

SUBSTITUTE FOR
SENATE BILL NO. 855

A bill to make appropriations for the legislature, the executive, the department of attorney general, the department of state, the department of treasury, the department of technology, management, and budget, the department of civil rights, the department of talent and economic development, and certain other state purposes for the fiscal year ending September 30, 2019; to provide for the expenditure of the appropriations; to provide for the disposition of fees and other income received by the state agencies; and to declare the effect of this act.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1
2
3

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the legislature, the

Senate Bill No. 855 as amended May 3, 2018

executive, the department of attorney general, the department of state, the department of treasury, the department of technology, management, and budget, the department of civil rights, the department of talent and economic development, and certain state purposes related thereto for the fiscal year ending September 30, 2019, from the following funds:

TOTAL GENERAL GOVERNMENT

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	50.0
Full-time equated classified positions.....	8,831.7
GROSS APPROPRIATION.....	
\$ <<5,017,645,600>>	
Interdepartmental grant revenues:	
Total interdepartmental grants and intradepartmental transfers	821,066,200
ADJUSTED GROSS APPROPRIATION.....	
\$ <<4,196,579,400>>	
Federal revenues:	
Total federal revenues.....	808,698,700
Special revenue funds:	
Total local revenues.....	15,977,300
Total private revenues.....	6,247,400
Total other state restricted revenues.....	2,263,775,600
State general fund/general purpose.....	
\$ <<1,101,880,400>>	

Sec. 102. DEPARTMENT OF ATTORNEY GENERAL**(1) APPROPRIATION SUMMARY**

Full-time equated unclassified positions.....	6.0
Full-time equated classified positions.....	530.0

Senate Bill No. 855 as amended May 3, 2018

1	GROSS APPROPRIATION.....	\$ <<103,328,900>>
2	Interdepartmental grant revenues:	
3	Total interdepartmental grants and intradepartmental	
4	transfers	30,386,400
5	ADJUSTED GROSS APPROPRIATION.....	\$ <<72,942,500>>
6	Federal revenues:	
7	Total federal revenues.....	9,628,500
8	Special revenue funds:	
9	Total local revenues.....	0
10	Total private revenues.....	0
11	Total other state restricted revenues.....	22,607,200
12	State general fund/general purpose.....	\$ <<40,706,800>>
13	(2) ATTORNEY GENERAL OPERATIONS	
14	Full-time equated unclassified positions..... 6.0	
15	Full-time equated classified positions..... 530.0	
16	Attorney general.....	\$ 112,500
17	Unclassified positions--5.0 FTE positions.....	792,100
18	Attorney general operations--487.0 FTE positions	<<90,685,200>>
19	Child support enforcement--25.0 FTE positions	3,578,300
20	Prosecuting attorneys coordinating council--12.0 FTE	
21	positions	2,186,800
22	Public safety initiative--1.0 FTE position.....	906,200
23	Sexual assault law enforcement--5.0 FTE positions	1,720,200
24	<<OK2SAY	970,000>>
24	GROSS APPROPRIATION.....	\$ <<100,951,300>>
25	Appropriated from:	
26	Interdepartmental grant revenues:	
27	IDG from MDHHS, health policy.....	211,300

1	IDG from MDHHS, medical services administration.....	705,000
2	IDG from MDHHS, WIC.....	156,700
3	IDG from MDOC.....	677,900
4	IDG from MDE.....	608,900
5	IDG from MDEQ.....	2,051,400
6	IDG from MDHHS, human services.....	6,069,800
7	IDG from TED, workforce development agency.....	91,300
8	IDG from MDIFS, financial and insurance services.....	1,230,700
9	IDG from MDLARA, fireworks safety fund.....	85,300
10	IDG from MDLARA, health professions.....	3,108,500
11	IDG from MDLARA, licensing and regulation fees.....	344,100
12	IDG from MDLARA, Michigan occupational safety and	
13	health administration	107,700
14	IDG from MDLARA, remonumentation fees.....	108,600
15	IDG from MDLARA, securities fees.....	193,500
16	IDG from MDLARA, unlicensed builders.....	1,087,100
17	IDG from MDTMB.....	474,300
18	IDG from MDTMB, civil service commission.....	313,100
19	IDG from MDTMB, risk management revolving fund.....	1,499,700
20	IDG from MDMVA.....	169,100
21	IDG from MDOS, children's protection registry.....	45,000
22	IDG from MDOT, comprehensive transportation fund.....	205,600
23	IDG from MDOT, state aeronautics fund.....	181,500
24	IDG from MDOT, state trunkline fund.....	2,476,400
25	IDG from MDSP.....	262,900
26	IDG from Michigan state housing development authority	695,000
27	IDG from treasury.....	7,042,400

1	IDG from TED, strategic fund.....	183,600
2	Federal revenues:	
3	DAG, state administrative match grant/food stamps	137,000
4	Federal funds.....	3,209,700
5	HHS, medical assistance, medigra nt.....	390,700
6	HHS-OS, state Medicaid fraud control units.....	5,769,900
7	National criminal history improvement program.....	121,200
8	Special revenue funds:	
9	Antitrust enforcement collections.....	778,600
10	Attorney general's operations fund.....	767,000
11	Auto repair facilities fees.....	335,800
12	Franchise fees.....	389,900
13	Game and fish protection fund.....	766,300
14	Human trafficking commission fund.....	390,000
15	Lawsuit settlement proceeds fund.....	2,782,700
16	Liquor purchase revolving fund.....	1,494,700
17	Marihuana regulatory fund.....	507,200
18	Merit award trust fund.....	506,700
19	Michigan employment security act - administrative fund	2,298,000
20	Mobile home code fund.....	255,400
21	Prisoner reimbursement.....	636,500
22	Prosecuting attorneys training fees.....	414,200
23	Public utility assessments.....	2,123,400
24	Real estate enforcement fund.....	100,700
25	Reinstatement fees.....	263,200
26	Retirement funds.....	1,073,100
27	Second injury fund.....	833,800

Senate Bill No. 855 as amended May 3, 2018

1	Self-insurers security fund.....	577,900
2	Silicosis and dust disease fund.....	228,200
3	State building authority revenue.....	124,300
4	State casino gaming fund.....	1,907,700
5	State lottery fund.....	353,500
6	Student safety fund.....	470,000
7	Utility consumers fund.....	1,009,100
8	Waterways fund.....	142,200
9	Worker's compensation administrative revolving fund..	377,100
10	State general fund/general purpose.....	\$ <<39,029,200>>
11	(3) INFORMATION TECHNOLOGY	
12	Information technology services and projects	\$ <u>1,577,600</u>
13	GROSS APPROPRIATION.....	\$ 1,577,600
14	Appropriated from:	
15	State general fund/general purpose	\$ 1,577,600
16	(4) ONE-TIME BASIS ONLY APPROPRIATIONS	
17	Prosecuting attorneys coordinating council - juvenile	
18	life without parole	\$ 700,000
19	Prosecuting attorneys coordinating council - forensic	
20	interviewing	<u>100,000</u>
21	GROSS APPROPRIATION.....	\$ 800,000
22	Appropriated from:	
23	Special revenue funds:	
24	Lawsuit settlement proceeds fund.....	700,000
25	State general fund/general purpose	\$ 100,000
26	Sec. 103. DEPARTMENT OF CIVIL RIGHTS	

1	(1) APPROPRIATION SUMMARY		
2	Full-time equated unclassified positions.....	6.0	
3	Full-time equated classified positions.....	110.0	
4	GROSS APPROPRIATION.....		\$ 16,201,100
5	Interdepartmental grant revenues:		
6	Total interdepartmental grants and intradepartmental		
7	transfers		299,100
8	ADJUSTED GROSS APPROPRIATION.....		\$ 15,902,000
9	Federal revenues:		
10	Total federal revenues.....		2,802,700
11	Special revenue funds:		
12	Total local revenues.....		0
13	Total private revenues.....		18,700
14	Total other state restricted revenues.....		58,500
15	State general fund/general purpose.....		\$ 13,022,100
16	(2) CIVIL RIGHTS OPERATIONS		
17	Full-time equated unclassified positions.....	6.0	
18	Full-time equated classified positions.....	110.0	
19	Unclassified positions--6.0 FTE positions.....		\$ 693,700
20	Civil rights operations--104.0 FTE positions		14,068,600
21	Division on deaf, deaf/blind, and hard of		
22	hearing--6.0 FTE positions		<u>715,600</u>
23	GROSS APPROPRIATION.....		\$ 15,477,900
24	Appropriated from:		
25	Interdepartmental grant revenues:		
26	IDG from DTMB.....		299,100
27	Federal revenues:		

1	EEOC, state and local antidiscrimination agency	
2	contracts	1,228,500
3	HUD, grant.....	1,559,200
4	Special revenue funds:	
5	Private revenues.....	18,700
6	State restricted revenues.....	58,500
7	State general fund/general purpose.....	\$ 12,313,900
8	(3) INFORMATION TECHNOLOGY	
9	Information technology services and projects	\$ <u>723,200</u>
10	GROSS APPROPRIATION.....	\$ 723,200
11	Appropriated from:	
12	Federal revenues:	
13	EEOC, state and local antidiscrimination agency	
14	contracts	15,000
15	State general fund/general purpose.....	\$ 708,200
16	Sec. 104. EXECUTIVE OFFICE	
17	(1) APPROPRIATION SUMMARY	
18	Full-time equated unclassified positions.....	10.0
19	Full-time equated classified positions.....	79.2
20	GROSS APPROPRIATION.....	\$ 6,980,100
21	Interdepartmental grant revenues:	
22	Total interdepartmental grants and intradepartmental	
23	transfers	0
24	ADJUSTED GROSS APPROPRIATION.....	\$ 6,980,100
25	Federal revenues:	
26	Total federal revenues.....	0

1	Special revenue funds:	
2	Total local revenues.....	0
3	Total private revenues.....	0
4	Total other state restricted revenues.....	0
5	State general fund/general purpose.....	\$ 6,980,100
6	(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT	
7	Full-time equated unclassified positions.....	10.0
8	Full-time equated classified positions.....	79.2
9	Governor.....	\$ 159,300
10	Lieutenant governor.....	111,600
11	Executive office--79.2 FTE positions.....	5,375,700
12	Unclassified positions--8.0 FTE positions.....	<u>1,333,500</u>
13	GROSS APPROPRIATION.....	\$ 6,980,100
14	Appropriated from:	
15	State general fund/general purpose.....	\$ 6,980,100
16	Sec. 105. LEGISLATURE	
17	(1) APPROPRIATION SUMMARY	
18	GROSS APPROPRIATION.....	\$ 182,450,600
19	Interdepartmental grant revenues:	
20	Total interdepartmental grants and intradepartmental	
21	transfers	5,823,400
22	ADJUSTED GROSS APPROPRIATION.....	\$ 176,627,200
23	Federal revenues:	
24	Total federal revenues.....	0
25	Special revenue funds:	
26	Total local revenues.....	0

1	Total private revenues.....	400,000
2	Total other state restricted revenues.....	6,403,100
3	State general fund/general purpose.....	\$ 169,824,100
4	(2) LEGISLATURE	
5	Senate.....	\$ 36,910,700
6	Senate automated data processing.....	2,678,000
7	Senate fiscal agency.....	3,971,000
8	House of representatives.....	56,766,900
9	House automated data processing.....	2,678,000
10	House fiscal agency.....	<u>3,971,000</u>
11	GROSS APPROPRIATION.....	\$ 106,975,600
12	Appropriated from:	
13	State general fund/general purpose.....	\$ 106,975,600
14	(3) LEGISLATIVE COUNCIL	
15	Legislative council.....	\$ 12,781,900
16	Legislative service bureau automated data processing .	1,740,700
17	Worker's compensation.....	151,400
18	National association dues.....	454,700
19	Legislative corrections ombudsman.....	987,200
20	Michigan veterans facility ombudsman.....	<u>309,000</u>
21	GROSS APPROPRIATION.....	\$ 16,424,900
22	Appropriated from:	
23	Special revenue funds:	
24	Private - gifts and bequests revenues.....	400,000
25	State general fund/general purpose.....	\$ 16,024,900
26	(4) LEGISLATIVE RETIREMENT SYSTEM	
27	General nonretirement expenses.....	\$ <u>5,202,200</u>

1	GROSS APPROPRIATION.....	\$	5,202,200
2	Appropriated from:		
3	Special revenue funds:		
4	Court fees.....		1,201,300
5	State general fund/general purpose.....	\$	4,000,900
6	(5) PROPERTY MANAGEMENT		
7	Cora Anderson Building.....	\$	12,122,600
8	Binsfeld Office Building.....		<u>8,270,900</u>
9	GROSS APPROPRIATION.....	\$	20,393,500
10	Appropriated from:		
11	State general fund/general purpose.....	\$	20,393,500
12	(6) STATE CAPITOL HISTORIC SITE		
13	General operations.....	\$	4,573,200
14	Restoration, renewal, and maintenance.....		3,193,000
15	Bond/lease obligations.....		<u>100</u>
16	GROSS APPROPRIATION.....	\$	7,766,300
17	Appropriated from:		
18	Special revenue funds:		
19	Capitol historic site fund.....		3,193,000
20	State general fund/general purpose.....	\$	4,573,300
21	(7) OFFICE OF THE AUDITOR GENERAL		
22	Unclassified positions.....	\$	346,000
23	Field operations.....		<u>24,592,000</u>
24	GROSS APPROPRIATION.....	\$	24,938,000
25	Appropriated from:		
26	Interdepartmental grant revenues:		
27	IDG from MDLARA, liquor purchase revolving fund.....		76,800

1	IDG from MDHHS, human services.....	31,200
2	IDG from MDLARA, self-insurers security fund.....	81,600
3	IDG from legislative retirement system.....	29,800
4	IDG from MDOT, comprehensive transportation fund.....	39,800
5	IDG from MDOT, Michigan transportation fund.....	322,100
6	IDG from MDOT, state aeronautics fund.....	31,000
7	IDG from MDOT, state trunkline fund.....	748,200
8	IDG, single audit act.....	2,781,200
9	IDG, commercial mobile radio system emergency	
10	telephone fund	37,500
11	IDG, contract audit administration fees.....	51,000
12	IDG, deferred compensation funds.....	61,200
13	IDG, Michigan finance authority.....	337,400
14	IDG, Michigan economic development corporation.....	98,200
15	IDG, Michigan education trust fund.....	72,200
16	IDG, Michigan justice training commission fund.....	41,700
17	IDG, Michigan strategic fund.....	172,500
18	IDG, MDMVA, Michigan veterans facility authority.....	50,000
19	IDG, office of retirement services.....	700,000
20	IDG, other restricted funding sources.....	60,000
21	Special revenue funds:	
22	21st century jobs fund.....	98,200
23	Brownfield development fund.....	28,700
24	Clean Michigan initiative implementation bond fund...	55,600
25	Game and fish protection fund.....	32,000
26	MDTMB, civil service commission.....	169,500
27	Michigan state housing development authority fees....	115,800

1	Michigan veterans' trust fund.....		36,200
2	Motor transport revolving fund.....		7,500
3	Office services revolving fund.....		10,200
4	State disbursement unit, office of child support		58,500
5	State services fee fund.....		1,385,100
6	Waterways fund.....		11,500
7	State general fund/general purpose.....	\$	17,105,800
8	(8) ONE-TIME BASIS ONLY APPROPRIATIONS		
9	Legislative information technology systems design		
10	project	\$	750,000
11	Criminal justice policy commission.....		<u>100</u>
12	GROSS APPROPRIATION.....	\$	750,100
13	Appropriated from:		
14	Special revenue funds:		
15	State general fund/general purpose.....	\$	750,100
16	Sec. 106. DEPARTMENT OF STATE		
17	(1) APPROPRIATION SUMMARY		
18	Full-time equated unclassified positions.....	6.0	
19	Full-time equated classified positions.....	1,686.0	
20	GROSS APPROPRIATION.....	\$	255,662,800
21	Interdepartmental grant revenues:		
22	Total interdepartmental grants and intradepartmental		
23	transfers		20,000,000
24	ADJUSTED GROSS APPROPRIATION.....	\$	235,662,800
25	Federal revenues:		
26	Total federal revenues.....		1,460,000

1	Special revenue funds:	
2	Total local revenues.....	0
3	Total private revenues.....	50,100
4	Total other state restricted revenues.....	215,686,400
5	State general fund/general purpose.....	\$ 18,466,300
6	(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT	
7	Full-time equated unclassified positions.....	6.0
8	Full-time equated classified positions.....	140.0
9	Secretary of state.....	\$ 112,500
10	Unclassified positions--5.0 FTE positions.....	660,700
11	Executive direction--30.0 FTE positions.....	4,662,000
12	Operations--110.0 FTE positions.....	25,651,100
13	Property management.....	10,028,700
14	Worker's compensation.....	<u>248,200</u>
15	GROSS APPROPRIATION.....	\$ 41,363,200
16	Appropriated from:	
17	Special revenue funds:	
18	Abandoned vehicle fees.....	239,800
19	Auto repair facilities fees.....	133,000
20	Children's protection registry fund.....	270,700
21	Driver fees.....	2,497,000
22	Driver improvement course fund.....	308,200
23	Enhanced driver license and enhanced official state	
24	personal identification card fund.....	945,000
25	Parking ticket court fines.....	440,800
26	Personal identification card fees.....	289,800
27	Reinstatement fees - operator licenses.....	791,700

