 393(2) of the management and budget act,
- 26 1984 PA 431, MCL 18.1393.
- 27 (2) In addition to the funds appropriated in part 1, there is

- 1 appropriated an amount not to exceed \$3,000,000.00 for state
- 2 restricted contingency funds. These funds are not available for
- 3 expenditure until they have been transferred to another line item
- 4 in part 1 under section 393(2) of the management and budget act,
- 5 1984 PA 431, MCL 18.1393.
- 6 (3) In addition to the funds appropriated in part 1, there is
- 7 appropriated an amount not to exceed \$500,000.00 for local
- 8 contingency funds. These funds are not available for expenditure
- 9 until they have been transferred to another line item in part 1
- 10 under section 393(2) of the management and budget act, 1984 PA 431,
- **11** MCL 18.1393.
- 12 (4) In addition to the funds appropriated in part 1, there is
- appropriated an amount not to exceed \$100,000.00 for private
- 14 contingency funds. These funds are not available for expenditure
- 15 until they have been transferred to another line item in part 1
- under section 393(2) of the management and budget act, 1984 PA 431,
- **17** MCL 18.1393.
- 18 Sec. 211. The department shall cooperate with the department
- 19 of technology, management and budget to maintain a searchable
- 20 website accessible by the public at no cost that includes, but is
- 21 not limited to, all of the following:
- (a) Fiscal year-to-date expenditures by category.
- 23 (b) Fiscal year-to-date expenditures by appropriation unit.
- 24 (c) Fiscal year-to-date payments to a selected vendor,
- 25 including the vendor name, payment date, payment amount, and
- 26 payment description.
- 27 (d) The number of active department employees by job

- 1 classification.
- 2 (e) Job specifications and wage rates.
- 3 Sec. 212. Within 14 days after the release of the executive
- 4 budget recommendation, the department shall cooperate with the
- 5 state budget office to provide the senate and house appropriations
- 6 chairs, the senate and house appropriations subcommittees chairs,
- 7 and the senate and house fiscal agencies with an annual report on
- 8 estimated state restricted fund balances, state restricted fund
- 9 projected revenues, and state restricted fund expenditures for the
- 10 fiscal years ending September 30, 2018 and September 30, 2019.
- 11 Sec. 213. The department shall maintain, on a publicly
- 12 accessible website, a department scorecard that identifies, tracks,
- 13 and regularly updates key metrics that are used to monitor and
- 14 improve the department's performance.
- 15 Sec. 214. Total authorized appropriations from all sources
- 16 under part 1 for legacy costs for the fiscal year ending September
- 17 30, 2019 are estimated at \$17,509,500.00. From this amount, total
- 18 agency appropriations for pension-related legacy costs are
- 19 estimated at \$8,072,200.00. Total agency appropriations for retiree
- 20 health care legacy costs are estimated at \$9,437,300.00.
- 21 Sec. 215. The department shall not take disciplinary action
- 22 against an employee for communicating with a member of the
- 23 legislature or his or her staff.
- Sec. 216. The department shall provide quarterly reports to
- 25 the subcommittees on military and veterans affairs, the senate and
- 26 house fiscal agencies, and the state budget office, which shall
- 27 provide the following data:

- 1 (a) A list of all major work projects, including a status
- 2 report of each project.
- 3 (b) The department's financial status, featuring a report of
- 4 budgeted versus actual expenditures by part 1 line item including a
- 5 year-end projection of budget requirements. If projected department
- 6 budget requirements exceed the allocated budget, the report shall
- 7 include a plan to reduce overall expenses while still satisfying
- 8 specified service level requirements.
- 9 (c) A report on the status of performance metrics cited in
- 10 this part and information required to be reported in this part.
- 11 (d) The number of active employees at the close of the fiscal
- 12 quarter by job classification and program.
- 13 (e) Evidence of efficiencies and management of funds within
- 14 established appropriations.
- Sec. 217. The appropriations in part 1 are for the core
- 16 services, support services, and work projects of the department,
- 17 including, but not limited to, the following core services:
- 18 (a) Armories and joint force readiness.
- 19 (b) National Guard training facilities and air bases.
- 20 (c) Michigan youth challeNGe academy.
- 21 (d) Military family relief fund.
- 22 (e) Starbase grant.
- (f) National Guard tuition assistance program.
- 24 (g) Michigan veterans affairs agency administration.
- 25 (h) Veterans service grants.
- 26 (i) Veterans' trust fund administration.
- 27 (j) Veterans' trust fund grants.

- 1 (k) Board of managers (veterans homes).
- (l) Grand Rapids home for veterans.
- 3 (m) D.J. Jacobetti home for veterans.
- 4 (n) Michigan veterans' facility authority.
- 5 (o) County veteran service fund.
- 6 Sec. 218. The appropriations in part 1 for capital outlay
- 7 shall be carried forward at the end of the fiscal year consistent
- 8 with section 248 of the management and budget act, 1984 PA 431, MCL
- 9 18.1248.
- 10 Sec. 219. Sixty days prior to the public announcement of the
- 11 intention to sell any department real property, the department
- 12 shall submit notification of that intent to the subcommittees on
- 13 military and veterans affairs and the senate and house fiscal
- 14 agencies.

15 MILITARY

- Sec. 301. (1) From the funds appropriated in part 1, there is
- 17 funding to support unclassified employee positions as authorized by
- 18 section 5 of article XI of the state constitution of 1963. These
- 19 positions include the following: department director the adjutant
- 20 general for Michigan; assistant adjutant general army; assistant
- 21 adjutant general installations; assistant adjutant general air;
- 22 senior policy executive Michigan veterans affairs agency; senior
- 23 deputy director state operations; director strategy and policy;
- 24 chief executive officer for the Michigan veteran health system; and
- 25 director Michigan veterans affairs agency.
- 26 (2) Not less than 30 days prior to the department submitting a

- 1 request for an additional unclassified employee position from the
- 2 civil service commission, or for any substantive change to the
- 3 duties of an existing unclassified employee position, the
- 4 department shall notify the subcommittees on military and veterans
- 5 affairs and the senate and house fiscal agencies.
- 6 Sec. 302. (1) From the funds appropriated in part 1 for
- 7 military operations, effective and efficient executive direction
- 8 and administrative leadership shall be provided to the department.
- 9 (2) The department shall operate and maintain National Guard
- 10 armories.
- 11 (3) The department shall evaluate armories and submit a
- 12 quarterly report as provided under section 216 of this part on the
- 13 status of the armories.
- 14 (4) The department shall maintain a system to measure the
- 15 condition and adequacy of the armories.
- 16 (5) The Michigan Army National Guard and Air National Guard
- 17 shall work to provide a culture that is free of sexual assault,
- 18 through an environment of prevention, education and training,
- 19 response capability, victim support, reporting procedures, and
- 20 appropriate accountability that enhances the safety and well-being
- 21 of all quard members.
- 22 (6) By December 1, the department shall report the following
- 23 information to the subcommittees on military and veterans affairs,
- 24 the senate and house fiscal agencies, and the state budget office:
- 25 (a) An assessment of the grounds and facilities of each armory
- 26 to objectively measure and determine the current facility condition
- 27 and capability to support authorized manpower, unit training, and

- 1 operations.
- 2 (b) Recommendations for the placement of new armories, the
- 3 relocation or consolidation of existing armories, or a change in
- 4 the mission of units assigned to armories to ideally position the
- 5 National Guard in current or projected population centers.
- **6** (c) Recommendations for the enhanced use of armories to
- 7 facilitate family support programs during deployments.
- 8 (d) An analysis of the feasibility, potential costs, and
- 9 benefits of use of armories shared with other local, state, or
- 10 federal agencies to improve responses to local emergencies as well
- 11 as the community support provided to armories.
- 12 (e) An investment strategy and proposed funding amounts in a
- 13 prioritized project list to correct the most critical facility
- 14 shortfalls across the inventory of armories in this state.
- 15 Sec. 303. (1) The department shall maintain the Michigan youth
- 16 challeNGe academy to provide values, skills, education, and self-
- 17 discipline instruction for at-risk youth as provided under 32 USC
- **18** 509.
- 19 (2) The department shall take steps to recruit candidates to
- 20 the challenge academy from economically disadvantaged areas,
- 21 including those with low-income and high-unemployment backgrounds.
- 22 (3) The department shall partner with the department of health
- 23 and human services to identify youth who may be eliqible for the
- 24 challeNGe academy from those youth served by department of health
- 25 and human services programs. These eligible youth shall be given
- 26 priority for enrollment in the academy.
- 27 (4) The department shall maintain the staffing and resources

- 1 necessary to train and graduate at least 114 students per cohort
- 2 (228 annually).
- 3 (5) The department shall ensure individual academic success as
- 4 measured by the number of individuals who have received a general
- 5 equivalency diploma, high school diploma, or high school credit
- 6 recovery or by the improvement of tests of adult basic education
- 7 scores, or both.
- **8** (6) Any unexpended private donations to support the Michigan
- 9 youth challeNGe academy at the close of this fiscal year shall not
- 10 lapse to the general fund but shall be carried forward to the
- 11 subsequent fiscal year.
- 12 Sec. 304. (1) The department shall provide grants for
- 13 disbursement from the military family relief fund, as provided
- 14 under the military family relief fund act, 2004 PA 363, MCL 35.1211
- 15 to 35.1216, and R 200.5 to R 200.95 of the Michigan Administrative
- **16** Code.
- 17 (2) The department shall provide information on the revenues,
- 18 expenditures for advertising and assistance grants, and fund
- 19 balance of the Michigan military family relief fund, as provided
- 20 under section 216 of this part.
- 21 (3) The department shall provide sufficient staffing and other
- 22 resources to provide outreach to the Michigan families of members
- 23 of the reserve component of the Armed Forces of the United States
- 24 called into active duty and to support the processing and approval
- 25 of grant applications for this fiscal year under the Michigan
- 26 military relief fund and report those applications as provided
- 27 under section 216 of this part.

- 1 Sec. 305. (1) The department shall provide Army and Air
- 2 National Guard forces, when directed, for state and local
- 3 emergencies and in support of national military requirements.
- 4 (2) The department shall operate and maintain Army National
- 5 Guard training facilities, including Fort Custer and Camp Grayling.
- **6** (3) The department shall maintain a system that measures the
- 7 condition and adequacy of air facilities using both quality and
- 8 functionality criteria.
- 9 (4) The department shall operate and maintain Air National
- 10 Guard air bases, including Selfridge Air National Guard base,
- 11 Battle Creek Air National Guard base, and Alpena combat readiness
- 12 training center.
- 13 (5) The department shall provide the following information as
- 14 provided under section 216 of this part:
- 15 (a) The apportioned and assigned strength of the Michigan Army
- 16 National Guard.
- 17 (b) The apportioned and assigned strength of the Michigan Air
- 18 National Guard.
- 19 (c) Recruiting, retention, and attrition data, including
- 20 measurement against stated performance goals, for the Michigan Army
- 21 National Guard.
- 22 (d) Recruiting, retention, and attrition data, including
- 23 measurement against stated performance goals, for the Michigan Air
- 24 National Guard.
- 25 Sec. 306. There is created and established under the
- 26 jurisdiction and control of the department a revolving account to
- 27 be known as the billeting fund account. All of the fees and other