1	Scrap tire fund.....	78,600
2	Transportation administration collection fund.....	30,674,000
3	State general fund/general purpose.....	\$ 4,694,600
4	(3) LEGAL SERVICES	
5	Full-time equated classified positions.....	94.0
6	Operations--94.0 FTE positions.....	\$ <u>15,132,600</u>
7	GROSS APPROPRIATION.....	\$ 15,132,600
8	Appropriated from:	
9	Special revenue funds:	
10	Auto repair facilities fees.....	2,941,100
11	Driver fees.....	2,145,000
12	Enhanced driver license and enhanced official state	
13	personal identification card fund.....	544,700
14	Reinstatement fees - operator licenses.....	959,400
15	Transportation administration collection fund.....	5,518,700
16	Vehicle theft prevention fees.....	1,089,200
17	State general fund/general purpose.....	\$ 1,934,500
18	(4) CUSTOMER DELIVERY SERVICES	
19	Full-time equated classified positions.....	1,407.0
20	Branch operations--1,025.0 FTE positions.....	\$ 90,279,000
21	Central operations--380.0 FTE positions.....	52,665,800
22	Motorcycle safety education administration--2.0 FTE	
23	positions	339,300
24	Motorcycle safety education grants.....	1,800,000
25	Credit and debit assessment services.....	8,000,000
26	Organ donor program.....	<u>129,100</u>
27	GROSS APPROPRIATION.....	\$ 153,213,200

1	Appropriated from:	
2	Interdepartmental grant revenues:	
3	IDG from MDOT, Michigan transportation fund.....	20,000,000
4	Federal revenues:	
5	Federal funds.....	1,460,000
6	Special revenue funds:	
7	Private funds.....	100
8	Thomas Daley gift of life fund.....	50,000
9	Abandoned vehicle fees.....	450,900
10	Auto repair facilities fees.....	901,900
11	Child support clearance fees.....	363,600
12	Credit and debit assessment service fees.....	8,000,000
13	Driver education provider and instructor fund.....	75,000
14	Driver fees.....	24,616,300
15	Driver improvement course fund.....	1,227,600
16	Enhanced driver license and enhanced official state	
17	personal identification card fund.....	9,513,500
18	Expedient service fees.....	2,943,500
19	Marine safety fund.....	1,548,300
20	Michigan state police auto theft fund.....	123,700
21	Mobile home commission fees.....	507,500
22	Motorcycle safety fund.....	1,839,300
23	Off-road vehicle title fees.....	170,700
24	Parking ticket court fines.....	1,639,600
25	Personal identification card fees.....	2,373,900
26	Recreation passport fee.....	1,000,000
27	Reinstatement fees - operator licenses.....	2,357,300

1	Snowmobile registration fee revenue.....	390,000
2	Transportation administration collection fund.....	66,684,600
3	Vehicle theft prevention fees.....	786,000
4	State lottery fund.....	1,015,800
5	State general fund/general purpose.....	\$ 3,174,100
6	(5) ELECTION REGULATION	
7	Full-time equated classified positions.....	45.0
8	Election administration and services--45.0 FTE	
9	positions	\$ 7,297,100
10	County clerk education and training fund.....	100,000
11	Fees to local units.....	<u>109,800</u>
12	GROSS APPROPRIATION.....	\$ 7,506,900
13	Appropriated from:	
14	Special revenue funds:	
15	Notary education and training fund.....	100,000
16	Notary fee fund.....	343,500
17	State general fund/general purpose.....	\$ 7,063,400
18	(6) INFORMATION TECHNOLOGY	
19	Information technology services and projects.....	\$ <u>38,446,900</u>
20	GROSS APPROPRIATION.....	\$ 38,446,900
21	Appropriated from:	
22	Special revenue funds:	
23	Administrative order processing fee.....	11,700
24	Auto repair facilities fees.....	129,000
25	Driver fees.....	785,700
26	Enhanced driver license and enhanced official state	
27	personal identification card fund.....	344,300

1	Expedient service fees.....	1,082,800
2	Parking ticket court fines.....	88,800
3	Personal identification card fees.....	172,900
4	Reinstatement fees - operator licenses.....	591,000
5	Transportation administration collection fund.....	33,460,400
6	Vehicle theft prevention fees.....	180,600
7	State general fund/general purpose.....	\$ 1,599,700

8 **Sec. 107. DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND**
9 **BUDGET**

10 **(1) APPROPRIATION SUMMARY**

11	Full-time equated unclassified positions.....	6.0
12	Full-time equated classified positions.....	3,116.0
13	GROSS APPROPRIATION.....	\$ 1,368,911,200
14	Interdepartmental grant revenues:	
15	Total interdepartmental grants and intradepartmental	
16	transfers	751,777,000
17	ADJUSTED GROSS APPROPRIATION.....	\$ 617,134,200
18	Federal revenues:	
19	Total federal revenues.....	5,033,700
20	Special revenue funds:	
21	Total local revenues.....	2,341,600
22	Total private revenues.....	129,400
23	Total other state restricted revenues.....	114,457,400
24	State general fund/general purpose.....	\$ 495,172,100

25 **(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT**

26 Full-time equated unclassified positions..... 6.0

1	Full-time equated classified positions.....	846.5	
2	Unclassified positions--6.0 FTE positions.....		\$ 905,100
3	Executive operations--12.0 FTE positions.....		2,427,700
4	Administrative services--139.5 FTE positions.....		18,368,400
5	Budget and financial management--203.0 FTE positions .		39,361,600
6	Office of the state employer--14.0 FTE positions.....		1,725,600
7	Design and construction services--40.0 FTE positions .		6,603,300
8	Business support services--104.0 FTE positions.....		12,759,800
9	Building operation services--255.0 FTE positions.....		93,090,500
10	Property management.....		7,991,600
11	Motor vehicle fleet--35.0 FTE positions.....		74,377,800
12	Bureau of labor market information and strategies		
13	--44.0 FTE positions		<u>5,837,500</u>
14	GROSS APPROPRIATION.....		\$ 263,448,900
15	Appropriated from:		
16	Interdepartmental grant revenues:		
17	IDG from accounting service centers user charges.....		3,969,800
18	IDG from building occupancy and parking charges.....		95,118,600
19	IDG from MDLARA.....		100,000
20	IDG from motor transport fund.....		74,377,800
21	IDG from MDHHS, community health.....		494,200
22	IDG from MDHHS, human services.....		227,000
23	IDG from user fees.....		6,697,300
24	IDG from technology user fees.....		9,999,800
25	Federal revenues:		
26	Federal funds.....		5,033,700
27	Special revenue funds:		

1	Local - MPSCS subscriber and maintenance fees	58,600
2	Local revenues	35,000
3	Private funds	129,400
4	Health management funds	412,700
5	MAIN user charges	2,176,000
6	Special revenue, internal service, and pension trust	
7	funds	16,479,400
8	Other agency charges	1,221,200
9	State restricted indirect funds	2,866,300
10	State general fund/general purpose	\$ 44,052,100
11	(3) TECHNOLOGY SERVICES	
12	Full-time equated classified positions	1,629.5
13	Education services--33.0 FTE positions	\$ 4,207,400
14	Health and human services--656.5 FTE positions	318,723,300
15	Public protection--162.5 FTE positions	59,775,900
16	Resources services--154.5 FTE positions	20,934,300
17	Transportation services--99.5 FTE positions	35,113,500
18	General services--354.5 FTE positions	116,405,200
19	Information technology investment fund	40,000,000
20	Homeland security initiative/cyber security--25.0	
21	FTE positions	15,231,300
22	Michigan public safety communications system--127.0	
23	FTE positions	40,404,100
24	Enterprise identity management--17.0 FTE positions ...	<u>9,775,000</u>
25	GROSS APPROPRIATION	\$ 660,570,000
26	Appropriated from:	
27	Interdepartmental grant revenues:	

1	IDG from technology user fees	555,159,600
2	Special revenue funds:	
3	Local - MPSCS subscriber and maintenance fees	2,248,000
4	State general fund/general purpose	\$ 103,162,400
5	(4) STATEWIDE APPROPRIATIONS	
6	Professional development fund - NERES	\$ 200,000
7	Professional development fund - UAW	<u>700,000</u>
8	GROSS APPROPRIATION	\$ 900,000
9	Appropriated from:	
10	Interdepartmental grant revenues:	
11	IDG from employer contributions	900,000
12	State general fund/general purpose	\$ 0
13	(5) SPECIAL PROGRAMS	
14	Full-time equated classified positions	181.0
15	Property management - executive/legislative	\$ 1,195,900
16	Retirement services--167.0 FTE positions	31,129,300
17	Office of children's ombudsman--14.0 FTE positions ...	1,860,900
18	Public private partnership	1,500,000
19	Regional prosperity grants	<u>2,500,000</u>
20	GROSS APPROPRIATION	\$ 38,186,100
21	Appropriated from:	
22	Special revenue funds:	
23	Deferred compensation	2,800,000
24	Pension trust funds	21,412,500
25	Public private partnership investment fund	1,500,000
26	State general fund/general purpose	\$ 12,473,600
27	(6) STATE BUILDING AUTHORITY RENT	

1	State building authority rent - state agencies	\$	63,987,700
2	State building authority rent - department of		
3	corrections		18,318,800
4	State building authority rent - universities		155,478,500
5	State building authority rent - community colleges ...		<u>36,378,100</u>
6	GROSS APPROPRIATION	\$	274,163,100
7	Appropriated from:		
8	State general fund/general purpose	\$	274,163,100
9	(7) CIVIL SERVICE COMMISSION		
10	Full-time equated classified positions..... 459.0		
11	Agency services--74.0 FTE positions	\$	13,345,100
12	Executive direction--40.0 FTE positions		9,518,800
13	Employee benefits--25.0 FTE positions		7,683,200
14	Human resources operations--320.0 FTE positions		39,013,800
15	Information technology services and projects		<u>3,484,700</u>
16	GROSS APPROPRIATION	\$	73,045,600
17	Appropriated from:		
18	Special revenue funds:		
19	State restricted funds 1%		29,510,400
20	State restricted indirect funds		8,839,600
21	State sponsored group insurance		10,742,800
22	State general fund/general purpose	\$	23,952,800
23	(8) CAPITAL OUTLAY		
24	Major special maintenance, remodeling, and addition		
25	for state agencies	\$	3,800,000
26	Enterprisewide special maintenance for state		
27	facilities		<u>26,000,000</u>

1	GROSS APPROPRIATION.....	\$	29,800,000
2	Appropriated from:		
3	Interdepartmental grant revenues:		
4	IDG from building occupancy charges.....		3,800,000
5	State general fund/general purpose.....	\$	26,000,000
6	(9) INFORMATION TECHNOLOGY		
7	Information technology services and projects.....	\$	<u>28,377,200</u>
8	GROSS APPROPRIATION.....	\$	28,377,200
9	Appropriated from:		
10	Interdepartmental grant revenues:		
11	IDG from building occupancy and parking charges.....		723,200
12	IDG from user fees.....		209,700
13	Special revenue funds:		
14	Deferred compensation.....		2,600
15	MAIN user charges.....		2,516,700
16	Pension trust funds.....		10,266,700
17	Special revenue, internal service, and pension trust		
18	funds		2,706,500
19	State restricted indirect funds.....		583,900
20	State general fund/general purpose.....	\$	11,367,900
21	(10) ONE-TIME BASIS ONLY APPROPRIATIONS		
22	Drinking water declaration of emergency reserve fund.	\$	100
23	Census-related services.....		100
24	Michigan civilian cyber corps.....		420,000
25	Broadband initiative.....		<u>100</u>
26	GROSS APPROPRIATION.....	\$	420,300
27	Appropriated from:		

Senate Bill No. 855 as amended May 3, 2018

1 Special revenue funds:

2 Drinking water declaration of emergency reserve fund. 100

3 Michigan infrastructure fund..... 420,000

4 State general fund/general purpose..... \$ 200

5 **Sec. 108. DEPARTMENT OF TREASURY**

6 **(1) APPROPRIATION SUMMARY**

7 Full-time equated unclassified positions..... 10.0

8 Full-time equated classified positions..... 1,860.5

9 GROSS APPROPRIATION.....

10 \$ <<1,968,045,200>>

11 Interdepartmental grant revenues:

12 Total interdepartmental grants and intradepartmental

13 transfers 12,780,300

14 ADJUSTED GROSS APPROPRIATION.....

15 \$ <<1,955,264,900>>

16 Federal revenues:

17 Total federal revenue..... 27,128,000

18 Special revenue funds:

19 Total local revenues..... 13,135,700

20 Total private revenues..... 27,500

21 Total other state restricted revenues..... 1,696,130,700

22 State general fund/general purpose..... \$ <<218,843,000>>

23 **(2) DEPARTMENT ADMINISTRATION AND SUPPORT**

24 Full-time equated unclassified positions..... 10.0

25 Full-time equated classified positions..... 433.5

26 Unclassified positions--10.0 FTE positions..... \$ 1,045,800

Department services--75.0 FTE positions..... 9,142,500

Executive direction and operations--64.5 FTE positions 9,567,000

1	Office of accounting services--29.0 FTE positions	4,116,000
2	Office of collections--197.0 FTE positions	28,019,800
3	Office of financial services--40.0 FTE positions	4,883,200
4	Property management	7,019,700
5	Unclaimed property--28.0 FTE positions	4,898,100
6	Worker's compensation	<u>144,500</u>
7	GROSS APPROPRIATION	\$ 68,836,600
8	Appropriated from:	
9	Interdepartmental grant revenues:	
10	IDG, data/collection services fees	336,600
11	IDG from accounting service center user charges	537,500
12	IDG from MDHHS, title IV-D	791,400
13	IDG, levy/warrant cost assessment fees	3,663,600
14	IDG, state agency collection fees	4,421,700
15	Federal revenues:	
16	DED-OPSE, federal lenders allowance	21,000
17	DED-OPSE, higher education act of 1965, insured loans	47,300
18	Special revenue funds:	
19	Delinquent tax collection revenue	35,493,000
20	Escheats revenue	4,898,100
21	Garnishment fees	2,684,400
22	Justice system fund	433,100
23	Medical marihuana excise fund	190,000
24	State lottery fund	298,400
25	State restricted indirect funds	278,600
26	State services fee fund	339,300
27	Treasury fees	47,200

1	State general fund/general purpose.....	\$	14,355,400
2	(3) LOCAL GOVERNMENT PROGRAMS		
3	Full-time equated classified positions.....	101.0	
4	Local finance--18.0 FTE positions.....	\$	2,658,900
5	Property tax assessor training--1.0 FTE position.....		1,043,100
6	Supervision of the general property tax law--82.0		
7	FTE positions		<u>18,396,800</u>
8	GROSS APPROPRIATION.....	\$	22,098,800
9	Appropriated from:		
10	Special revenue funds:		
11	Local - assessor training fees.....		1,043,100
12	Local - audit charges.....		835,500
13	Local - equalization study chargebacks.....		40,000
14	Local - revenue from local government.....		100,000
15	Delinquent tax collection revenue.....		1,548,400
16	Land reutilization fund.....		2,052,000
17	Municipal finance fees.....		554,600
18	State general fund/general purpose.....	\$	15,925,200
19	(4) TAX PROGRAMS		
20	Full-time equated classified positions.....	734.0	
21	Bottle act implementation.....	\$	250,000
22	Health insurance claims fund--13.0 FTE positions.....		2,110,500
23	Home heating assistance.....		3,093,900
24	Office of revenue and tax analysis--9.0 FTE positions		1,818,600
25	Tax compliance--318.0 FTE positions.....		45,501,600
26	Tax and economic policy--43.0 FTE positions.....		7,948,900
27	Tax processing--340.0 FTE positions.....		39,185,700

1	Tobacco tax enforcement--11.0 FTE positions	<u>1,534,700</u>
2	GROSS APPROPRIATION.....	\$ 101,443,900
3	Appropriated from:	
4	Interdepartmental grant revenues:	
5	IDG from MDOT, Michigan transportation fund.....	2,344,900
6	IDG from MDOT, state aeronautics fund.....	72,200
7	Federal revenues:	
8	HHS-SSA, low-income energy assistance	3,093,900
9	Special revenue funds:	
10	Bottle deposit fund.....	250,000
11	Brownfield development fund.....	214,300
12	Delinquent tax collection revenue	70,255,000
13	Health insurance claims assessment fund.....	2,110,500
14	Medical marihuana excise fund.....	721,400
15	Tobacco tax revenue.....	4,137,800
16	Waterways fund.....	107,100
17	State general fund/general purpose	\$ 18,136,800
18	(5) FINANCIAL PROGRAMS	
19	Full-time equated classified positions..... 178.0	
20	Common cash and debt management--11.0 FTE positions ..	\$ 1,701,600
21	Dual enrollment payments	2,007,600
22	Investments--81.0 FTE positions	20,980,600
23	John R. Justice grant program.....	288,100
24	Michigan finance authority - bond finance	
25	programs--64.0 FTE positions	26,097,700
26	Student financial assistance programs--22.0 FTE	
27	positions	<u>2,742,800</u>

Senate Bill No. 855 as amended May 3, 2018

1	GROSS APPROPRIATION.....	\$	53,818,400
2	Appropriated from:		
3	Interdepartmental grant revenues:		
4	IDG, fiscal agent service fees.....		212,400
5	Federal revenues:		
6	DED-OPSE, federal lenders allowance.....		3,741,800
7	DED-OPSE, higher education act of 1965, insured loans		19,308,100
8	Federal - John R. Justice grant.....		288,100
9	Special revenue funds:		
10	Defined contribution administrative fee revenue.....		100,000
11	MFA, bond and loan program revenue.....		3,047,800
12	Michigan merit award trust fund.....		1,187,300
13	Retirement funds.....		18,644,700
14	School bond fees.....		872,600
15	Treasury fees.....		2,457,200
16	State general fund/general purpose.....	\$	3,958,400
17	(6) DEBT SERVICE		
18	Clean Michigan initiative.....	\$	<<62,251,000>>
19	Great Lakes water quality bond.....		22,865,000
20	Quality of life bond.....		<u>21,964,000</u>
21	GROSS APPROPRIATION.....	\$	<<107,080,000>>
22	Appropriated from:		
	State general fund/general purpose.....	\$	<<107,080,000>>
23	(7) GRANTS		
24	Convention facility development distribution - Cobo		
25	Hall statutory payment	\$	26,849,800
26	Convention facility development distribution -		

1	county payments	50,322,000
2	Convention facility development distribution - Cobo	
3	Hall excess payment	18,430,200
4	Emergency 911 payments.....	48,800,000
5	Financial data analytic tool reimbursement.....	500,000
6	Health and safety fund grants.....	1,500,000
7	Medical marihuana excise fund grants.....	10,890,000
8	Senior citizen cooperative housing tax exemption	
9	program	<u>10,720,100</u>
10	GROSS APPROPRIATION.....	\$ 168,012,100
11	Appropriated from:	
12	Special revenue funds:	
13	Convention facility development fund - accommodation	
14	tax	26,374,400
15	Convention facility development fund - liquor excise	
16	tax	54,227,600
17	Convention facility development fund - health and	
18	safety fund	15,000,000
19	Emergency 911 fund.....	48,800,000
20	Health and safety fund.....	1,500,000
21	Medical marihuana excise fund.....	10,890,000
22	State general fund/general purpose.....	\$ 11,220,100
23	(8) BUREAU OF STATE LOTTERY	
24	Full-time equated classified positions.....	196.0
25	Lottery information technology services and projects .	\$ 5,287,000
26	Lottery operations--196.0 FTE positions	<u>26,678,200</u>
27	GROSS APPROPRIATION.....	\$ 31,965,200

1	Appropriated from:		
2	Special revenue funds:		
3	State lottery fund.....		31,965,200
4	State general fund/general purpose.....	\$	0
5	(9) CASINO GAMING		
6	Full-time equated classified positions.....	143.0	
7	Casino gaming control operations--133.0 FTE positions	\$	26,604,600
8	Gaming information technology services and projects ..		2,556,400
9	Horse racing--10.0 FTE positions.....		2,052,100
10	Michigan gaming control board.....		<u>50,000</u>
11	GROSS APPROPRIATION.....	\$	31,263,100
12	Appropriated from:		
13	Special revenue funds:		
14	Casino gambling agreements.....		963,500
15	Equine development fund.....		2,176,300
16	Laboratory fees.....		705,400
17	State services fee fund.....		27,417,900
18	State general fund/general purpose.....	\$	0
19	(10) PAYMENTS IN LIEU OF TAXES		
20	Commercial forest reserve.....	\$	3,368,100
21	Purchased lands.....		8,677,900
22	Swamp and tax reverted lands.....		<u>15,305,600</u>
23	GROSS APPROPRIATION.....	\$	27,351,600
24	Appropriated from:		
25	Special revenue funds:		
26	Private funds.....		27,500
27	Game and fish protection fund.....		3,007,400

1	Michigan natural resources trust fund.....	2,064,700
2	Michigan state waterways fund.....	260,800
3	State general fund/general purpose.....	\$ 21,991,200
4	(11) REVENUE SHARING	
5	City, village, and township revenue sharing.....	\$ 248,956,000
6	Constitutional state general revenue sharing grants ..	832,343,800
7	County incentive program.....	43,218,800
8	County revenue sharing.....	179,371,300
9	Financially distressed cities, villages, or townships	<u>5,000,000</u>
10	GROSS APPROPRIATION.....	\$ 1,308,889,900
11	Appropriated from:	
12	Sales tax.....	1,298,609,300
13	State general fund/general purpose.....	\$ 10,280,600
14	(12) STATE BUILDING AUTHORITY	
15	Full-time equated classified positions..... 3.0	
16	State building authority--3.0 FTE positions.....	\$ <u>740,000</u>
17	GROSS APPROPRIATION.....	\$ 740,000
18	Appropriated from:	
19	Special revenue funds:	
20	State building authority revenue.....	740,000
21	State general fund/general purpose.....	\$ 0
22	(13) CITY INCOME TAX ADMINISTRATION PROGRAM	
23	Full-time equated classified positions..... 72.0	
24	City income tax administration program--72.0 FTE	
25	positions	\$ <u>9,887,900</u>
26	GROSS APPROPRIATION.....	\$ 9,887,900
27	Appropriated from:	

1	Local revenue funds:	
2	Local - city income tax fund.....	9,887,900
3	State general fund/general purpose.....	\$ 0
4	(14) INFORMATION TECHNOLOGY	
5	Treasury operations information technology services	
6	and projects	\$ <u>36,657,600</u>
7	GROSS APPROPRIATION.....	\$ 36,657,600
8	Appropriated from:	
9	Interdepartmental grant revenues:	
10	IDG from MDOT, Michigan transportation fund.....	400,000
11	Federal revenues:	
12	DED-OPSE, federal lender allowance.....	627,800
13	Special revenue funds:	
14	Local - city income tax fund.....	1,229,200
15	Delinquent tax collection revenue.....	17,588,500
16	Retirement funds.....	787,400
17	Tobacco tax revenue.....	129,400
18	State general fund/general purpose.....	\$ 15,895,300
19	(15) ONE-TIME BASIS ONLY APPROPRIATIONS	
20	Drinking water declaration of emergency.....	\$ <u>100</u>
21	GROSS APPROPRIATION.....	\$ 100
22	Appropriated from:	
23	Special revenue funds:	
24	Drinking water declaration of emergency reserve fund.	100
25	State general fund/general purpose.....	\$ 0
26	Sec. 109. DEPARTMENT OF TALENT AND ECONOMIC	

Senate Bill No. 855 as amended May 3, 2018

1 **DEVELOPMENT**2 **(1) APPROPRIATION SUMMARY**

3 Full-time equated unclassified positions..... 6.0

4 Full-time equated classified positions..... 1,450.0

5 GROSS APPROPRIATION.....

6 \$ <<1,116,065,700>>

7 Interdepartmental grant revenues:

8 Total interdepartmental grants and intradepartmental

9 transfers 0

10 ADJUSTED GROSS APPROPRIATION.....

11 \$ <<1,116,065,700>>

12 Federal revenues:

13 Total federal revenues..... 762,645,800

14 Special revenue funds:

15 Total local revenues..... 500,000

16 Total private revenues..... 5,621,700

17 Total other state restricted revenues..... 208,432,300

18 State general fund/general purpose..... \$ <<138,865,900>>

19 **(2) DEPARTMENTAL ADMINISTRATION**

20 Full-time equated unclassified positions..... 6.0

21 Full-time equated classified positions..... 15.0

22 Unclassified positions--6.0 FTE positions..... \$ 1,108,500

23 Executive direction and operations--15.0 FTE positions 3,903,500

24 GROSS APPROPRIATION..... \$ 5,012,000

25 Appropriated from:

26 Federal revenues:

27 Federal funds..... 2,500,000

DOL, unemployment insurance..... 1,448,500

DOL, federal funds..... 369,100

1	Special revenue funds:		
2	Michigan state housing development authority fees		
3	and charges		495,900
4	State general fund/general purpose	\$	198,500
5	(3) MICHIGAN STRATEGIC FUND		
6	Full-time equated classified positions.....	157.0	
7	Administrative services--37.0 FTE positions	\$	6,418,300
8	Arts and cultural program.....		10,150,000
9	Business attraction and community revitalization		100,142,900
10	Community college skilled trades equipment program		
11	debt service		4,600,000
12	Community development block grants		47,000,000
13	Entrepreneurship ecosystem.....		16,400,000
14	Facility for rare isotope beams debt service		7,300,000
15	Job creation services--120.0 FTE positions		22,518,900
16	Pure Michigan.....		<u>36,000,000</u>
17	GROSS APPROPRIATION.....	\$	250,530,100
18	Appropriated from:		
19	Federal revenues:		
20	DOL, federal funds.....		2,825,800
21	DOL, unemployment insurance.....		287,000
22	HUD-CPD, community development block grant		49,773,300
23	NFAH-NEA, promotion of the arts, partnership		
24	agreements		1,050,000
25	Special revenue funds:		
26	Private - special project advances		250,000
27	Private - Michigan council for the arts fund.....		100,000

1	Contingent fund, penalty and interest	4,600,000
2	21st century jobs trust fund	75,000,000
3	Land bank fast track fund	150,000
4	Michigan film promotion fund	402,200
5	MSHDA fees and charges	4,699,100
6	State general fund/general purpose	\$ 111,392,700
7	(4) TALENT INVESTMENT AGENCY	
8	Full-time equated classified positions	979.0
9	Executive direction--14.0 FTE positions	\$ 3,498,500
10	Community ventures	5,000,000
11	Going pro	30,918,800
12	Information technology services and projects - TIA ...	22,610,700
13	Unemployment insurance agency--760.0 FTE positions ...	137,837,000
14	Workforce program administration--205.0 FTE positions	34,645,800
15	Workforce development programs	<u>381,556,600</u>
16	GROSS APPROPRIATION	\$ 616,067,400
17	Appropriated from:	
18	Federal revenues:	
19	DAG, employment and training	4,000,400
20	DED-OESE, GEAR-UP	4,730,700
21	DED-OVAE, adult education	20,000,000
22	DED-OVAE, basic grants to states	19,000,000
23	DOL, federal funds	108,732,800
24	DOL-ETA, unemployment insurance	138,940,600
25	DOL-ETA, workforce investment act	173,988,600
26	Federal funds	3,440,200
27	Social security act, temporary assistance to needy	

1	families	63,698,800
2	Special revenue funds:	
3	Local revenues.....	500,000
4	Private funds.....	5,271,700
5	Contingent fund, penalty and interest.....	60,169,500
6	Default loan collection.....	153,700
7	State general fund/general purpose.....	\$ 13,440,400
8	(5) LAND BANK FAST TRACK AUTHORITY	
9	Full-time equated classified positions..... 9.0	
10	Land bank fast track authority--9.0 FTE positions	\$ <u>4,125,700</u>
11	GROSS APPROPRIATION.....	\$ 4,125,700
12	Appropriated from:	
13	Federal revenues:	
14	Federal funds.....	1,000,000
15	Special revenue funds:	
16	Land bank fast track fund.....	148,400
17	State general fund/general purpose.....	\$ 2,977,300
18	(6) MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY	
19	Full-time equated classified positions..... 290.0	
20	Housing and rental assistance--290.0 FTE positions ...	\$ 45,043,500
21	Lighthouse preservation program.....	307,500
22	Michigan state housing development authority	
23	technology services and projects.....	3,625,100
24	Payments on behalf of tenants.....	166,860,000
25	Property management.....	<u>3,637,300</u>
26	GROSS APPROPRIATION.....	\$ 219,473,400
27	Appropriated from:	

Senate Bill No. 855 as amended May 3, 2018

1	Federal revenues:	
2	HUD, lower income housing assistance	166,860,000
3	Special revenue funds:	
4	Michigan state housing development authority fees	
5	and charges	52,305,900
6	Michigan lighthouse preservation fund	307,500
7	State general fund/general purpose	\$ 0
8	(7) ONE-TIME BASIS ONLY APPROPRIATIONS	
9	Arts and culture grants	\$ 1,000,000
10	Drinking water declaration of emergency	100
11	Entrepreneurship ecosystem	2,500,000
12	Going pro	10,000,000
13	Michigan enhancement grants	<u><<7,357,000>></u>
14	GROSS APPROPRIATION	\$ <<20,857,100>>
15	Appropriated from:	
16	Contingent fund, penalty and interest	10,000,000
17	Drinking water declaration of emergency reserve fund .	100
18	State general fund/general purpose	\$ <<10,857,000>>

19 PART 2

20 PROVISIONS CONCERNING APPROPRIATIONS

21 FOR FISCAL YEAR 2018-2019

22 **GENERAL SECTIONS**

23 Sec. 201. (1) Pursuant to section 30 of article IX of the

24 state constitution of 1963, total state spending from state sources

25 under part 1 for fiscal year 2018-2019 is \$<<3,365,656,000.00>> and

1 state spending from state sources to be paid to local units of
 2 government for fiscal year 2018-2019 is \$1,562,165,300.00. The
 3 itemized statement below identifies appropriations from which
 4 spending to local units of government will occur:

5 DEPARTMENT OF STATE

6	Fees to local units.....	\$	109,800
7	Motorcycle safety grants.....		<u>1,800,000</u>
8	Subtotal.....	\$	1,909,800

9 DEPARTMENT OF TREASURY

10	Airport parking distribution pursuant to section 909 .	\$	24,601,900
11	City, village, and township revenue sharing.....		248,956,000
12	Constitutional state general revenue sharing grants ..		832,343,800
13	Convention facility development fund distribution....		95,602,000
14	County incentive program.....		43,218,800
15	County revenue sharing payments.....		179,371,300
16	Emergency 9-1-1 payments.....		48,800,000
17	Financial data analytic tool reimbursement.....		500,000
18	Financially distressed cities, villages, or townships		5,000,000
19	Health and safety fund grants.....		1,500,000
20	Medical marihuana excise fund grants.....		10,890,000
21	Payments in lieu of taxes.....		27,351,600
22	Senior citizen cooperative housing tax exemption.....	\$	<u>10,720,100</u>
23	Subtotal.....	\$	1,528,855,500

24 DEPARTMENT OF TALENT AND ECONOMIC DEVELOPMENT

25	Going pro.....	\$	20,100,000
26	Welfare-to-work programs.....		11,300,000
27	Subtotal.....	\$	<u>31,400,000</u>

1 TOTAL GENERAL GOVERNMENT..... \$ 1,562,165,300

2 (2) Pursuant to section 30 of article IX of the state
3 constitution of 1963, total state spending from state sources for
4 fiscal year 2018-2019 is estimated at \$32,826,746,600.00 in the
5 2018-2019 appropriations acts and total state spending from state
6 sources paid to local units of government for fiscal year 2018-2019
7 is estimated at \$18,481,357,200.00. The state-local proportion is
8 estimated at 56.3% of total state spending from state sources.

9 (3) If payments to local units of government and state
10 spending from state sources for fiscal year 2018-2019 are different
11 than the amounts estimated in subsection (2), the state budget
12 director shall report the payments to local units of government and
13 state spending from state sources that were made for fiscal year
14 2018-2019 to the senate and house of representatives standing
15 committees on appropriations within 30 days after the final book-
16 closing for fiscal year 2018-2019.

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) "ATM" means automated teller machine.

22 (b) "COBRA" means the consolidated omnibus budget
23 reconciliation act of 1985, Public Law 99-272, 100 Stat 82.

24 (c) "DAG" means the United States Department of Agriculture.

25 (d) "DED" means the United States Department of Education.

26 (e) "DED-OESE" means the DED Office of Elementary and
27 Secondary Education.

1 (f) "DED-OPSE" means the DED Office of Postsecondary
2 Education.

3 (g) "DED-OVAE" means the DED Office of Vocational and Adult
4 Education.

5 (h) "DOE-OEERE" means the United States Department of Energy,
6 Office of Energy Efficiency and Renewable Energy.

7 (i) "DOL" means the United States Department of Labor.

8 (j) "DOL-ETA" means the United States Department of Labor,
9 Employment and Training Administration.

10 (k) "EEOC" means the United States Equal Employment
11 Opportunity Commission.

12 (l) "FTE" means full-time equated.

13 (m) "Fund" means the Michigan strategic fund.

14 (n) "GEAR-UP" means gaining early awareness and readiness for
15 undergraduate programs.

16 (o) "GED" means a general educational development certificate.

17 (p) "GF/GP" means general fund/general purpose.

18 (q) "HHS" means the United States Department of Health and
19 Human Services.

20 (r) "HHS-OS" means the HHS Office of the Secretary.

21 (s) "HHS-SSA" means the HHS Social Security Administration.

22 (t) "HUD" means the United States Department of Housing and
23 Urban Development.

24 (u) "HUD-CPD" means the United States Department of Housing
25 and Urban Development - Community Planning and Development.

26 (v) "IDG" means interdepartmental grant.

27 (w) "JCOS" means the joint capital outlay subcommittee.

1 (x) "MAIN" means the Michigan administrative information
2 network.

3 (y) "MCL" means the Michigan Compiled Laws.

4 (z) "MDE" means the Michigan department of education.

5 (aa) "MDEQ" means the Michigan department of environmental
6 quality.

7 (bb) "MDHHS" means the Michigan department of health and human
8 services.

9 (cc) "MDLARA" means the Michigan department of licensing and
10 regulatory affairs.

11 (dd) "MDMVA" means the Michigan department of military and
12 veterans affairs.

13 (ee) "MDOT" means the Michigan department of transportation.