- 1 revenues generated from the operation of the chargeable transient
- 2 quarters program shall be deposited in the billeting fund account.
- 3 Appropriations will be made from the account for the support of
- 4 program operations and the maintenance and operations of the
- 5 chargeable transient quarters program and will not exceed the
- 6 estimated revenues for the fiscal year in which they are made,
- 7 together with unexpended balances from prior years. The department
- 8 shall submit an annual report of operations and expenditures
- 9 regarding the billeting fund account to the appropriations
- 10 committees of the senate and house of representatives, the senate
- 11 and house fiscal agencies, and the state budget office at the end
- 12 of the fiscal year.
- 13 Sec. 307. (1) The department shall maintain a National Guard
- 14 tuition assistance program for members of the Michigan Army and Air
- 15 National Guard.
- 16 (2) The objective of the National Guard tuition assistance
- 17 program is to bolster military readiness by increasing recruitment
- 18 and retention of Michigan Army and Air National Guard service
- 19 members, to fill federally authorized strength levels for the
- 20 state, to improve the Michigan Army and Air National Guard's
- 21 competitive draw from other military enlistment options in the
- 22 state, to enhance the ability of the Michigan Army and Air National
- 23 Guard to compete for members and federal dollars with surrounding
- 24 states, and to increase the pool of eligible candidates within the
- 25 Michigan Army and Air National Guard to become commissioned
- 26 officers.
- 27 (3) The department shall make efforts to increase the number

- 1 of Michigan Army and Air National Guard members participating in
- 2 the program to 1,100 during the fifth year of the program's
- 3 existence. To evaluate the effectiveness of the program, the
- 4 department shall monitor the number of new recruits and new
- 5 reenlistments and the percentage of those who become participants
- 6 in the program to determine whether the percentage of authorized
- 7 Michigan Army and Air National Guard strength obtained and retained
- 8 is competitive in comparison with the neighboring army and air
- 9 national guards from Illinois, Indiana, Ohio, and Wisconsin.
- 10 (4) The general fund/general purpose funds appropriated in
- 11 part 1 for the National Guard tuition assistance fund shall be
- 12 deposited to the restricted Michigan National Guard tuition
- 13 assistance fund created in section 4 of the Michigan National Guard
- 14 tuition assistance act, 2014 PA 259, MCL 32.434. All funds in the
- 15 restricted Michigan National Guard tuition assistance fund are
- 16 appropriated and available for expenditure to support the Michigan
- 17 National Guard tuition assistance program.
- 18 Sec. 308. The department shall maintain the starbase program
- 19 at Air National Guard facilities, as provided under 10 USC 2193b,
- 20 to improve the knowledge, skills, and interest of students,
- 21 primarily in the fifth grade, in math, science, and technology. The
- 22 starbase program is to specifically target minority and at-risk
- 23 students for participation.

24 MICHIGAN VETERANS AFFAIRS AGENCY

- 25 Sec. 401. The board of managers and Michigan veterans'
- 26 facility authority shall exercise certain regulatory and governance

- 1 authority regarding admission and member affairs at the Grand
- 2 Rapids and D.J. Jacobetti homes for veterans. The board of managers
- 3 shall also work to represent the interest of the veterans'
- 4 community in both advisory and advocacy roles.
- 5 Sec. 402. (1) The MVAA, the board of managers, and the
- 6 Michigan veterans' facility authority shall provide compassionate
- 7 and quality nursing and domiciliary care services at the Grand
- 8 Rapids and D.J. Jacobetti homes for veterans so that members can
- 9 achieve their highest potential of wellness, independence, self-
- 10 worth, and dignity.
- 11 (2) The department shall provide resources necessary to
- 12 provide nursing care services to veterans in accordance with
- 13 federal standards and provide the results of the annual USDVA
- 14 survey and certification as proof of compliance.
- 15 (3) Appropriations in part 1 for the Grand Rapids and the D.J.
- 16 Jacobetti homes for veterans shall not be used for any purpose
- 17 other than for veterans and veterans' families.
- 18 (4) Any contractor providing mental health services to the
- 19 Grand Rapids and D.J. Jacobetti homes for veterans shall utilize
- 20 mental health interventions that have been shown to be effective
- 21 with the conditions they are treating, in accordance with evidence-
- 22 based best practices supported by the USDVA-VHA, United States
- 23 Department of Defense, the Substance Abuse and Mental Health
- 24 Services Administration, the American Psychological Association,
- 25 and the National Association of Social Workers.
- 26 (5) Any contractor providing competency evaluated nursing
- 27 assistants (CENA) to the Grand Rapids home for veterans shall