14 (ff) "MDSP" means the Michigan department of state police.

15 (gg) "MDTMB" means the Michigan department of technology,
16 management, and budget.

17 (hh) "MEDC" means the Michigan economic development
18 corporation, which is the public body corporate created under
19 section 28 of article VII of the state constitution of 1963 and the
20 urban cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to
21 124.512, by contractual interlocal agreement effective April 5,
22 1999, between local participating economic development corporations
23 formed under the economic development corporations act, 1974 PA
24 338, MCL 125.1601 to 125.1636, and the Michigan strategic fund.

25 (ii) "MFA" means the Michigan finance authority.

26 (jj) "MPE" means the Michigan public employees.

27 (kk) "MSF" means the Michigan strategic fund.

1 (//) "MSHDA" means the Michigan state housing development
2 authority.

3 (mm) "NERE" means nonexclusively represented employees.

4 (nn) "NFAH-NEA" means the National Foundation of the Arts and
5 the Humanities - National Endowment for the Arts.

6 (oo) "PA" means public act.

7 (pp) "PATH" means Partnership. Accountability. Training. Hope.

8 (qq) "RFP" means a request for a proposal.

9 (rr) "SEIU" means Service Employees International Union.

10 (ss) "SIGMA" means statewide integrated governmental
11 management applications.

12 (tt) "WDA" means the workforce development agency.

13 (uu) "WIC" means women, infants, and children.

14 Sec. 204. The departments and agencies receiving
15 appropriations in part 1 shall use the internet to fulfill the
16 reporting requirements of this part. This requirement may include
17 transmission of reports via electronic mail to the recipients
18 identified for each reporting requirement, or it may include
19 placement of reports on an internet or intranet site.

20 Sec. 205. Funds appropriated in part 1 shall not be used for
21 the purchase of foreign goods or services, or both, if
22 competitively priced and of comparable quality American goods or
23 services, or both, are available. Preference shall be given to
24 goods or services, or both, manufactured or provided by Michigan
25 businesses, if they are competitively priced and of comparable
26 quality. In addition, preference should be given to goods or
27 services, or both, that are manufactured or provided by Michigan

1 businesses owned and operated by veterans, if they are
2 competitively priced and of comparable quality.

3 Sec. 206. The director of each department and agency receiving
4 appropriations in part 1 shall take all reasonable steps to ensure
5 businesses in deprived and depressed communities compete for and
6 perform contracts to provide services or supplies, or both. Each
7 director shall strongly encourage firms with which the department
8 contracts to subcontract with certified businesses in depressed and
9 deprived communities for services, supplies, or both.

10 Sec. 207. The departments and agencies receiving
11 appropriations in part 1 shall prepare a report on out-of-state
12 travel expenses not later than January 1 of each year. The travel
13 report shall be a listing of all travel by classified and
14 unclassified employees outside this state in the immediately
15 preceding fiscal year that was funded in whole or in part with
16 funds appropriated in the department's budget. The report shall be
17 submitted to the house and senate standing committees on
18 appropriations, the chairpersons of the relevant appropriations
19 subcommittees, the house and senate fiscal agencies, and the state
20 budget director. The report shall include the following
21 information:

22 (a) The dates of each travel occurrence.

23 (b) The total transportation and related costs of each travel
24 occurrence, including the proportion funded with state GF/GP
25 revenues, the proportion funded with state restricted revenues, the
26 proportion funded with federal revenues, and the proportion funded
27 with other revenues.

Sec. 208. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside legal services that the attorney general authorizes.

Sec. 209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total GF/GP appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end GF/GP appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 210. (1) Pursuant to section 352 of the management and budget act, 1984 PA 431, MCL 18.1352, which provides for a transfer of state general fund revenue into or out of the countercyclical budget and economic stabilization fund, the calculations required by section 352 of the management and budget act, 1984 PA 431, MCL 18.1352, are determined as follows:

	<u>2017</u>	<u>2018</u>	<u>2019</u>
Michigan personal income (millions).	\$452,542	\$472,001	\$492,769
less: transfer payments.....	<u>95,699</u>	<u>100,254</u>	<u>105,578</u>
Subtotal	\$356,843	\$371,747	\$387,191
Divided by: Detroit consumer price			
index for 12 months ending June 30	2.249	2.280	2.321
Equals: real adjusted Michigan			

1	personal income.....	\$158,701	\$163,047	\$166,851
2	Percentage change.....	N/A	2.7%	2.3%
3	Growth rate in excess of 2%?.....	N/A	0.7%	0.3%
4	Equals: countercyclical budget and			
5	economic stabilization fund pay-in			
6	calculation for the fiscal year ending			
7	September 30, 2019 (millions).....	N/A	\$72.2	\$31.0
8	Growth rate less than 0%?.....	N/A	NO	NO
9	Equals: countercyclical budget and			
10	economic stabilization fund pay-out			
11	calculation for the fiscal year ending			
12	September 30, 2018 (millions).....	N/A	N/A	\$0.0

13 (2) Notwithstanding subsection (1), there is appropriated for
14 the fiscal year ending September 30, 2019, from GF/GP revenue for
15 deposit into the countercyclical budget and economic stabilization
16 fund the sum of \$0.00.

17 (3) In addition to the appropriation to the countercyclical
18 budget and economic stabilization fund in subsection (2), there is
19 appropriated to the countercyclical budget and economic
20 stabilization fund 25% of fiscal year 2017-2018 GF/GP unassigned
21 fund balance recorded as part of the state book closing process for
22 the 2017-2018 fiscal year.

23 (4) In addition to the appropriation to the countercyclical
24 budget and economic stabilization fund in subsection (2), there is
25 appropriated 25% of fiscal year 2017-2018 GF/GP unassigned fund
26 balance recorded as part of the state book closing process for the
27 2017-2018 fiscal year for the following purposes:

1 (a) 7.5% of the book closing lapse balance shall be
2 appropriated in addition to the amount appropriated in section
3 10(k) (ii) of 1951 PA 51, MCL 247.660, for county road repairs.

4 (b) 7.5% of the book closing lapse balance shall be
5 appropriated in addition to the amount appropriated in section
6 10(k) (iii) of 1951 PA 51, MCL 247.660, for city and village road
7 repairs.

8 (c) 3.33% of the book closing lapse balance shall be
9 appropriated in addition to the amount appropriated to the
10 aeronautics fund created in section 34 of the aeronautics code of
11 the state of Michigan, 1945 PA 327, MCL 259.34, for additional
12 appropriations to the airport safety, protection, and improvement
13 program line item as determined by the department of
14 transportation.

15 (d) 3.33% of the book closing lapse balance shall be
16 appropriated in addition to the amount appropriated to the
17 comprehensive transportation fund created in section 10(h) of 1951
18 PA 51, MCL 247.660, for additional appropriations to the railroad
19 operations and infrastructure line item as determined by the office
20 of rail.

21 (e) 3.33% of the book closing lapse balance shall be
22 appropriated to the waterway economic vitality fund created in
23 section 1004 for the purpose of dredging waterway access to
24 Michigan harbors to ensure waterway access and the economic
25 vitality of those harbors.

26 (f) The state budget director shall report to the house and
27 senate appropriations committees and the house and senate fiscal

1 agencies on the amounts appropriated under subsection (4) within 10
2 days of the distributions being made.

3 Sec. 211. The departments and agencies receiving
4 appropriations in part 1 shall cooperate with the department of
5 technology, management, and budget to maintain a searchable website
6 that is updated at least quarterly and that is accessible by the
7 public at no cost that includes, but is not limited to, all of the
8 following for each department or agency:

9 (a) Fiscal year-to-date expenditures by category.

10 (b) Fiscal year-to-date expenditures by appropriation unit.

11 (c) Fiscal year-to-date payments to a selected vendor,
12 including the vendor name, payment date, payment amount, and
13 payment description.

14 (d) The number of active department employees by job
15 classification.

16 (e) Job specifications and wage rates.

17 Sec. 212. Within 14 days after the release of the executive
18 budget recommendation, the departments and agencies receiving
19 appropriations in part 1 shall cooperate with the state budget
20 director to provide the chairs of the senate and house of
21 representatives standing committees on appropriations, the chairs
22 of the senate and house of representatives standing committees on
23 appropriations subcommittees on general government, and the senate
24 and house fiscal agencies with an annual report on estimated state
25 restricted fund balances, state restricted fund projected revenues,
26 and state restricted fund expenditures for the fiscal years ending
27 September 30, 2018 and September 30, 2019.

1 Sec. 213. The departments and agencies receiving
2 appropriations in part 1 shall maintain, on a publicly accessible
3 website, a department or agency scorecard that identifies, tracks,
4 and regularly updates key metrics that are used to monitor and
5 improve the department's or agency's performance.

6 Sec. 215. Funds appropriated in part 1 shall not be used by
7 this state, a department, an agency, or an authority of this state
8 to purchase an ownership interest in a casino enterprise or a
9 gambling operation as those terms are defined in the Michigan
10 gaming control and revenue act, 1996 IL 1, MCL 432.201 to 432.226.

11 Sec. 216. The departments and agencies receiving
12 appropriations in part 1 shall receive and retain copies of all
13 reports funded from appropriations in part 1. Federal and state
14 guidelines for short-term and long-term retention of records shall
15 be followed. The department may electronically retain copies of
16 reports unless otherwise required by federal and state guidelines.

17 Sec. 218. A department or state agency shall not take
18 disciplinary action against an employee for communicating with a
19 member of the legislature or his or her staff.

20 Sec. 221. Each department and agency shall report no later
21 than April 1 on each specific policy change made to implement a
22 public act affecting the department that took effect during the
23 prior calendar year to the senate and house of representatives
24 standing committees on appropriations subcommittees on general
25 government, the joint committee on administrative rules, and the
26 senate and house fiscal agencies.

27 Sec. 229. (1) If the office of the auditor general has

1 identified an initiative or made a recommendation that is related
2 to savings and efficiencies in an audit report for an executive
3 branch department or agency, the department or agency shall report
4 within 6 months of the release of the audit on their efforts and
5 progress made toward achieving the savings and efficiencies
6 identified in the audit report. The report shall be submitted to
7 the chairs of the senate and house of representatives standing
8 committees on appropriations, the chairs of the senate and house of
9 representatives standing committees with jurisdiction over matters
10 relating to the department that is audited, and the senate and
11 house fiscal agencies.

12 (2) If the office of the auditor general does not receive the
13 required report regarding initiatives related to savings and
14 efficiencies within the 6-month time frame, the office of the
15 auditor general may charge noncompliant executive branch
16 departments and agencies for the cost of performing a subsequent
17 audit to ensure that the initiatives related to savings and
18 efficiencies have been implemented.

19 Sec. 235. By April 1, the state budget director shall submit a
20 report to the senate and house appropriations committees, the
21 chairpersons of the relevant appropriations subcommittees, and the
22 senate and house fiscal agencies. The report shall recommend a
23 contingency plan for each federal funding source included in the
24 state budget of \$10,000,000.00 or more in the event that the
25 federal government reduces funding to the state through that source
26 by 10% or greater.

27 Sec. 240. (1) Concurrently with the submission of the fiscal

1 year 2019-2020 executive budget recommendations, the state budget
2 office shall provide the senate and house appropriations
3 committees, the chairpersons of the relevant appropriations
4 subcommittees, the senate and house fiscal agencies, and the policy
5 offices a report that lists each new program or program enhancement
6 for which funds in excess of \$500,000.00 are appropriated in part 1
7 of each departmental appropriation act.

8 (2) By July 1, 2019, the state budget director and the chairs
9 of the senate and house appropriations committees shall identify
10 new programs or program enhancements identified under subsection
11 (1) for measurement using program-specific metrics, in addition to
12 the metrics required under section 447 of the management and budget
13 act, 1984 PA 431, MCL 18.1447.

14 (3) By September 30, 2020, the state budget office shall
15 provide a report on the specific metrics and the progress in
16 meeting the estimated performance for each program identified under
17 subsection (2) to the senate and house appropriations committees,
18 the senate and house appropriations subcommittees on each state
19 department, and the senate and house fiscal agencies and policy
20 offices. It is the intent of the legislature that the governor
21 consider the estimated performance of the new program or program
22 enhancement as the basis for any increase in funds appropriated
23 from the prior year.

24 **DEPARTMENT OF ATTORNEY GENERAL**

25 Sec. 301. (1) In addition to the funds appropriated in part 1,
26 there is appropriated an amount not to exceed \$1,500,000.00 for

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

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

11 (3) In addition to the funds appropriated in part 1, there is
12 appropriated an amount not to exceed \$100,000.00 for local
13 contingency funds. These funds are not available for expenditure
14 until they have been transferred to another line item in part 1
15 under section 393(2) of the management and budget act, 1984 PA 431,
16 MCL 18.1393.

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

23 Sec. 302. (1) The attorney general shall perform all legal
24 services, including representation before courts and administrative
25 agencies rendering legal opinions and providing legal advice to a
26 principal executive department or state agency. A principal
27 executive department or state agency shall not employ or enter into

1 a contract with any other person for services described in this
2 section.

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

8 (3) The attorney general shall perform the duties specified in
9 1846 RS 12, MCL 14.28 to 14.35, and 1919 PA 232, MCL 14.101 to
10 14.102, and as otherwise provided by law.

11 Sec. 303. The attorney general may sell copies of the biennial
12 report in excess of the 350 copies that the attorney general may
13 distribute on a gratis basis. Gratis copies shall not be provided
14 to members of the legislature. Electronic copies of biennial
15 reports shall be made available on the department of attorney
16 general's website. The attorney general shall sell copies of the
17 report at not less than the actual cost of the report and shall
18 deposit the money received into the general fund.

19 Sec. 304. The department of attorney general is responsible
20 for the legal representation for state of Michigan state employee
21 worker's disability compensation cases. The risk management
22 revolving fund revenue appropriation in part 1 is to be satisfied
23 by billings from the department of attorney general for the actual
24 costs of legal representation, including salaries and support
25 costs.

26 Sec. 305. In addition to the funds appropriated in part 1, not
27 more than \$400,000.00 shall be reimbursed per fiscal year for food

1 stamp fraud cases heard by the third circuit court of Wayne County
2 that were initiated by the department of attorney general pursuant
3 to the existing contract between the department of health and human
4 services, the Prosecuting Attorneys Association of Michigan, and
5 the department of attorney general. The source of this funding is
6 money earned by the department of attorney general under the
7 agreement after the allowance for reimbursement to the department
8 of attorney general for costs associated with the prosecution of
9 food stamp fraud cases. It is recognized that the federal funds are
10 earned by the department of attorney general for its documented
11 progress on the prosecution of food stamp fraud cases according to
12 the United States Department of Agriculture regulations and that,
13 once earned by this state, the funds become state funds.

14 Sec. 306. Any proceeds from a lawsuit initiated by or
15 settlement agreement entered into on behalf of this state against a
16 manufacturer of tobacco products by the attorney general are state
17 funds and are subject to appropriation as provided by law.

18 Sec. 307. (1) In addition to the antitrust revenues in part 1,
19 antitrust, securities fraud, consumer protection or class action
20 enforcement revenues, or attorney fees recovered by the department,
21 not to exceed \$250,000.00, are appropriated to the department for
22 antitrust, securities fraud, and consumer protection or class
23 action enforcement cases.

24 (2) Any unexpended funds from antitrust, securities fraud, or
25 consumer protection or class action enforcement revenues at the end
26 of the fiscal year, including antitrust funds in part 1, may be
27 carried forward for expenditure in the following fiscal year up to

1 the maximum authorization of \$250,000.00. The total amount of carry
2 forward funds shall not exceed a total of \$250,000.00.

3 (3) The attorney general's office shall make available upon
4 request information detailing the amount of revenue from subsection
5 (1) recovered by the attorney general, including a description of
6 the source of the revenue and the carryforward amount.

7 Sec. 308. (1) In addition to the funds appropriated in part 1,
8 there is appropriated up to \$1,000,000.00 from litigation expense
9 reimbursements awarded to the state.

10 (2) The funds may be expended for the payment of court
11 judgments, settlements, arbitration awards or other administrative
12 and litigation decisions, attorney fees, and litigation costs,
13 assessed against the office of the governor, the department of the
14 attorney general, the governor, or the attorney general when acting
15 in an official capacity as the named party in litigation against
16 the state. The funds may also be expended for the payment of state
17 costs incurred under section 16 of chapter X of the code of
18 criminal procedure, 1927 PA 175, MCL 770.16.

19 (3) Unexpended funds at the end of the fiscal year may be
20 carried forward for expenditure in the following year, up to a
21 maximum authorization of \$250,000.00.

22 Sec. 309. (1) From the prisoner reimbursement funds
23 appropriated in part 1, the department may spend up to \$636,500.00
24 on activities related to the state correctional facility
25 reimbursement act, 1935 PA 253, MCL 800.401 to 800.406. In addition
26 to the funds appropriated in part 1, if the department collects in
27 excess of \$1,131,000.00 in gross annual prisoner reimbursement

1 receipts provided to the general fund, the excess, up to a maximum
2 of \$1,000,000.00, is appropriated to the department of attorney
3 general and may be spent on the representation of the department of
4 corrections and its officers, employees, and agents, including, but
5 not limited to, the defense of litigation against the state, its
6 departments, officers, employees, or agents in civil actions filed
7 by prisoners.