- 1 ensure that each CENA has at least 8 hours of training on
- 2 information provided by the home.
- **3** (6) Any contractor providing competency evaluated nursing
- 4 assistants to the Grand Rapids home for veterans shall ensure that
- 5 each CENA has at least 1 eight-hour shift of shadowing at the
- 6 veterans' home.
- 7 (7) Any contractor providing competency evaluated nursing
- 8 assistants to the Grand Rapids home for veterans shall ensure that
- 9 each CENA is competent in the basic skills needed to perform his or
- 10 her assigned duties at the home.
- 11 (8) The Grand Rapids home for veterans shall provide each CENA
- 12 at least 12 hours of in-service training once that individual has
- 13 been assigned to the home.
- 14 (9) All complaints of abusive or neglectful care at the Grand
- 15 Rapids and the D.J. Jacobetti homes for veterans by a resident
- 16 member, a resident member's family or legal guardian, or staff of
- 17 the veterans' homes received by a supervisor shall be referred to
- 18 the director of nursing or his or her designee upon receipt of the
- 19 complaint. The director of nursing or his or her designee shall
- 20 report on not less than a monthly basis, except that the board of
- 21 managers may specify a more frequent reporting period to the home
- 22 administrator, board of managers, agency, subcommittees, senate and
- 23 house fiscal agencies, and state budget office the following
- 24 information:
- 25 (a) A description of the process by which resident members and
- 26 others may file complaints of alleged abuse or neglect at the Grand
- 27 Rapids and the D.J. Jacobetti homes for veterans.

- (b) Summary statistics on the number and general nature of
 complaints of abuse or neglect.
- 3 (c) Summary statistics on the final disposition of complaints
- 4 of abuse or neglect received.
- 5 (10) The Grand Rapids and D.J. Jacobetti homes for veterans
- 6 shall provide an on-site, board-certified psychiatrist for all
- 7 resident members with mental health disorders in order to ensure
- 8 that those resident members receive needed services in a
- 9 professional and timely manner. The Grand Rapids and D.J. Jacobetti
- 10 homes for veterans shall provide all members and staff a safe and
- 11 secure environment.
- 12 (11) The Grand Rapids and D.J. Jacobetti homes for veterans
- 13 shall ensure that they effectively develop, execute, and monitor
- 14 all comprehensive care plans in accordance with federal regulations
- 15 and their internal policies, with a goal that a comprehensive care
- 16 plan is fully developed for all resident members.
- 17 (12) The Grand Rapids and D.J. Jacobetti homes for veterans
- 18 shall implement controls over their food, maintenance supplies,
- 19 pharmaceuticals, and medical supplies inventories.
- 20 (13) The Grand Rapids and D.J. Jacobetti homes for veterans
- 21 shall establish sufficient controls for calculating resident member
- 22 maintenance assessments in order to accurately calculate resident
- 23 member maintenance assessments for each billing cycle. The Grand
- 24 Rapids and D.J. Jacobetti homes for veterans shall establish
- 25 sufficient controls to ensure that all past due resident member
- 26 maintenance assessments are addressed within 30 days.
- 27 (14) The Grand Rapids and D.J. Jacobetti homes for veterans

- 1 shall establish sufficient controls over monetary donations and
- 2 donated goods.
- 3 (15) The Grand Rapids and D.J. Jacobetti homes for veterans
- 4 shall implement sufficient controls over the handling of resident
- 5 member funds to ensure the release of funds within 3 business days
- 6 upon the resident member leaving the home and to ensure that a
- 7 representative of a resident member is provided a full accounting
- 8 of that resident member's funds within 10 business days of the
- 9 death of that resident member.
- 10 (16) The MVAA shall post on its website all policies adopted
- 11 by the board of managers, the Michigan veterans' facility
- 12 authority, and the veterans' homes related to the administrative
- 13 operations of the veterans' homes.
- 14 (17) The process by which visitors, residents, and employees
- 15 of the Grand Rapids and D.J. Jacobetti homes for veterans may
- 16 register complaints shall be displayed in high-traffic areas
- 17 throughout the home.
- 18 (18) The MVAA shall report its findings regarding the state
- 19 veterans' homes' compliance with the requirements and standards
- 20 under this section in a quarterly report to the legislature and the
- 21 state budget office. The quarterly reports shall include, but are
- 22 not limited to, all of the following information:
- 23 (a) Quality of care metrics, including:
- 24 (i) The number of patient care hours and staffing levels
- 25 measured against USDVA-VHA standards.
- 26 (ii) Sentinel events reported to the USDVA.
- 27 (iii) Fall and wound reports.

- ${f 1}$ (iv) Complaint reports, including abuse and neglect complaints
- 2 and outcomes of complaint investigations.
- $\mathbf{3}$ (v) Additional minimum data set quality of care indicators
- 4 used to measure quality of care in long-term care facilities.
- **5** (b) Quarterly budget update as provided under section 216 of
- 6 this part.
- 7 (c) An accounting of resident member populations at the Grand
- 8 Rapids and D.J. Jacobetti homes for veterans as follows:
- 9 (i) By demographics, including period of service, gender, and
- **10** age.
- 11 (ii) By care setting, payment source, and associated revenue
- 12 projections.
- 13 (d) Updates related to the modernization of the Grand Rapids
- 14 and D.J. Jacobetti homes for veterans, including information
- 15 related to the following:
- 16 (i) Infrastructure/capital outlay improvements.
- 17 (ii) Information technology updates.
- 18 (iii) Financial management.
- 19 (e) Updates on corrective action status related to any audit
- 20 and survey findings until those findings have been fully addressed.
- 21 (19) The Grand Rapids and D.J. Jacobetti homes for veterans
- 22 shall provide to the subcommittees on military and veterans
- 23 affairs, the senate and house fiscal agencies, and the state budget
- 24 office the results of any annual or for-cause survey conducted by
- 25 the USDVA-VHA and any corresponding corrective action plan. This
- 26 information shall also be made available publicly through the
- 27 department's or MVAA's website.