8 (2) The attorney general's office shall make available upon
9 request information on the dollar amount of prisoner reimbursements
10 collected from subsection (1) as well as descriptions of all
11 expenditures made from the reimbursements, including what
12 activities related to the state correctional facility reimbursement
13 act, 1935 PA 253, MCL 800.401 to 800.406, funds were spent on.

14 Sec. 310. (1) For the purposes of providing title IV-D child
15 support enforcement funding, the attorney general shall maintain a
16 cooperative agreement with the department of health and human
17 services, as the state IV-D agency, for federal IV-D funding to
18 support the child support enforcement activities within the office
19 of the attorney general.

20 (2) The attorney general or his or her designee shall, to the
21 extent allowable under federal law, have access to any information
22 used by the state to locate parents who fail to pay court-ordered
23 child support.

24 Sec. 312. The department of attorney general shall not receive
25 and expend funds in addition to those authorized in part 1 for
26 legal services provided specifically to other state departments or
27 agencies except for costs for expert witnesses, court costs, or

1 other nonsalary litigation expenses associated with a pending legal
2 action.

3 Sec. 314. (1) From the lawsuit settlement proceeds fund
4 appropriated in part 1, the department may spend the funds for the
5 costs of all associated expenses related to the declaration of
6 emergency due to drinking water contamination up to \$2,600,000.00.

7 (2) From the lawsuit settlement proceeds fund appropriated in
8 part 1, \$182,700.00 shall be used by the department of attorney
9 general for costs associated with implementing the duties and
10 responsibilities prescribed to the attorney general's office under
11 the bad-faith patent infringement claims act, 2016 PA 550, MCL
12 446.161 to 446.173, related to bad-faith patent infringement
13 claims.

14 (3) The attorney general's office must submit a quarterly
15 report to the house and senate standing committees on
16 appropriations, the house and senate appropriations subcommittees
17 on general government, the senate and house fiscal agencies, and
18 the state budget director, detailing how funds in subsection (1)
19 and all other currently and previously budgeted funds associated
20 with legal costs pertaining to the Flint water declaration of
21 emergency were expended. The report must itemize expenditures by
22 case, purpose, and department involved.

23 Sec. 314a. (1) From the lawsuit settlement proceeds fund
24 appropriated in part 1 for one-time appropriations for juvenile
25 life without parole, the prosecuting attorneys coordinating council
26 shall allocate \$700,000.00 for investigations, crime victim rights,
27 prosecutions, and appeals for retroactive juvenile life without

1 parole cases.

2 (2) The prosecuting attorneys coordinating council shall
3 submit a detailed expenditure report to the house and senate
4 appropriations subcommittees on general government and the
5 judiciary, the senate and house fiscal agencies, and the state
6 budget director by September 30 detailing how the funds provided in
7 subsection (1) were expended.

8 Sec. 315. Total authorized appropriations from all sources
9 under part 1 for legacy costs for the fiscal year ending September
10 30, 2019 are \$18,049,500.00. From this amount, total agency
11 appropriations for pension-related legacy costs are estimated at
12 \$8,321,100.00. Total agency appropriations for retiree health care
13 legacy costs are estimated at \$9,728,400.00.

14 Sec. 316. (1) From the funds appropriated in part 1 for sexual
15 assault law enforcement efforts, the department shall use the funds
16 for testing of backlogged sexual assault kits across this state.
17 The funding provided in part 1 shall be distributed in the
18 following order of priority:

19 (a) To eliminate all county sexual assault kit backlogs across
20 this state.

21 (b) To assist local prosecutors with investigations and
22 prosecutions of viable cases.

23 (c) To provide victim services.

24 (2) The department of the attorney general shall provide a
25 report by February 1. The report shall include the following
26 information:

27 (a) The number of sexual assault kits across this state that

Senate Bill No. 855 as amended May 3, 2018

1 remain untested as of January 31.

2 (b) A detailed work plan outlining the department's action
3 plan to eliminate all outstanding sexual assault kits and the time
4 frame for completion of testing of all untested sexual assault
5 kits.

6 (c) A detailed work and spending plan outlining anticipated
7 litigation action and expenditures resulting from findings of the
8 sexual assault kit testing. The report shall be submitted to the
9 state budget office, the senate and house fiscal agencies, and the
10 senate and house of representatives standing committees on
11 appropriations subcommittees on general government.

12 (3) Any funds remaining after the department has met the
13 obligations required under subsection (1) may be used for the
14 purpose of retesting any previously tested sexual assault kits
15 across this state using currently available DNA testing. Funds only
16 may be used for DNA testing on previously tested kits that were not
17 tested for DNA. If there are remaining untested sexual assault kits
18 on January 31, 2019, funds appropriated in part 1 shall only be
19 used for the testing of those kits.

<<Sec. 316a. The Department of Attorney General shall develop the
address confidentiality program within the department and allow an
individual to participate if he or she is a victim of domestic violence,
stalking, human trafficking, or sexual assault, or at risk of physical
harm if his or her address is disclosed.>>

20 Sec. 317. (1) The department of attorney general shall report
21 all legal costs and associated expenses related to the declaration
22 of emergency due to drinking water contamination, and the
23 investigations and any resulting prosecutions, for publication in
24 the Flint water emergency-financial and activities tracking and
25 reporting document that is posted by the state budget director on
26 the public website, michigan.gov/flintwater. The tracking and
27 reporting documents shall include the budget line item source for

1 each expenditure.

2 (2) At the conclusion of all attorney general investigations
3 related to the declaration of emergency due to drinking water
4 contamination, all materials related to any investigations shall be
5 preserved pursuant to applicable document retention policies.

6 Sec. 318. From the one-time funds appropriated in part 1 for
7 forensic interviewing, the prosecuting attorneys coordinating
8 council shall spend the funds to provide the necessary additional
9 forensic interviewing trainings to meet the excess demand for the
10 trainings.

11 Sec. 319. From the funds appropriated in part 1, the attorney
12 general shall provide a quarterly report on the wrongful
13 imprisonment compensation fund to the chairpersons of the
14 appropriations subcommittees on general government, the senate and
15 house fiscal agencies, and the state budget director. The report
16 shall include at least all of the following:

17 (a) All payments made from the wrongful imprisonment fund in
18 the previous quarter, including if the payment is part of a new
19 settlement or part of an installment plan.

20 (b) All known pending cases that may require payment in the
21 next quarter.

22 (c) The balance of the wrongful imprisonment fund at the end
23 of the quarter.

24 **DEPARTMENT OF CIVIL RIGHTS**

25 Sec. 401. (1) In addition to the funds appropriated in part 1,
26 there is appropriated an amount not to exceed \$2,000,000.00 for

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

5 (2) In addition to the funds appropriated in part 1, there is
6 appropriated an amount not to exceed \$750,000.00 for private
7 contingency funds. These funds are not available for expenditure
8 until they have been transferred to another line item in part 1
9 under section 393(2) of the management and budget act, 1984 PA 431,
10 MCL 18.1393.

11 Sec. 402. (1) In addition to the appropriations contained in
12 part 1, the department of civil rights may receive and expend funds
13 from local or private sources for all of the following purposes:

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

16 (b) The publication and sale of civil rights related
17 informational material.

18 (c) The provision of copy material made available under
19 freedom of information requests.

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

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

23 (f) Workshops, seminars, and recognition or award programs
24 consistent with the programmatic mission of the individual unit
25 sponsoring or coordinating the programs.

26 (g) Staffing costs for all activities included in this
27 subsection.

1 (2) The department of civil rights shall annually report to
2 the state budget director, the senate and house of representatives
3 standing committees on appropriations, the chairpersons of the
4 relevant appropriations subcommittees, and the senate and house
5 fiscal agencies the amount of funds received and expended for
6 purposes authorized under this section.

7 Sec. 403. The department of civil rights may contract with
8 local units of government to review equal employment opportunity
9 compliance of potential contractors and may charge for and expend
10 amounts received from local units of government for the purpose of
11 developing and providing these contractual services.

12 Sec. 404. (1) The department of civil rights shall prepare and
13 transmit a detailed report that includes, but is not limited to,
14 the following information for the most recent fiscal year:

15 (a) A detailed description of the department operations.

16 (b) A detailed description of all subunits within the
17 department, including FTE positions associated with each subunit,
18 responsibilities of each subunit, and all revenues and expenditures
19 for each subunit.

20 (c) The number of complaints by type of complaint.

21 (d) The average cost of, and time expended, investigating
22 complaints.

23 (e) The percentage of complaints that are meritorious and
24 worthy of investigation or settlement and the percentage of
25 complaints that have no merit.

26 (f) A listing of amounts awarded to claimants.

27 (g) Expenditures associated with complaint investigation and

1 enforcement.

2 (h) A listing of complaint investigations closed per FTE
3 position for each of the past 5 years.

4 (i) A listing of complaint evaluations completed per FTE
5 position for each of the past 5 years.

6 (j) Productivity projections for the current fiscal year,
7 including investigations closed per FTE, complaint evaluations
8 completed per FTE, and average time expended investigating
9 complaints.

10 (k) Revenues and expenditures associated with section 403 of
11 this part by local unit.

12 (2) The report required under subsection (1) shall be posted
13 online and transmitted electronically not later than November 30 to
14 the state budget director, the chairpersons of the senate and house
15 of representatives standing committees on appropriations, the
16 senate and house appropriations subcommittees on general
17 government, and the senate and house fiscal agencies.

18 Sec. 405. The department of civil rights shall notify the
19 office of the state budget, senate and house of representatives
20 standing committees on appropriations, the chairpersons of the
21 appropriations subcommittees on general government, and senate and
22 house fiscal agencies prior to submitting a report or complaint to
23 the United States Commission on Civil Rights or other federal
24 departments.

25 Sec. 410. Total authorized appropriations from all sources
26 under part 1 for legacy costs for the fiscal year ending September
27 30, 2019 are \$2,558,000.00. From this amount, total agency

1 appropriations for pension-related legacy costs are estimated at
2 \$1,179,300.00. Total agency appropriations for retiree health care
3 legacy costs are estimated at \$1,378,700.00.

4 **LEGISLATURE**

5 Sec. 600. The senate, the house of representatives, or an
6 agency within the legislative branch may receive, expend, and
7 transfer funds in addition to those authorized in part 1.

8 Sec. 601. (1) Funds appropriated in part 1 to an entity within
9 the legislative branch shall not be expended or transferred to
10 another account without written approval of the authorized agent of
11 the legislative entity. If the authorized agent of the legislative
12 entity notifies the state budget director of its approval of an
13 expenditure or transfer before the year-end book-closing date for
14 that legislative entity, the state budget director shall
15 immediately make the expenditure or transfer. The authorized
16 legislative entity agency shall be designated by the speaker of the
17 house of representatives for house entities, the senate majority
18 leader for senate entities, and the legislative council for
19 legislative council entities.

20 (2) Funds appropriated within the legislative branch, to a
21 legislative council component, shall not be expended by any agency
22 or other subgroup included in that component without the approval
23 of the legislative council.

24 Sec. 602. The senate may charge rent and assess charges for
25 utility costs. The amounts received for rent charges and utility
26 assessments are appropriated to the senate for the renovation,

1 operation, and maintenance of the Binsfeld Office Building.

2 Sec. 603. (1) From the appropriation contained in part 1 for
3 national association dues, the first \$34,800.00 shall be paid to
4 the National Conference of Commissioners of Uniform State Laws. The
5 remaining funds shall be distributed accordingly by the legislative
6 council.

7 (2) If any funds remain after all required dues payments have
8 been made as specified in subsection (1), the Legislative Council
9 may approve the use of up to \$10,000.00 to pay for the registration
10 fees of any state employees who serve as board members to any of
11 the national associations receiving state funds for annual dues to
12 attend that national association's annual conference. If any of the
13 \$10,000.00 remains after national board member's registration fees
14 are paid, the remaining funds may be used to pay for the
15 registration fees for any other state employees to attend the
16 annual conference of any of the national associations receiving
17 state funds for annual dues as prescribed in subsection (1).

18 Sec. 604. (1) The appropriation in part 1 to the Michigan
19 state capitol historic site includes funds to operate the
20 legislative parking facilities in the capitol area. The Michigan
21 state capitol commission shall establish rules regarding the
22 operation of the legislative parking facilities.

23 (2) The Michigan state capitol commission shall collect a fee
24 from state employees and the general public using certain
25 legislative parking facilities. The revenues received from the
26 parking fees are appropriated upon receipt and shall be allocated
27 by the Michigan state capitol commission.

1 Sec. 605. The unexpended funds appropriated in part 1 for the
2 legislative council are designated as a work project appropriation,
3 and any unencumbered or unallotted funds shall not lapse at the end
4 of the fiscal year and shall be available for expenditures for
5 projects under this section until the projects have been completed.
6 The following is in compliance with section 451a of the management
7 and budget act, 1984 PA 431, MCL 18.1451a:

8 (a) The purpose of the project is publication of the Michigan
9 manual.

10 (b) The project will be accomplished by utilizing state
11 employees or contracts with service providers, or both.

12 (c) The total estimated cost of the project is \$3,000,000.00.

13 (d) The tentative completion date is September 30, 2023.

14 Sec. 606. The unexpended funds appropriated in part 1 for
15 property management are designated as a work project appropriation,
16 and any unencumbered or unallotted funds shall not lapse at the end
17 of the fiscal year and shall be available for expenditures for
18 projects under this section until the projects have been completed.
19 The following is in compliance with section 451a of the management
20 and budget act, 1984 PA 431, MCL 18.1451a:

21 (a) The purpose of the project is to purchase equipment and
22 services for building maintenance in order to ensure a safe and
23 productive work environment.

24 (b) The project will be accomplished by utilizing state
25 employees or contracts with service providers, or both.

26 (c) The total estimated cost of the project is \$2,000,000.00.

27 (d) The tentative completion date is September 30, 2023.

1 Sec. 607. The unexpended funds appropriated in part 1 for
2 automated data processing are designated as a work project
3 appropriation, and any unencumbered or unallotted funds shall not
4 lapse at the end of the fiscal year and shall be available for
5 expenditures for projects under this section until the projects
6 have been completed. The following is in compliance with section
7 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

8 (a) The purpose of the project is to purchase equipment,
9 software, and services in order to support and implement data
10 processing requirements and technology improvements.

11 (b) The project will be accomplished by utilizing state
12 employees or contracts with service providers, or both.

13 (c) The total estimated cost of the project is \$3,000,000.00.

14 (d) The tentative completion date is September 30, 2023.

15 Sec. 608. In addition to funds appropriated in part 1, the
16 Michigan capitol committee publications save the flags fund account
17 may accept contributions, gifts, bequests, devises, grants, and
18 donations. Those funds that are not expended in the fiscal year
19 ending September 30 shall not lapse at the close of the fiscal
20 year, and shall be carried forward for expenditure in the following
21 fiscal years.

22 Sec. 615. Total authorized appropriations from all sources
23 under part 1 for legacy costs for the fiscal year ending September
24 30, 2019 are \$29,587,600.00. From this amount, total agency
25 appropriations for pension-related legacy costs are estimated at
26 \$13,640,400.00. Total agency appropriations for retiree health care
27 legacy costs are estimated at \$15,947,200.00.

1 Sec. 616. The unexpended funds appropriated in part 1 for the
2 legislative IT design special project are designated as a work
3 project appropriation, and any unencumbered or unallotted funds
4 shall not lapse at the end of the fiscal year and shall be
5 available for expenditures for projects under this section until
6 the projects have been completed. The following is in compliance
7 with section 451a of the management and budget act, 1984 PA 431,
8 MCL 18.1451a:

9 (a) The purpose of the project is for the continued design,
10 development, implementation, operation, and administration of the
11 legislative computer system.

12 (b) The project will be accomplished by utilizing state
13 employees or contracts with service providers, or both.

14 (c) The total estimated cost of the project is \$12,750,000.00.

15 (d) The tentative completion date is September 30, 2023.

16 (e) Funds described in this section shall not be expended
17 without written approval of the senate majority leader or his or
18 her designee, the speaker of the house of representatives or his or
19 her designee, and the legislative council administrator or his or
20 her designee.

21 **LEGISLATIVE AUDITOR GENERAL**

22 Sec. 620. Pursuant to section 53 of article IV of the state
23 constitution of 1963, the auditor general shall conduct audits of
24 the judicial branch. The audits may include the supreme court and
25 its administrative units, the court of appeals, and trial courts.

26 Sec. 621. (1) The auditor general shall take all reasonable

1 steps to ensure that certified minority- and women-owned and
2 operated accounting firms, and accounting firms owned and operated
3 by persons with disabilities participate in the audits of the
4 books, accounts, and financial affairs of each principal executive
5 department, branch, institution, agency, and office of this state.

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

12 (3) The auditor general shall compile an annual report
13 regarding the number of contracts entered into with certified
14 minority- and women-owned and operated accounting firms, and
15 accounting firms owned and operated by persons with disabilities.
16 The auditor general shall deliver the report to the state budget
17 director and the senate and house of representatives standing
18 committees on appropriations subcommittees on general government by
19 November 1 of each year.

20 Sec. 622. From the funds appropriated in part 1 to the
21 legislative auditor general, the auditor general's salary and the
22 salaries of the remaining 2.0 FTE unclassified positions shall be
23 set by the speaker of the house of representatives, the senate
24 majority leader, the house of representatives minority leader, and
25 the senate minority leader.

26 Sec. 623. Any audits, reviews, or investigations requested of
27 the auditor general by the legislature or by legislative

1 leadership, legislative committees, or individual legislators shall
2 include an estimate of the additional costs involved and, when
3 those costs exceed \$50,000.00, should provide supplemental funding.
4 The auditor general shall determine whether to perform those
5 activities in keeping with Audit Directive No. 29, which describes
6 the office of the auditor general's policy on responding to
7 legislative requests.

8 Sec. 624. If the auditor general conducts a subsequent audit
9 pursuant to section 229 of this part, the auditor general may
10 charge fees and collect revenues in excess of appropriations in
11 part 1 not to exceed the cost of any audit conducted pursuant to
12 section 229 of this part. Any revenues and fees collected pursuant
13 to this section are appropriated for expenditure for all expenses
14 associated with an audit conducted pursuant to section 229 of this
15 part.

16 **DEPARTMENT OF STATE**

17 Sec. 701. (1) In addition to the funds appropriated in part 1,
18 there is appropriated an amount not to exceed \$2,000,000.00 for
19 federal contingency funds. These funds are not available for
20 expenditure until they have been transferred to another line item
21 in part 1 under section 393(2) of the management and budget act,
22 1984 PA 431, MCL 18.1393.

23 (2) In addition to the funds appropriated in part 1, there is
24 appropriated an amount not to exceed \$7,500,000.00 for state
25 restricted contingency funds. These funds are not available for
26 expenditure until they have been transferred to another line item

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

3 (3) In addition to the funds appropriated in part 1, there is
4 appropriated an amount not to exceed \$50,000.00 for local
5 contingency funds. These funds are not available for expenditure
6 until they have been transferred to another line item in part 1
7 under section 393(2) of the management and budget act, 1984 PA 431,
8 MCL 18.1393.

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

15 Sec. 703. From the funds appropriated in part 1, the
16 department of state shall sell copies of records including, but not
17 limited to, records of motor vehicles, off-road vehicles,
18 snowmobiles, watercraft, mobile homes, personal identification
19 cardholders, drivers, and boat operators and shall charge \$11.00
20 per record sold only as authorized in section 208b of the Michigan
21 vehicle code, 1949 PA 300, MCL 257.208b, section 7 of 1972 PA 222,
22 MCL 28.297, and sections 80130, 80315, 81114, and 82156 of the
23 natural resources and environmental protection act, 1994 PA 451,
24 MCL 324.80130, 324.80315, 324.81114, and 324.82156. The revenue
25 received from the sale of records shall be credited to the
26 transportation administration collection fund created under section
27 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b. The

1 department of state shall provide quarterly reports to the
2 legislature, the chairpersons of the relevant appropriations
3 subcommittees, and the senate and house fiscal agencies. The report
4 shall be provided within 15 days of the close of the quarter and
5 shall include the number of records sold and the revenues
6 collected.

7 Sec. 704. From the funds appropriated in part 1, the secretary
8 of state may enter into agreements with the department of
9 corrections for the manufacture of vehicle registration plates 15
10 months before the registration year in which the registration
11 plates will be used.

12 Sec. 705. (1) The department of state may accept gifts,
13 donations, contributions, and grants of money and other property
14 from any private or public source to underwrite, in whole or in
15 part, the cost of a departmental publication that is prepared and
16 disseminated under the Michigan vehicle code, 1949 PA 300, MCL
17 257.1 to 257.923. A private or public funding source may receive
18 written recognition in the publication and may furnish a traffic
19 safety message, subject to departmental approval, for inclusion in
20 the publication. The department may reject a gift, donation,
21 contribution, or grant. The department may furnish copies of a
22 publication underwritten, in whole or in part, by a private source
23 to the underwriter at no charge.

24 (2) The department of state may sell and accept paid
25 advertising for placement in a departmental publication that is
26 prepared and disseminated under the Michigan vehicle code, 1949 PA
27 300, MCL 257.1 to 257.923. The department may charge and receive a

1 fee for any advertisement appearing in a departmental publication
2 and shall review and approve the content of each advertisement. The
3 department may refuse to accept advertising from any person or
4 organization. The department may furnish a reasonable number of
5 copies of a publication to an advertiser at no charge.

6 (3) Pending expenditure, the funds received under this section
7 shall be deposited in the Michigan department of state publications
8 fund created by section 211 of the Michigan vehicle code, 1949 PA
9 300, MCL 257.211. Funds given, donated, or contributed to the
10 department from a private source are appropriated and allocated for
11 the purpose for which the revenue is furnished. Funds granted to
12 the department from a public source are allocated and may be
13 expended upon receipt. The department shall not accept a gift,
14 donation, contribution, or grant if receipt is conditioned upon a
15 commitment of state funding at a future date. Revenue received from
16 the sale of advertising is appropriated and may be expended upon
17 receipt.

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

21 (5) On March 1 of each year, the department of state shall
22 file a report with the senate and house of representatives standing
23 committees on appropriations, the chairpersons of the relevant
24 appropriations subcommittees, the senate and house fiscal agencies,
25 and the state budget director. The report shall include all of the
26 following information:

27 (a) The amount of gifts, contributions, donations, and grants

1 of money received by the department under this section for the
2 prior fiscal year.

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

5 (c) A listing of any gift, donation, contribution, or grant of
6 property other than funding received by the department under this
7 section for the prior year.

8 (d) The total revenue received from the sale of paid
9 advertising accepted under this section and a statement of the
10 total number of advertising transactions.

11 (6) In addition to copies delivered without charge as the
12 secretary of state considers necessary, the department of state may
13 sell copies of manuals and other publications regarding the sale,
14 ownership, or operation or regulation of motor vehicles, with
15 amendments, at prices to be established by the secretary of state.
16 As used in this subsection, the term "manuals and other
17 publications" includes videos and proprietary electronic
18 publications. All funds received from sales of these manuals and
19 other publications shall be credited to the Michigan department of
20 state publications fund.

21 Sec. 707. Funds collected by the department of state under
22 section 211 of the Michigan vehicle code, 1949 PA 300, MCL 257.211,
23 are appropriated for all expenses necessary to provide for the
24 costs of the publication. Funds are allotted for expenditure when
25 they are received by the department of treasury and shall not lapse
26 to the general fund at the end of the fiscal year.

27 Sec. 708. From the funds appropriated in part 1, the

1 department of state shall use available balances at the end of the
2 state fiscal year to provide payment to the department of state
3 police in the amount of \$332,000.00 for the services provided by
4 the traffic accident records program as first appropriated in 1990
5 PA 196 and 1990 PA 208.

6 Sec. 709. From the funds appropriated in part 1, the
7 department of state may restrict funds from miscellaneous revenue
8 to cover cash shortages created from normal branch office
9 operations. This amount shall not exceed \$50,000.00 of the total
10 funds available in miscellaneous revenue.

11 Sec. 711. Collector plate and fund-raising registration plate
12 revenues collected by the department of state are appropriated and
13 allotted for distribution to the recipient university or public or
14 private agency overseeing a state-sponsored goal when received.
15 Distributions shall occur on a quarterly basis or as otherwise
16 authorized by law. Any revenues remaining at the end of the fiscal
17 year shall not lapse to the general fund but shall remain available
18 for distribution to the university or agency in the next fiscal
19 year.

20 Sec. 712. The department of state may produce and sell copies
21 of a training video designed to inform registered automotive repair
22 facilities of their obligations under Michigan law. The price shall
23 not exceed the cost of production and distribution. The money
24 received from the sale of training videos shall revert to the
25 department of state and be placed in the auto repair facility
26 account.

27 Sec. 713. (1) The department of state, in collaboration with

1 the gift of life transplantation society or its successor federally
2 designated organ procurement organization, may develop and
3 administer a public information campaign concerning the Michigan
4 organ donor program.

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

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

17 (4) Funding appropriated in part 1 for the organ donor program
18 shall be used for producing a pamphlet to be distributed with
19 driver licenses and personal identification cards regarding organ
20 donations. The funds shall be used to update and print a pamphlet
21 that will explain the organ donor program and encourage people to
22 become donors by marking a checkoff on driver license and personal
23 identification card applications.

24 (5) The pamphlet shall include a return reply form addressed
25 to the gift of life organization. Funding appropriated in part 1
26 for the organ donor program shall be used to pay for return postage
27 costs.

1 (6) In addition to the appropriations in part 1, the
2 department of state may receive and expend funds from the organ and
3 tissue donation education fund for administrative expenses.

4 (7) The department must submit a report to the house and
5 senate appropriations subcommittees on general government, the
6 senate and house fiscal agencies, and the state budget director by
7 March 1 that provides the amount of revenue collected by the
8 department of state authorized under this section, the purpose of
9 each expenditure, and the amount of revenue carried forward.

10 Sec. 714. (1) Except as otherwise provided under subsection
11 (2), at least 180 days before closing a branch office or
12 consolidating a branch office and at least 60 days before
13 relocating a branch office, the department of state shall inform
14 members of the senate and house of representatives standing
15 committees on appropriations and legislators who represent affected
16 areas regarding the details of the proposal. The information
17 provided shall be in written form and include all analyses done
18 regarding criteria for changes in the location of branch offices,
19 including, but not limited to, branch transactions, revenue, and
20 the impact on citizens of the affected area. The impact on citizens
21 shall include information regarding additional distance to branch
22 office locations resulting from the plan. The written notice
23 provided by the department of state shall also include detailed
24 estimates of costs and savings that will result from the overall
25 changes made to the branch office structure and the same level of
26 detail regarding costs for new leased facilities and expansions of
27 current leased space.

1 (2) If the consolidation of a branch office is with another
2 branch office that is located within the same local unit of
3 government or the relocation of a branch office is to another
4 location that is located within the same local unit of government,
5 the department of state is not required to provide the notification
6 or written information described in subsection (1).

7 (3) As used in this section, "local unit of government" means
8 a city, village, township, or county.

9 Sec. 715. (1) Any service assessment collected by the
10 department of state from the user of a credit or debit card under
11 section 3 of 1995 PA 144, MCL 11.23, may be used by the department
12 for necessary expenses related to that service and may be remitted
13 to a credit or debit card company, bank, or other financial
14 institution.

15 (2) The service assessment imposed by the department of state
16 for credit and debit card services may be based either on a
17 percentage of each individual credit or debit card transaction, or
18 on a flat rate per transaction, or both, scaled to the amount of
19 the transaction. However, the department shall not charge any
20 amount for a service assessment which exceeds the costs billable to
21 the department for service assessments.

22 (3) If there is a balance of service assessments received from
23 credit and debit card services remaining on September 30, the
24 balance may be carried forward to the following fiscal year and
25 appropriated for the same purpose.

26 (4) As used in this section, "service assessment" means and
27 includes costs associated with service fees imposed by credit and

1 debit card companies and processing fees imposed by banks and other
2 financial institutions.

3 Sec. 716b. The department of state shall provide a report that
4 calculates the total amount of funds expended for the customer and
5 automotive records system project to date from the inception of the
6 program. The report shall contain information on the original start
7 and completion dates for all phases of the project, the original
8 cost to complete the project, and a listing of all revisions to
9 project completion dates and costs. The report shall be submitted
10 to the senate and house of representatives standing committees on
11 appropriations, the chairpersons of the relevant appropriations
12 subcommittees, the senate and house fiscal agencies, and the state
13 budget director by January 1.

14 Sec. 717. (1) The department of state may accept nonmonetary
15 gifts, donations, or contributions of property from any private or
16 public source to support, in whole or in part, the operation of a
17 departmental function relating to licensing, regulation, or safety.
18 The department may recognize a private or public contributor for
19 making the contribution. The department may reject a gift,
20 donation, or contribution.

21 (2) The department of state shall not accept a gift, donation,
22 or contribution under subsection (1) if receipt of the gift,
23 donation, or contribution is conditioned upon a commitment of
24 future state funding.

25 (3) On March 1 of each year, the department of state shall
26 file a report with the senate and house of representatives standing
27 committees on appropriations, the chairpersons of the relevant

Senate Bill No. 855 as amended May 3, 2018

1 appropriations subcommittees, the senate and house fiscal agencies,
2 and the state budget director. The report shall list any gift,
3 donation, or contribution received by the department under
4 subsection (1) for the prior calendar year.

<<Sec. 718. From the funds appropriated in part 1 to the department
of state, branch operations, the department shall maintain a full service
secretary of state branch office in Buena Vista Township.>>

5 Sec. 720. From the funds appropriated in part 1 for election
6 administration and services, the department of state shall make
7 available at least 1 voting machine to at least 1 high school per
8 regional prosperity region for the purpose of allowing pupils to
9 familiarize themselves with the voting procedure through a
10 simulated election to be determined by the high schools receiving a
11 voting machine. The voting machines shall be made available to the
12 selected high schools at no cost to the high school or school
13 district in which the high school is located.

14 Sec. 720a. The authorization for the additional 100.0 FTE
15 positions authorized to begin on October 1, 2018 that were added
16 for branch operations shall expire on March 1, 2019. The additional
17 100.0 FTE positions are authorized for the purpose of assisting in
18 the driver license reinstatement process associated with the
19 elimination of all driver responsibility fees that are set to
20 expire beginning October 1, 2018. Any remaining funds on March 1,
21 2019 shall only be used for costs associated with FTE positions
22 that were authorized prior to the addition of the 100.0 FTE
23 positions authorized beginning October 1, 2018.

24 Sec. 722. (1) From the funds appropriated in part 1 for
25 information technology services and projects, the department of
26 state shall continue implementation of a legacy modernization
27 project. The purpose of this project is modernization of the entire

Senate Bill No. 855 as amended May 3, 2018

1 system and removal of existing programs from the legacy mainframes.

2 (2) The department of state shall provide a report on the
 3 status of the legacy modernization project that includes, but is
 4 not limited to, itemization of all expenditures made on behalf of
 5 the project, anticipated completion date of the project, time frame
 6 of each phase of the project, the cost of the project, the number
 7 of employees assigned to implement each phase of the project, the
 8 contracts entered into for the project, anticipated overall cost of
 9 the project, and any other information the department considers
 10 necessary. The plan shall be distributed to the senate and house of
 11 representatives standing committees on appropriations subcommittees
 12 on general government, as well as the senate and house fiscal
 13 agencies, and the state budget director by January 1.

<<Sec. 723. (1) Not later than June 1, 2019, the Department of State shall provide the following information regarding plug-in electric vehicles:

(a) The number of original and total registrations in this state.

(b) A breakdown of those registrations by classification of fully electric or hybrid electric.

(c) The zip code within which those vehicles are registered.

(2) The department shall update this information on a semi-annual basis, due June 1 and December 1. The information shall be made available to the Michigan Agency for Energy and the Michigan Department of Transportation to assist with study and location recommendation for DC fast charging siting based on predictions of future electric vehicle usage, traffic patterns, electric vehicle concentrations, and existing or planned charging infrastructure deployment. The information shall also be made available to public and private shareholders as deemed appropriate by the department.

(3) Data shared cannot be sold and can be used solely for the purposes of vehicle market research as provided in this section. No additional information about the aforementioned vehicle owners may be shared under this section.>>

14 Sec. 725. Total authorized appropriations from all sources
 15 under part 1 for legacy costs for the fiscal year ending September
 16 30, 2019 are estimated at \$30,655,900.00. From this amount, total
 17 agency appropriations for pension-related legacy costs are
 18 estimated at \$14,132,900.00. Total agency appropriations for

19 retiree health care legacy costs are estimated at \$16,523,000.00.

20 **DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND BUDGET**

21 Sec. 801. (1) In addition to the funds appropriated in part 1,
 22 there is appropriated an amount not to exceed \$4,000,000.00 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.

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

7 (3) In addition to the funds appropriated in part 1, there is
8 appropriated an amount not to exceed \$150,000.00 for local
9 contingency funds. These funds are not available for expenditure
10 until they have been transferred to another line item in part 1
11 under section 393(2) of the management and budget act, 1984 PA 431,
12 MCL 18.1393.

13 (4) In addition to the funds appropriated in part 1, there is
14 appropriated an amount not to exceed \$100,000.00 for private
15 contingency funds. These funds are not available for expenditure
16 until they have been transferred to another line item in part 1
17 under section 393(2) of the management and budget act, 1984 PA 431,
18 MCL 18.1393.

19 Sec. 802. Proceeds in excess of necessary costs incurred in
20 the conduct of transfers or auctions of state surplus, salvage, or
21 scrap property made pursuant to section 267 of the management and
22 budget act, 1984 PA 431, MCL 18.1267, are appropriated to the
23 department to offset costs incurred in the acquisition and
24 distribution of federal surplus property. The department shall
25 provide consolidated internet auction services through the state's
26 contractors for all local units of government.

27 Sec. 803. (1) The department may receive and expend funds in

1 addition to those authorized by part 1 for maintenance and
2 operation services provided specifically to other principal
3 executive departments or state agencies, the legislative branch,
4 the judicial branch, or private tenants, or provided in connection
5 with facilities transferred to the operational jurisdiction of the
6 department.

7 (2) The department may receive and expend funds in addition to
8 those authorized by part 1 for real estate, architectural, design,
9 and engineering services provided specifically to other principal
10 executive departments or state agencies, the legislative branch,
11 the judicial branch, or private tenants.

12 (3) The department may receive and expend funds in addition to
13 those authorized in part 1 for mail pickup and delivery services
14 provided specifically to other principal executive departments and
15 state agencies, the legislative branch, or the judicial branch.