- 1 (20) The MVAA shall provide to the legislature and the state
- 2 budget office quarterly reports as provided in section 216 of this
- 3 part regarding the status of Centers for Medicare and Medicaid
- 4 certification efforts, including, but not limited to, descriptions
- 5 of incremental milestones, associated expenditures, and the
- 6 percentage of plan completed.
- 7 (21) From the funds appropriated in part 1 for Grand Rapids
- 8 home for veterans video monitoring pilot project, \$275,000.00 may
- 9 be expended for a member in-room safety monitoring pilot program at
- 10 the Grand Rapids home for veterans. The purpose of the pilot
- 11 program is to determine if a specific, existing video monitoring
- 12 system can improve member safety and reduce fall rates at the Grand
- 13 Rapids home for veterans. In order to achieve this goal, the MVAA
- 14 may contract with a third party that has developed a best-in-class,
- 15 continuous virtual patient engagement platform that enables both
- 16 visual and audio monitoring of members. Prior to expending funds
- 17 appropriated in part 1 for Grand Rapids home for veterans video
- 18 monitoring pilot project, the MVAA shall provide a report, to
- 19 include agency recommendations, to the subcommittees and the senate
- 20 and house fiscal agencies regarding the feasibility of the pilot
- 21 project with input from industry experts in this field.
- 22 Sec. 403. (1) From the increased funds appropriated in part 1
- 23 for D.J. Jacobetti home for veterans, the department shall pursue
- 24 compliance with current Centers for Medicare and Medicaid Services
- 25 certification standards. The purpose of this expansion is to obtain
- 26 Centers for Medicare and Medicaid Services certification by October
- 27 1, 2018, to increase the ability to fully utilize all federal

- 1 funding available to cover the cost of care of eligible veterans
- 2 living at the D.J. Jacobetti home for veterans, and to improve
- 3 overall quality of care for all veterans living at the D.J.
- 4 Jacobetti home for veterans.
- 5 (2) If the department fails to achieve Centers for Medicare
- 6 and Medicaid Services certification by October 1, 2018, the
- 7 director shall submit a written report within 30 days of receiving
- 8 notification that certification has been denied to the speaker of
- 9 the house, the house minority leader, the senate majority leader,
- 10 the senate minority leader, the chairs of the senate and house of
- 11 representatives standing committees on appropriations, the chairs
- 12 of the senate and house of representatives appropriations
- 13 subcommittees on the department of military and veterans affairs,
- 14 and the senate and house fiscal agencies. This report must provide
- 15 detailed information, which includes, but is not limited to, all of
- 16 the following:
- 17 (a) Reasons why the department failed to achieve Centers for
- 18 Medicare and Medicaid Services certification by the date provided
- 19 in subsection (1).
- 20 (b) A corrective action plan, which must include, but is not
- 21 limited to, the following:
- 22 (i) A new date, proposed by the director, for anticipated
- 23 Centers for Medicare and Medicaid Services certification.
- (ii) All outstanding facility upgrades and personnel
- 25 requirements, with associated cost projections, necessary to
- 26 achieve Centers for Medicare and Medicaid Services certification by
- 27 the date proposed by the director in subparagraph (i).

- 1 (3) The department shall identify specific outcomes and
- 2 performance measures for this initiative, including, but not
- 3 limited to, the following:
- 4 (a) The quality of care to members of the D.J. Jacobetti home
- 5 for veterans shall increase as a result of increased direct care
- 6 staffing ratios.
- 7 (b) The quality of the care environment at the D.J. Jacobetti
- 8 home for veterans shall increase as a result of facility updates
- 9 made according to Medicaid specifications to increase members'
- 10 access to private and semi-private accommodations.
- 11 (c) The quality of care for members of the D.J. Jacobetti home
- 12 for veterans shall increase as a result of increased ability
- 13 efforts to implement long-term care, evidence-based best practices
- 14 at the D.J. Jacobetti home for veterans.
- 15 (d) The collection of available federal Medicaid revenue shall
- 16 increase as a result of Centers for Medicare and Medicaid
- 17 certification.
- 18 (e) The fiscal stability of the D.J. Jacobetti home for
- 19 veterans shall improve due to increased efforts to collect
- 20 available federal revenue.
- 21 Sec. 404. The department shall ensure that the quality of care
- 22 for members of the Grand Rapids and D.J. Jacobetti homes for
- 23 veterans shall exceed the current quality of care for the full
- 24 spectrum of health care services as a result of the upgrades made
- 25 to the homes to meet the Centers for Medicare and Medicaid Services
- 26 certification standards. The department shall provide a quarterly
- 27 report as provided under section 216 of this part to the

- 1 subcommittees, which contains evidence that the quality of care for
- 2 the full spectrum of health care services has improved due to those
- 3 upgrades.
- 4 Sec. 405. (1) The MVAA shall provide a report, as provided
- 5 under section 216 of this part, on the financial status of the
- 6 Michigan veterans' trust fund, including the number and amount of
- 7 emergency grants, state administrative expenses, and county
- 8 administrative expenses.
- 9 (2) The Michigan veterans' trust fund board together with the
- 10 agency shall maintain the staffing and resources necessary to
- 11 process a minimum of 2,000 applications for veterans' trust fund
- 12 emergency grants.
- Sec. 406. (1) The MVAA shall provide outreach services to
- 14 Michigan veterans to advise them on the benefits to which they are
- 15 entitled, as provided under Executive Reorganization Order No.
- 16 2013-2, MCL 32.92. The MVAA shall also do the following:
- 17 (a) Maintain the staffing partnerships and other resources
- 18 necessary to develop and operate an outreach program that
- 19 communicates benefit eligibility information to at least 50% of
- 20 Michigan's population of veterans, as assessed by annual census
- 21 estimates, with a goal of reaching 100% and enabling 100% to access
- 22 benefit information online.
- 23 (b) Communicate veteran benefit information pertaining to the
- 24 Michigan military family relief fund, Michigan veterans' trust
- 25 fund, and USDVA health, financial, and memorial benefits to which
- 26 veterans are entitled.
- 27 (c) Provide sufficient staffing and other resources to approve

- 1 requests for military discharge certificates (DD-214) annually.
- 2 (d) Continue the process to digitize all medical records,
- 3 military discharge documents, and burial records that are currently
- 4 on paper and microfilm.
- 5 (e) Provide a report, as provided under section 216 of this
- 6 part, on the MVAA's performance on the performance measures,
- 7 outcomes, and initiatives developed by the agency in the strategic
- 8 plan required by section 501 of 2013 PA 9.
- **9** (f) Provide a report to the subcommittees on military and
- 10 veterans affairs, the senate and house fiscal agencies, and the
- 11 state budget office no later than April 1 providing, to the extent
- 12 known, data on the estimated number of homeless veterans, by
- 13 county, in this state.
- 14 (2) From the funds appropriated in part 1, the MVAA shall
- 15 provide for the regional coordination of services, as follows:
- 16 (a) Regional coordinators shall be selected by the MVAA
- 17 through a grant agreement with VSOs or by other means.
- 18 (b) Regional coordinators shall provide the following
- 19 services:
- 20 (i) Coordinate veteran benefit counselors' efforts throughout
- 21 a specified region.
- 22 (ii) Coordinate services with the department of health and
- 23 human services and the department of corrections.
- 24 (iii) Coordinate with regional workforce and economic
- 25 development agencies.
- 26 (iv) Coordinate activities among local foundations, nonprofit
- 27 organizations, and community groups to improve accessibility,

- 1 enrollment, and utilization of the array of health care, education,
- 2 employment assistance, and quality of life services provided at the
- 3 local level.
- 4 (c) The MVAA may work with MVAA service officers, regional
- 5 coordinators, county veteran counselors, VSO service officers, and
- 6 other service providers to incorporate the provision of information
- 7 relating to mental health care resources into their daily
- 8 operations to aid veterans in understanding the mental health care
- 9 support services they may be eligible to receive.
- 10 (d) The MVAA shall coordinate with the department of health
- 11 and human services to identify Medicaid recipients who are veterans
- 12 and who may be eligible for federal veterans health care benefits
- 13 or other benefits, to the extent that the identification does not
- 14 violate applicable confidentiality requirements.
- 15 (e) The MVAA shall collaborate with the department of
- 16 corrections to create and maintain a process by which prisoners can
- 17 obtain a copy of their DD-214 form or other military discharge
- 18 documentation if necessary.
- 19 (f) The MVAA shall ensure that all MVAA service officers, VSO
- 20 service officers, and regional coordinators receive appropriate
- 21 training in processing applications for benefits payable to
- 22 veterans due to military sexual trauma, post-traumatic stress
- 23 disorder, depression, anxiety, substance abuse, or other mental
- 24 health issues.
- 25 (3) The MVAA shall provide claims processing services to
- 26 Michigan veterans in support of benefit claims submitted to the
- 27 USDVA for the health, financial, and memorial benefits for which

- 1 they are eligible, and shall do all of the following:
- 2 (a) Report the following information as provided in section
- 3 216 of this part:
- 4 (i) The number of benefit claims, by type, submitted to the
- 5 USDVA by MVAA and coalition partner veteran service officers.
- (ii) The number of fully developed claims submitted to the
- 7 USDVA, with an overall goal of 40% of benefit claims submitted that
- 8 are considered fully developed by the USDVA.
- 9 (b) Maintain the staffing and resources necessary to process a
- 10 minimum of 500 claims per year.
- 11 (4) The MVAA shall maintain staffing and resources necessary
- 12 to develop and implement a process to ensure that all county
- 13 counselors receive the training and accreditation necessary to
- 14 provide quality services to veterans. The MVAA shall report
- 15 information as provided in section 216 of this part on the number
- 16 and percentage of county veterans counselors requesting training by
- 17 the MVAA, with an overall goal of 100% of county veterans
- 18 counselors trained.
- 19 (5) From the funds appropriated in part 1 for targeted grants,
- 20 the MVAA shall provide grant assistance to enhance the capacity and
- 21 capabilities of counties in providing benefit claims assistance.
- 22 These funds must be used to continue the implementation of an
- 23 internet-based data system, to increase the number of county
- 24 veterans counselors, and to increase the number of counties that
- 25 provide service to veterans through county veterans counselors. The
- 26 MVAA shall provide a report, as provided under section 216 of this
- 27 part, on the expenditures and activities of the grant funds