16 (4) The department may receive and expend funds in addition to
17 those authorized in part 1 for purchasing services provided
18 specifically to other principal executive departments and state
19 agencies, the legislative branch, or the judicial branch.

20 Sec. 804. (1) The source of financing in part 1 for statewide
21 appropriations shall be funded by assessments against longevity and
22 insurance appropriations throughout state government in a manner
23 prescribed by the department. Funds shall be used as specified in
24 joint labor/management agreements or through the coordinated
25 compensation hearings process. Any deposits made under this
26 subsection and any unencumbered funds are restricted revenues, may
27 be carried over into the succeeding fiscal years, and are

1 appropriated.

2 (2) In addition to the funds appropriated in part 1 for
3 statewide appropriations, the department may receive and expend
4 funds in such additional amounts as may be specified in joint
5 labor/management agreements or through the coordinated compensation
6 hearings process in the same manner and subject to the same
7 conditions as prescribed in subsection (1).

8 Sec. 805. To the extent a specific appropriation is required
9 for a detailed source of financing included in part 1 for the
10 department appropriations financed from special revenue and
11 internal service and pension trust funds, or SIGMA user charges,
12 the specific amounts are appropriated within the special revenue
13 internal service and pension trust funds in portions not to exceed
14 the aggregate amount appropriated in part 1.

15 Sec. 806. In addition to the funds appropriated in part 1 to
16 the department, the department may receive and expend funds from
17 other principal executive departments and state agencies to
18 implement administrative leave bank transfer provisions as may be
19 specified in joint labor/management agreements. The amounts may
20 also be transferred to other principal executive departments and
21 state agencies under the joint agreement and any amounts
22 transferred under the joint agreement are authorized for receipt
23 and expenditure by the receiving principal executive department or
24 state agency. Any amounts received by the department under this
25 section and intended, under the joint labor/management agreements,
26 to be available for use beyond the close of the fiscal year and any
27 unencumbered funds may be carried over into the succeeding fiscal

1 year.

2 Sec. 807. The source of financing in part 1 for the statewide
3 integrated governmental management applications shall be funded by
4 proportionate charges assessed against the respective state funds
5 benefiting from this project in the amounts determined by the
6 department.

7 Sec. 808. (1) Deposits against the interdepartmental grant
8 from building occupancy and parking charges appropriated in part 1
9 shall be collected, in part, from state agencies, the legislative
10 branch, and the judicial branch based on estimated costs associated
11 with maintenance and operation of buildings managed by the
12 department. To the extent excess revenues are collected due to
13 estimates of building occupancy charges exceeding actual costs, the
14 excess revenues may be carried forward into succeeding fiscal years
15 for the purpose of returning funds to state agencies.

16 (2) Appropriations in part 1 to the department, for management
17 and budget services from building occupancy charges and parking
18 charges, may be increased to return excess revenue collected to
19 state agencies.

20 Sec. 809. On a quarterly basis, the department shall notify
21 the chairpersons of the senate and house of representatives
22 standing committees on appropriations, the chairpersons of the
23 senate and house of representatives standing committees on
24 appropriations subcommittees on general government, the house and
25 senate fiscal agencies, and the state budget director on any
26 revisions either individually or in the aggregate that increase or
27 decrease current contracts by more than \$500,000.00 for computer

1 software development, hardware acquisition, or quality assurance.

2 Sec. 810. The department shall maintain an internet website
3 that contains notice of all invitations for bids and requests for
4 proposals over \$50,000.00 issued by the department or by any state
5 agency operating under delegated authority. The information must
6 appear on the first page of each department or state agency
7 dashboard. The department shall not accept an invitation for bid or
8 request for proposal in less than 14 days after the notice is made
9 available on the internet website, except in situations where it
10 would be in the best interest of the state and documented by the
11 department. In addition to the requirements of this section, the
12 department may advertise the invitations for bids and requests for
13 proposals in any manner the department determines appropriate, in
14 order to give the greatest number of individuals and businesses the
15 opportunity to make bids or requests for proposals.

16 Sec. 810a. (1) From the funds appropriated in part 1, the
17 department shall create a pilot program, in conjunction with a
18 third-party vendor, to provide comprehensive information on vendors
19 with which this state conducts business. The goal of the pilot
20 program will be to improve operational efficiency and reduce fraud
21 and risk when entering into contracts or agreements with vendors
22 and ensuring oversight and compliance with, but not limited to,
23 state tax programs and services provided through this state's
24 social services agencies. This pilot program must commence by
25 January 1, 2018.

26 (2) The selected vendor must maintain a business data
27 repository to provide information on all vendor financials,

1 products, operations, and competition. The department must review
2 this information prior to, during, and after entering into any
3 contract or other agreement and for compliance oversight. The pilot
4 program must be available for use by all state departments,
5 agencies, and local units of government.

6 (3) The selected third-party vendor must gather and provide
7 metrics on all of the following:

8 (a) A comprehensive database of commercial business
9 information.

10 (b) Whether a vendor has been identified as financially at-
11 risk.

12 (c) Whether a vendor has been identified as having ethics,
13 labor, or corruption issues that may affect its ability to do
14 business with this state.

15 (d) Economic trends in this state, including identifying
16 business growth areas.

17 (e) The performance of health care providers indicted for or
18 convicted of fraud along with a performance risk score and
19 cumulative percentage of at-risk providers.

20 (f) Vendor buying activity as an indicator of vendor
21 viability.

22 (4) The department shall notify the chairpersons of the
23 appropriations subcommittees on general government, senate and
24 house fiscal agencies, and state budget director once a vendor has
25 been selected.

26 Sec. 811. The department may receive and expend funds from the
27 Vietnam veterans memorial monument fund as provided in the Michigan

1 Vietnam veterans memorial act, 1988 PA 234, MCL 35.1051 to 35.1057.
2 Funds are appropriated and allocated when received and may be
3 expended upon receipt.

4 Sec. 812. The Michigan veterans' memorial park commission may
5 receive and expend money from any source, public or private,
6 including, but not limited to, gifts, grants, donations of money,
7 and government appropriations, for the purposes described in
8 Executive Order No. 2001-10. Funds are appropriated and allocated
9 when received and may be expended upon receipt. Any deposits made
10 under this section and unencumbered funds are restricted revenues
11 and may be carried over into succeeding fiscal years.

12 Sec. 813. (1) Funds in part 1 for motor vehicle fleet are
13 appropriated to the department for administration and for the
14 acquisition, lease, operation, maintenance, repair, replacement,
15 and disposal of state motor vehicles.

16 (2) The appropriation in part 1 for motor vehicle fleet shall
17 be funded by revenue from rates charged to principal executive
18 departments and agencies for utilizing vehicle travel services
19 provided by the department. Revenue in excess of the amount
20 appropriated in part 1 from the motor transport fund and any
21 unencumbered funds are restricted revenues and may be carried over
22 into the succeeding fiscal year.

23 (3) Pursuant to the department's authority under sections 213
24 and 215 of the management and budget act, 1984 PA 431, MCL 18.1213
25 and 18.1215, the department shall maintain a plan regarding the
26 operation of the motor vehicle fleet. The plan shall include the
27 number of vehicles assigned to, or authorized for use by, state

1 departments and agencies, efforts to reduce travel expenditures,
2 the number of cars in the motor vehicle fleet, the number of miles
3 driven by fleet vehicles, and the number of gallons of fuel
4 consumed by fleet vehicles. The plan shall include a calculation of
5 the amount of state motor vehicle fuel taxes that would have been
6 incurred by fleet vehicles if fleet vehicles were required by law
7 to pay motor fuel taxes. The plan shall include a description of
8 fleet garage operations, the goods sold and services provided by
9 the fleet garage, the cost to operate the fleet garage, the number
10 of fleet garage locations, and the number of employees assigned to
11 each fleet garage. The plan may be adjusted during the fiscal year
12 based on needs and cost savings to achieve the maximum value and
13 efficiency from the state motor fleet. Within 60 days after the
14 close of the fiscal year, the department shall provide a report to
15 the senate and house of representatives standing committees on
16 appropriations, the chairpersons of the relevant appropriations
17 subcommittees, the senate and house fiscal agencies, and the state
18 budget director detailing the current plan and changes made to the
19 plan during the fiscal year. The plan shall also be posted on the
20 department website.

21 (4) The department may charge state agencies for fuel cost
22 increases that exceed \$3.04 per gallon of unleaded gasoline. The
23 department shall notify state agencies, in writing or by electronic
24 mail, at least 30 days before implementing additional charges for
25 fuel cost increases. Revenues received from these charges are
26 appropriated upon receipt.

27 (5) The state budget director, upon notification to the senate

1 and house of representatives standing committees on appropriations,
2 may adjust spending authorization and the IDG from motor transport
3 fund in the department in order to ensure that the appropriations
4 for motor vehicle fleet in the department budget equal the
5 expenditures for motor vehicle fleet in the budgets for all
6 executive branch agencies.

7 Sec. 814. The department shall develop a plan regarding the
8 use of the funds appropriated in part 1 for the information
9 technology investment fund. The plan shall include, but not be
10 limited to, a description of proposed information technology
11 investment projects, the time frame for completion of the
12 information technology investment projects, the proposed cost of
13 the information technology investment projects, the number of
14 employees assigned to implement each information technology
15 investment project, the contracts entered into for each information
16 technology investment project, and any other information the
17 department deems necessary. The plan shall be distributed to the
18 senate and house of representatives standing committees on
19 appropriations subcommittees on general government, as well as the
20 senate and house fiscal agencies, and the state budget director on
21 a quarterly basis. The submitted plan shall also include
22 anticipated spending reductions or overages for each of the
23 proposed information technology investment projects. The department
24 shall notify the senate and house of representatives standing
25 committees on appropriations subcommittees on general government,
26 the senate and house fiscal agencies, and the state budget director
27 when a project funded under an information technology investment

1 project line item in part 1 is expected to require a transfer of
2 dollars from another project in excess of \$500,000.00.

3 Sec. 814a. The funds appropriated in part 1 for information
4 technology investment fund shall be used for the modernization of
5 state information technology systems, improvement of the state's
6 cyber security framework, and to achieve efficiencies.

7 Sec. 816. An RFP issued for the purpose of privatization shall
8 include all factors used in evaluating and determining price.

9 Sec. 817. Contingent on passage of Senate Bill No. 747 of the
10 99th Legislature, from the funds appropriated in part 1 for
11 retirement services up to \$1,600,000.00 shall be used for costs of
12 retirement benefits for certain eligible members as prescribed in
13 Senate Bill No. 747 of the 99th Legislature.

14 Sec. 818. In addition to the funds appropriated in part 1, the
15 department may receive and expend money from the Michigan law
16 enforcement officers memorial monument fund as provided in the
17 Michigan law enforcement officers memorial act, 2004 PA 177, MCL
18 28.781 to 28.787.

19 Sec. 820. The department shall make available to the public a
20 list of all parcels of real property owned by the state that are
21 available for purchase. The list shall be posted on the internet
22 through the department's website.

23 Sec. 822. The department shall compile a report by January 1
24 pertaining to the salaries of unclassified employees, as well as
25 gubernatorial appointees, within all state departments and
26 agencies. The report shall enumerate each unclassified employee and
27 gubernatorial appointee and his or her annual salary individually.

1 The report shall be distributed to the chairs of the senate and
2 house of representatives standing committees on appropriations
3 subcommittees on general government, as well as the senate and
4 house fiscal agencies and be made available electronically.

5 Sec. 822b. (1) A public-private partnership investment fund is
6 created in the department. Subject to subsections (2) and (3),
7 public-private partnership investments shall include, but are not
8 limited to, all of the following:

9 (a) Capital asset improvements including buildings, land, or
10 structures.

11 (b) Energy resource exploration, extraction, generation, and
12 sales.

13 (c) Financial and investment incentive opportunities.

14 (d) Infrastructure construction, maintenance, and operation.

15 (e) Public-private sector joint ventures that provide economic
16 benefit to an area or to the state.

17 (2) Public-private investments shall not include projects,
18 consultant expenses, staff effort, or any other activity related to
19 the development, financing, construction, operation, or
20 implementation of the Detroit River International Crossing or any
21 successor project unless the project is approved by the legislature
22 and signed into law.

23 (3) The state budget director shall determine whether or not a
24 specific public-private partnership investment opportunity
25 qualifies for funding under subsection (1).

26 (4) Investment development revenue, including a portion of the
27 proceeds from the sale of any public-private partnership investment

1 designated in subsection (1), shall be deposited into the fund
2 created in subsection (1) and shall be available for
3 administration, development, financing, marketing, and operating
4 expenditures associated with public-private partnerships, unless
5 otherwise provided by law. Public-private partnership investments
6 authorized in subsection (1) are authorized for public or private
7 operation or sale consistent with state law. Expenditures from the
8 fund are authorized for investment purposes as designated in
9 subsection (1) to enhance the marketable value of each investment.
10 The unencumbered balance remaining in the fund at the end of the
11 fiscal year may be carried forward for appropriation in future
12 years.

13 (5) An annual report shall be transmitted to the senate and
14 house of representatives standing committees on appropriations, the
15 chairpersons of the relevant appropriations subcommittees, the
16 senate and house fiscal agencies, and the state budget office not
17 later than December 31 of each year. This report shall detail both
18 of the following:

19 (a) The revenue and expenditure activity in the fund for the
20 preceding fiscal year.

21 (b) Public-private partnership investments as identified under
22 subsection (1).

23 (6) The department shall monitor the revenue deposited in the
24 public-private partnership investment fund created in subsection
25 (1). If the revenue in the fund is insufficient to pay the amount
26 appropriated in part 1 for public-private partnership investment,
27 then the department shall propose a legislative transfer to fund

1 the line from the appropriations in part 1.

2 Sec. 822c. The funds appropriated in part 1 shall not be used
3 to support any staff effort, projects, consultant expenses, or any
4 other activity related to the development, financing, construction,
5 operation, or implementation of the Detroit River International
6 Crossing or any successor project unless the project is approved by
7 the legislature and signed into law.

8 Sec. 822d. By December 31, the department shall provide a
9 report to the senate and house appropriations subcommittees on
10 general government and the senate and house fiscal agencies that
11 identifies fee and rate schedules to be used by state departments
12 and agencies for services, including information technology,
13 provided by the department during fiscal year 2018-2019. The report
14 shall also identify changes from fees and rates charged in fiscal
15 year 2017-2018 and include an explanation of the factors that
16 justify each fee and rate increase.

17 Sec. 822e. Total authorized appropriations from all sources
18 under part 1 for legacy costs for the fiscal year ending September
19 30, 2019 are estimated at \$85,199,900.00. From this amount, total
20 agency appropriations for pension-related legacy costs are
21 estimated at \$39,278,600.00. Total agency appropriations for
22 retiree health care legacy costs are estimated at \$45,921,300.00.

23 Sec. 822f. (1) The funds appropriated in part 1 for the
24 regional prosperity initiative are to be used as competitive grants
25 to eligible regional planning organizations qualifying for funding
26 as a regional prosperity collaborative, a regional prosperity
27 council, or a regional prosperity board. A regional planning

1 organization may not qualify for funding under more than 1 category
2 in the same state fiscal year. As used in this section:

3 (a) "Eligible regional planning organization" means any of the
4 following:

5 (i) An existing regional planning commission created pursuant
6 to 1945 PA 281, MCL 125.11 to 125.25.

7 (ii) An existing regional economic development commission
8 created pursuant to 1966 PA 46, MCL 125.1231 to 125.1237.

9 (iii) An existing metropolitan area council formed pursuant to
10 the metropolitan councils act, 1989 PA 292, MCL 124.651 to 124.729.

11 (iv) A Michigan metropolitan planning organization established
12 pursuant to the moving ahead for progress in the 21st century act,
13 Public Law 112-141.

14 (b) "Freedom of information act" means the freedom of
15 information act, 5 USC 552.

16 (c) "Open meetings act" means the open meetings act, 1976 PA
17 267, MCL 15.261 to 15.275.

18 (d) "Regional prosperity board" means a regional body that has
19 a singular governing board with representation from private,
20 public, and nonprofit entities engaged in joint decision-making
21 practices for the purpose of creating or maintaining a phase three:
22 regional prosperity plan.

23 (e) "Regional prosperity collaborative" means any committee
24 developed by a regional planning organization or a metropolitan
25 planning organization that serves to bring organizational
26 representation together from private, public, and nonprofit
27 entities within a region for the purpose of creating or maintaining

1 a phase one: regional prosperity plan.

2 (f) "Regional prosperity council" means a regional body with
3 representation from private, public, and nonprofit entities with
4 shared administrative services and an executive governing entity,
5 as demonstrated by a formal local agreement or agreements for the
6 purpose of creating or maintaining a phase two: regional prosperity
7 plan.

8 (2) Regional planning organizations may qualify to receive not
9 more than \$250,000.00 of incentive-based funding as a regional
10 prosperity collaborative subject to meeting all of the following
11 requirements:

12 (a) The regional prosperity collaborative has created a phase
13 one: regional prosperity plan, as follows:

14 (i) The regional prosperity collaborative must include
15 regional representatives from adult education, workforce
16 development, community development, economic development,
17 transportation, and higher education organizations.

18 (ii) The plan is required, at a minimum, to include a 5-year
19 plan focused on economic growth and vitality for the region, as
20 well as a performance dashboard and measurable annual goals to
21 support the 5-year plan.