- 1 directed by this subsection.
- 2 (6) From the funds appropriated in part 1 for MVAA, the MVAA
- 3 is authorized to expend up to \$50,000.00 to hire legal services to
- 4 represent veterans benefit cases before federal court to maintain
- 5 accreditation under 38 CFR 14.628(d)(1)(iv).
- 6 Sec. 407. (1) The MVAA shall disburse grants to achieve agency
- 7 goals and performance objectives in partnership with counties and
- 8 VSOs. Grants will be disbursed to fund programs and projects which
- 9 are determined by the agency to meet agency performance objectives
- 10 and ensure that grantees communicate the availability of emergency
- 11 grants through the Michigan veterans' trust fund. In disbursing
- 12 grants, the MVAA shall do the following:
- 13 (a) Ensure that each grantee is issued performance standards.
- 14 (b) Ensure that each grantee uses those funds for veterans
- 15 advocacy and outreach.
- 16 (c) Monitor the performance of each grantee.
- 17 (d) Require each grantee to report quarterly on services
- 18 provided to veterans and account for all grant fund expenditures.
- (e) Require that each grantee report quarterly on the number
- 20 of claims initiated and the number of claims processed by the
- 21 grantee.
- 22 (f) Promulgate monthly benchmark requirements, based upon
- 23 contractual obligations, that each grantee must meet and require
- 24 each grantee to report on achieving the benchmark requirements
- 25 quarterly to the MVAA, in order to ensure that each grantee meets
- 26 MVAA veteran service goals.
- 27 (g) Assess the accuracy rate of claims reported by grantees

- 1 and the attendance rate of grantees, based upon contractual
- 2 obligations.
- 3 (h) Ensure that each grantee adheres to the MVAA approved
- 4 schedule of operations.
- 5 (i) Report quarterly to the subcommittees and senate and house
- 6 fiscal agencies on grantee operations monitored under this
- 7 subsection, as provided in section 216 of this part.
- 8 (2) Grants awarded by the MVAA shall provide for the
- 9 following, as developed by the MVAA:
- (a) The provision of service to veterans statewide, using a
- 11 regional service delivery model, with services provided at
- 12 specified locations and times, including service provided in state
- 13 correctional facilities.
- 14 (b) The payment of an hourly service rate that shall not
- **15** exceed \$34.00 per hour.
- 16 (c) A specified number of service hours within each geographic
- 17 region of this state, with a statewide goal based on both
- 18 appropriations for the fiscal year ending September 30, 2019 for
- 19 the grant programs and the hourly service rate under subsection
- 20 (2) (b). The statewide goal will include service hours provided to
- 21 eligible incarcerated veterans within 1 year of their earliest
- 22 release date.
- 23 (d) Use of an MVAA-designated internet-based claims data
- 24 system.
- 25 (3) The MVAA shall report the following information as
- 26 provided in section 216 of this part:
- 27 (a) A summary of activities supported through the

- 1 appropriation in part 1 for grants, including, separately for each
- 2 service region, the amount of expenditures to date, number of
- 3 service hours, number of claims for benefits submitted by type of
- 4 claim, and other information deemed appropriate by the MVAA.
- 5 (b) The number of fully developed claims, by type, submitted
- 6 to the USDVA by grantees, with an overall goal of 40% of benefit
- 7 claims submitted that are considered fully developed by the USDVA.
- 8 Sec. 408. (1) The Michigan veterans' trust fund board together
- 9 with the MVAA shall provide emergency grants for disbursement from
- 10 the Michigan veterans' trust fund, as provided under the following
- program authorities:
- 12 (a) Sections 37, 38, and 39 of article IX of the state
- 13 constitution of 1963.
- 14 (b) 1946 (1st Ex Sess) PA 9, MCL 35.602 to 35.610.
- 15 (c) R 35.1 to R 35.7 of the Michigan Administrative Code.
- 16 (d) R 35.621 to R 35.623 of the Michigan Administrative Code.
- 17 (2) No later than December 1, the MVAA shall provide a
- 18 detailed report of the Michigan veterans' trust fund that includes,
- 19 for the immediately preceding fiscal year, information on grants
- 20 provided from the emergency grant program, including details
- 21 concerning the methodology of allocations, the selection of
- 22 emergency grant program authorized agents, a description of how the
- 23 emergency grant program is administered in each county, and a
- 24 detailed breakdown of trust fund expenditures for that year,
- 25 including the amount distributed to each county for administrative
- 26 costs and emergency grants. The report shall also include the
- 27 number of approved applications, by category of assistance, and the

- 1 number of denied applications, by reason of denial. The report
- 2 shall also provide an update on the department's efforts to reduce
- 3 program administrative costs and maintain the Michigan veterans'
- 4 trust fund corpus to its original amount of at least
- **5** \$50,000,000.00.
- 6 (3) Any funds not expended or encumbered at the end of the
- 7 current fiscal year shall be deposited into the Michigan veterans'
- 8 trust fund corpus.

9 CAPITAL OUTLAY

- Sec. 501. (1) The department shall provide for the acquisition
- 11 and disposition of National Guard armories, facilities, and lands
- 12 as provided under sections 368, 382, and 382a of the Michigan
- 13 military act, 1967 PA 150, MCL 32.768, 32.782, and 32.782a.
- 14 (2) The department shall provide a listing of property sales
- 15 and acquisitions as provided under section 216 of this part.
- 16 Sec. 502. (1) The appropriations in part 1 for special
- 17 maintenance National Guard shall be carried forward at the end of
- 18 the fiscal year consistent with section 248 of the management and
- 19 budget act, 1984 PA 431, MCL 18.1248.
- 20 (2) The appropriations for special maintenance National
- 21 Guard shall be expended in accordance with the requirements of
- 22 sections 302 and 305 of this part and shall be expended according
- 23 to the maintenance priorities of the department to repair and
- 24 modernize military training sites and support facilities, including
- 25 armories, which may include projects such as roof, HVAC, or boiler
- 26 replacement, interior renovations, facility expansion, improvements

- 1 to parking facilities, and other projects.
- 2 (3) The department shall provide a quarterly report as
- 3 provided under section 216 of this part providing information on
- 4 the status, projected costs, and projected completion date of
- 5 current and planned special maintenance projects at the armories
- 6 and other National Guard facilities funded from capital outlay
- 7 appropriations made in part 1 and in prior appropriations years.
- 8 Sec. 503. (1) The appropriations in part 1 for special
- 9 maintenance veterans homes shall be carried forward at the end of
- 10 the fiscal year consistent with section 248 of the management and
- 11 budget act, 1984 PA 431, MCL 18.1248.
- 12 (2) The appropriations for special maintenance veterans
- 13 homes shall be expended in accordance with the requirements of
- 14 section 402 of this part and shall be expended according to the
- 15 maintenance priorities of the department to repair and modernize
- 16 the state's veterans' homes, which may include projects such as
- 17 roof, HVAC, or boiler replacement, interior renovations, facility
- 18 expansion, improvements to parking facilities, and other projects
- 19 designed to enhance the quality of life and medical care of
- 20 members.
- 21 (3) The MVAA shall provide a quarterly report as provided
- 22 under section 216 of this part providing information on the status,
- 23 projected costs, and projected completion date of current and
- 24 planned special maintenance projects at the Grand Rapids home for
- 25 veterans and D.J. Jacobetti home for veterans funded from capital
- 26 outlay appropriations made in part 1 and in prior appropriations
- **27** years.

ONE-TIME APPROPRIATIONS

- 2 Sec. 601. (1) The appropriations in part 1 for armory
- 3 maintenance shall be carried forward at the end of the fiscal year
- 4 consistent with section 248 of the management and budget act, 1984
- 5 PA 431, MCL 18.1248.

1

- **6** (2) The appropriations for armory maintenance shall be
- 7 expended in accordance with the requirements of sections 302 and
- 8 305 of this part and shall be expended according to the maintenance
- 9 priorities of the department to repair and modernize military
- 10 training sites and support facilities, including armories.
- 11 Sec. 602. (1) The appropriations in part 1 for Vietnam
- 12 veterans outreach shall be used by the MVAA for outreach and
- 13 awareness campaigns for targeting Vietnam veterans and their
- 14 families, to locate and inform them that they are still eligible
- 15 for health and other benefits from the USDVA, some of which have
- 16 only recently been established, and to urge them to connect to
- 17 their benefits with the assistance of an accredited veteran service
- 18 officer. Outreach shall be accomplished through Vietnam veteran
- 19 specific media campaigns and through the coordinated actions of
- 20 veterans community action teams, veterans services officers, county
- 21 veterans service officers, Michigan veterans trust fund county
- 22 committees, central MVAA staff, and other organizations that can be
- 23 recruited to join the effort.
- 24 (2) The Vietnam veterans outreach project shall include an
- 25 advertising campaign to educate and inform Vietnam veterans and
- 26 their eliqible family members of benefits available that will reach
- 27 70% of the targeted audience 4 times each.

- 1 (3) The Vietnam veterans outreach project shall increase the
- 2 engagement of Vietnam veterans and family members by increasing
- 3 subscriptions to the MVAA Vietnam Quarterly newsletter by a minimum
- 4 of 5% annually, by increasing calls from Vietnam veterans and
- 5 family members to the Michigan veterans resource service center by
- 6 a minimum of 3% annually, and by increasing the number of
- 7 applications filed by Vietnam era veterans and eligible family
- 8 members by a minimum of 3% annually.
- **9** (4) The MVAA shall assess the efficacy of the Vietnam veterans
- 10 outreach program by comparing annual benchmarks based upon the
- 11 stated goals in subsection (3) with the years immediately prior to
- 12 the establishment of the program for which applicable data are
- 13 available. The MVAA shall report to the subcommittees and the
- 14 senate and house fiscal agencies on the assessment of the
- 15 effectiveness of the program quarterly, as provided under section
- 16 216 of this part, on accomplishing the state goals, as well as upon
- 17 the completion of the program.
- 18 (5) Unexpended and unencumbered appropriations for Vietnam
- 19 veterans outreach shall not lapse to the general fund but shall be
- 20 carried forward into the subsequent fiscal year.
- 21 PART 2A
- 22 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
- **23** FOR FISCAL YEAR 2019-2020
- 24 GENERAL SECTIONS
- 25 Sec. 701. It is the intent of the legislature to provide

- 1 appropriations for the fiscal year ending on September 30, 2020 for
- 2 the line items listed in part 1. The fiscal year 2019-2020
- 3 appropriations are anticipated to be the same as those for fiscal
- 4 year 2018-2019, excluding appropriations designated as one-time
- 5 appropriations and adjusting for changes in caseload and related
- 6 costs, federal fund match rates, economic factors, and available
- 7 revenue. These adjustments will be determined after the January
- 8 2019 consensus revenue estimating conference.
- 9 Sec. 702. The veterans affairs agency shall provide the
- 10 percentage of Michigan veterans contacted, with a goal of 100%, and
- 11 report upon those outreach findings to the subcommittees on
- 12 military and veterans affairs at quarterly legislative hearings.
- 13 Sec. 703. The veterans affairs agency shall maintain a minimum
- 14 50% fully developed claims as determined by the USDVA.