22 (iii) The 5-year plan shall address regional strategies
23 related to adult education, workforce development, economic
24 development, transportation, higher education, and business
25 development.

26 (iv) The regional prosperity collaborative shall adopt the
27 plan by a minimum 2/3 majority vote of its members.

1 (b) The regional prosperity collaborative adheres to
2 accountability and transparency measures required in the open
3 meetings act and the freedom of information act.

4 (c) The regional prosperity collaborative convenes monthly
5 meetings, open to the public, to consider and discuss issues
6 leading to a common vision of economic prosperity for the region,
7 including, but not limited to, community development, economic
8 development, talent, and infrastructure opportunities.

9 (d) The regional prosperity collaborative makes available on
10 the grant recipient's publicly accessible internet site pertinent
11 documents, including, but not limited to, monthly meeting agendas,
12 minutes of monthly meetings, voting records, and the regional
13 prosperity plan and performance dashboard.

14 (e) The regional prosperity collaborative keeps a status
15 report detailing the spending associated with previous regional
16 prosperity initiative grants. Organizations that have successfully
17 received grant awards in previous fiscal years shall be required to
18 make available to the department and on a publicly accessible
19 internet site information regarding the use of those grant dollars.

20 (3) Regional planning organizations eligible to receive a
21 payment as a regional prosperity collaborative under subsection (2)
22 may qualify to receive a one-time grant of not more than \$75,000.00
23 to produce a plan to transform the regional prosperity
24 collaborative into a regional prosperity council or regional
25 prosperity board, including necessary local formal agreements, to
26 make recommendations that eliminate duplicative efforts and
27 administrative functions, and to leverage resources through

1 cooperation, collaboration, and consolidations of organizations or
2 programs throughout the region. Plans produced to transform the
3 regional prosperity collaborative into a regional prosperity
4 council or regional prosperity board shall be made available on the
5 grant recipient's publicly accessible internet site.

6 (4) Regional planning organizations may qualify to receive not
7 more than \$375,000.00 of incentive-based funding as a regional
8 prosperity council subject to meeting all of the following
9 requirements:

10 (a) A regional prosperity council has been formed and includes
11 regional representatives from adult education, workforce
12 development, community development, economic development,
13 transportation, and higher education organizations.

14 (b) An eligible regional prosperity council will demonstrate
15 shared administrative services between 2 public regional entities
16 included in subdivision (a). In addition, the council must have and
17 maintain an executive governing entity, as demonstrated by a formal
18 local agreement or agreements.

19 (c) The regional prosperity council has created a phase two:
20 regional prosperity plan, as follows:

21 (i) The regional prosperity council shall identify
22 opportunities for shared administrative services and decision-
23 making among the private, public, and nonprofit entities within the
24 region and shall continue collaboration with regional prosperity
25 council members, including, but not limited to, representatives
26 from adult education providers, workforce development agencies,
27 community development agencies, economic development agencies,

1 transportation service providers, and higher education
2 institutions.

3 (ii) The plan is required to include, but is not limited to,
4 all of the following:

5 (A) A status report of the approved 5-year plan.

6 (B) The addition of a 10-year plan for the region which builds
7 upon prior work and is focused on economic growth and vitality in
8 the region.

9 (C) A prioritized list of regional projects.

10 (D) A performance dashboard with measurable annual goals.

11 (iii) The regional prosperity council shall adopt the plan by
12 a minimum 2/3 vote of its members.

13 (d) The regional prosperity council adheres to accountability
14 and transparency measures required in the open meetings act and the
15 freedom of information act.

16 (e) The regional prosperity council convenes monthly meetings,
17 open to the public, to consider and discuss issues leading to a
18 common vision of economic prosperity for the region, including, but
19 not limited to, community development, economic development,
20 talent, and infrastructure opportunities.

21 (f) The regional prosperity council makes available on the
22 grant recipient's publicly accessible internet site pertinent
23 documents, including, but not limited to, monthly meeting agendas,
24 minutes of monthly meetings, voting records, and the regional
25 prosperity plan and performance dashboard.

26 (g) The regional prosperity council keeps a status report
27 detailing the spending associated with previous regional prosperity

1 initiative grants. Organizations that have successfully received
2 grant awards in previous fiscal years shall be required to make
3 available to the department and on a publicly accessible internet
4 site information regarding the use of those grant dollars.

5 (5) Regional planning organizations eligible to receive a
6 payment as a regional prosperity council under subsection (4) may
7 qualify to receive a one-time grant of not more than \$75,000.00 to
8 produce a plan to transform the regional prosperity council into a
9 regional prosperity board, including a singular private/public
10 governance structure that comports with federal guidelines for
11 governance under the workforce investment act, Public Law 105-220,
12 the moving ahead for progress in the 21st century act, Public Law
13 112-141, the economic development administration and Appalachian
14 regional development reform act of 1998, Public Law 105-393, and
15 recommendations to eliminate duplicative efforts, administrative
16 functions, and leverage resources through cooperation,
17 collaboration, and consolidations of organizations or programs
18 throughout the region.

19 (6) Regional planning organizations may qualify to receive not
20 more than \$500,000.00 of incentive-based funding as a regional
21 prosperity board subject to meeting all of the following
22 requirements:

23 (a) The regional prosperity board has been formed and, at a
24 minimum, must demonstrate the consolidation of a regional
25 metropolitan planning organization, where one exists, state
26 designated regional planning agency boards, workforce development
27 boards, and federally designated regional economic development

1 districts within a region.

2 (b) The regional prosperity board has created a phase three:
3 regional prosperity plan, as follows:

4 (i) The regional prosperity board shall create a regional
5 services recommendations report prioritizing the list of state-
6 funded services and programs provided to the region, and
7 recommendations for state-regional partnerships to support the
8 adopted regional prosperity plan.

9 (ii) The plan is required to include a status report of the
10 approved 10-year plan for the creation of an updated regional
11 prosperity plan.

12 (iii) The regional prosperity board shall adopt the plan by a
13 minimum 2/3 vote of its members.

14 (c) The regional prosperity board adheres to accountability
15 and transparency measures required in the open meetings act and the
16 freedom of information act.

17 (d) The regional prosperity board convenes monthly meetings,
18 open to the public, to consider and discuss issues leading to a
19 common vision of economic prosperity for the region, including, but
20 not limited to, community development, economic development,
21 talent, and infrastructure opportunities.

22 (e) The regional prosperity board makes available on the grant
23 recipient's publicly accessible internet site pertinent documents,
24 including, but not limited to, monthly meeting agendas, minutes of
25 monthly meetings, voting records, and the regional prosperity plan
26 and performance dashboard.

27 (7) Regional planning organizations eligible to receive a

1 payment as a regional prosperity board under subsection (6) may
2 qualify to receive not more than \$125,000.00, to implement the
3 prioritized regional prosperity plan projects.

4 (8) Regional planning organizations eligible to receive a
5 payment as a regional prosperity collaborative, board, or council
6 may partner with other eligible regional planning organizations to
7 submit joint applications. In the instance of a joint application,
8 1 regional planning organization shall be utilized as the overall
9 applicant. The department may award a joint application award of no
10 greater than the sum of potential application dollars which would
11 have otherwise been available through individual applications.

12 (9) The department shall develop an application process and
13 method of grant distribution for the regional prosperity
14 initiative. Funding applications from regional planning
15 organizations shall be due to the department by December 1, 2018.
16 The department shall notify regional planning organizations of
17 grant application status by January 1, 2019. The department shall
18 ensure that processes are established to verify that qualifying
19 regional planning organizations meet the requirements under
20 subsections (2), (3), (4), (5), (6), and (7), as applicable.

21 (10) Unexpended funds appropriated in part 1 for the regional
22 prosperity initiative are designated as work project
23 appropriations, and any unencumbered or unallotted funds shall not
24 lapse at the end of the fiscal year and shall be available for
25 expenditure for regional prosperity initiative projects under this
26 section until the projects have been completed. The following is in
27 compliance with section 451a of the management and budget act, 1984

1 PA 431, MCL 18.1451a:

2 (a) The purpose of the projects is to provide incentive-based
3 grants to recipients under this section.

4 (b) The projects will be accomplished by grants to qualified
5 regional planning organizations.

6 (c) The total estimated cost of all projects is \$2,500,000.00.

7 (d) The estimated completion date is September 30, 2023.

8 Sec. 822g. The department shall report quarterly to the senate
9 and house of representatives standing committees on appropriations,
10 the senate and house appropriations subcommittees on general
11 government, and the senate and house fiscal agencies on legal
12 service fund expenditures. The report shall itemize expenditures by
13 case, purpose, and department involved and shall include
14 expenditures related to all previously appropriated funds.

15 Sec. 822m. (1) From the funds appropriated in part 1, the
16 department shall establish a system that collaborates with other
17 departments to keep track of the performance of vendors in
18 fulfilling contract obligations. The performance of these vendors
19 shall be recorded and used as a factor to determine future
20 contracts awarded in the procurement process.

21 (2) By March 15 the MDTMB shall provide a complete listing of
22 all state departments and agencies that have not complied with the
23 requirements of this section by March 1. The report listing
24 noncompliant state departments and agencies shall be submitted no
25 later than March 15 to the chairpersons of the subcommittees on
26 general government, the senate and house fiscal agencies, and the
27 state budget director.

1 Sec. 822n. From the funds appropriated in part 1, beginning on
2 October 1, the department shall ensure that all new requests for
3 proposals that are publicly displayed on the webpage include the
4 proposal's corresponding department and agency for the purpose of
5 searching for requests for proposals by department and agency.

6 **INFORMATION TECHNOLOGY**

7 Sec. 823. (1) The department may sell and accept paid
8 advertising for placement on any state website under its
9 jurisdiction. The department shall review and approve the content
10 of each advertisement. The department may refuse to accept
11 advertising from any person or organization or require modification
12 to advertisements based upon criteria determined by the department.
13 Revenue received under this subsection shall be used for operating
14 costs of the department and for future technology enhancements to
15 state of Michigan e-government initiatives. Funds received under
16 this subsection shall be limited to \$250,000.00. Any funds in
17 excess of \$250,000.00 shall be deposited in the state general fund.

18 (2) The department may accept gifts, donations, contributions,
19 bequests, and grants of money from any public or private source to
20 assist with the underwriting or sponsorship of state webpages or
21 services offered on those webpages. A private or public funding
22 source may receive recognition in the webpage. The department may
23 reject any gift, donation, contribution, bequest, or grant.

24 (3) Funds accepted by the department under subsection (1) or
25 (2) are appropriated and allotted when received and may be expended
26 upon approval of the state budget director. The state budget office

1 shall notify the senate and house of representatives standing
2 committees on appropriations subcommittees on general government
3 and the senate and house fiscal agencies within 10 days after the
4 approval is given. The department shall provide a report to the
5 senate and house of representatives appropriations subcommittees on
6 general government and senate and house fiscal agencies that
7 details the funds accepted for the prior fiscal year by November 1.

8 Sec. 824. The department may enter into agreements to supply
9 spatial information and technical services to other principal
10 executive departments, state agencies, local units of government,
11 and other organizations. The department may receive and expend
12 funds in addition to those authorized in part 1 for providing
13 information and technical services, publications, maps, and other
14 products. The department may expend amounts received for salaries,
15 supplies, and equipment necessary to provide informational products
16 and technical services.

17 Sec. 825. The legislature shall have access to all historical
18 and current data contained within SIGMA pertaining to state
19 departments. State departments shall have access to all historical
20 and current data contained within SIGMA.

21 Sec. 826. When used in this part and part 1, "information
22 technology services" means services involving all aspects of
23 managing and processing information, including, but not limited to,
24 all of the following:

25 (a) Application and mobile development and maintenance.

26 (b) Desktop computer support and management.

27 (c) Cyber security.

1 (d) Social media.

2 (e) Mainframe computer support and management.

3 (f) Server support and management.

4 (g) Local area network support and management, including, but
5 not limited to, wired and wireless network build-out, support, and
6 management.

7 (h) Information technology project management.

8 (i) Information technology planning and budget management.

9 (j) Telecommunication services, infrastructure, and support.

10 Sec. 827. (1) Funds appropriated in part 1 for the Michigan
11 public safety communications system shall be expended upon approval
12 of an expenditure plan by the state budget director.

13 (2) The department shall assess all subscribers of the
14 Michigan public safety communications system reasonable access and
15 maintenance fees and shall deposit the fees in the Michigan public
16 safety communications systems fees fund.

17 (3) All money received by the department under this section
18 shall be expended for the support and maintenance of the Michigan
19 public safety communications system.

20 Sec. 827a. From the funds appropriated in part 1 for the
21 Michigan public safety communications system, up to \$2,000,000.00
22 of the funds shall be used to pay the outstanding unpaid invoices
23 for local agencies billed by the Michigan public safety
24 communications system that are dated at least 3 years prior to the
25 current fiscal year. Any unpaid invoices for local agencies that
26 are less than 3 years old from the current fiscal year will remain
27 the responsibility of the local agency and must be paid in full

1 before becoming eligible for payments under this section.

2 Sec. 828. The department shall submit a report for the
3 immediately preceding fiscal year ending September 30 to the senate
4 and house of representatives standing committees on appropriations
5 subcommittees on general government and the senate and house fiscal
6 agencies by March 1. The report shall include the following:

7 (a) The total amount of funding appropriated for information
8 technology services and projects, by funding source, for all
9 principal executive departments and agencies.

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

12 Sec. 829. The department shall provide a report that analyzes
13 and makes recommendations on the life-cycle of information
14 technology hardware and software. The report shall be submitted to
15 the senate and house of representatives standing committees on
16 appropriations subcommittees on general government and the senate
17 and house fiscal agencies by March 1.

18 Sec. 830. By December 31, the department shall provide a
19 report that lists all information technology-related change orders
20 and follow-on contracts, greater than \$50,000.00, whether they are
21 bid, exercise options, or no-bid, and the amount of each change
22 order or contract extension contract entered into by the department
23 to the senate and house of representatives standing committees on
24 appropriations subcommittees on general government, the senate and
25 house fiscal agencies, and the state budget director.

26 Sec. 832. (1) The department shall inform the senate and house
27 appropriations subcommittees on general government and the senate

1 and house fiscal agencies within 30 days of any potential or actual
2 penalties assessed by the federal government for failure of the
3 Michigan child support enforcement system to achieve certification
4 by the federal government.

5 (2) If potential penalties are assessed by the federal
6 government, the department shall submit a report to the senate and
7 house appropriations subcommittees on general government and the
8 senate and house fiscal agencies within 90 days specifying the
9 department's plans to avoid actual penalties and ensure federal
10 certification of the Michigan child support enforcement system.

11 Sec. 833. (1) The state budget director, upon notification to
12 the senate and house of representatives standing committees on
13 appropriations, may adjust spending authorization and user fees in
14 the department in order to ensure that the appropriations for
15 information technology in the department budget equal the
16 appropriations for information technology in the budgets for all
17 executive branch agencies.

18 (2) If during the course of the fiscal year a transfer or
19 supplemental to or from the information technology line item within
20 an agency budget is made under section 393 of the management and
21 budget act, 1984 PA 431, MCL 18.1393, there is appropriated an
22 equal amount of user fees in the department budget to accommodate
23 an increase or decrease in spending authorization.

24 Sec. 834. (1) Revenue collected from licenses issued under the
25 antenna site management project shall be deposited into the antenna
26 site management revolving fund created for this purpose in the
27 department. The department may receive and expend money from the

1 fund for costs associated with the antenna site management project,
2 including the cost of a third-party site manager. Any excess
3 revenue remaining in the fund at the close of the fiscal year shall
4 be proportionately transferred to the appropriate state restricted
5 funds as designated in statute or by constitution.

6 (2) An antenna shall not be placed on any site pursuant to
7 this section without complying with the respective local zoning
8 codes and local unit of government processes.

9 Sec. 834a. (1) Except as otherwise provided in this section,
10 the one-time funds appropriated in part 1 for the broadband
11 initiative shall not be used for or by a local unit of government
12 or local entity to own, purchase, construct, operate, or maintain a
13 communications network to provide service to any residential or
14 commercial premises unless the local unit of government or local
15 entity is located in an unserved area. The one-time funds for the
16 broadband initiative shall be awarded as grants to pilot programs
17 to expand broadband service to residential or commercial premises
18 within a geographic area that is unserved by broadband service. A
19 geographic area shall be defined as a census block. The priority of
20 awards shall first be granted to applicants from unserved areas
21 followed by applicants from underserved areas.

22 (2) In order to receive funding, the pilot program must
23 include in its application all of the following:

24 (a) An outline of a competitive bid process that is both
25 technology neutral and results in awards to providers based on
26 objective and efficient procedures.

27 (b) A requirement that broadband service be provided at a rate

1 of at least 10 Mbps downstream and 1 Mbps upstream.

2 (3) The MDTMB shall promptly provide a fully searchable
3 database on its website that contains, at a minimum, a notice of
4 each applicant submitting a bid that contains all of the following:

5 (a) The identity of the applicant.

6 (b) The proposed census block to be served by the applicant.

7 (c) The amount and type of support requested by the applicant.

8 (4) The searchable database described in subsection (3) also
9 shall include notices of each winning bid that is awarded a grant
10 pursuant to subsection (2). The notice shall include all of the
11 following:

12 (a) The name of the entity.

13 (b) The type of assistance received.

14 (c) The purpose for which the grant shall be used.

15 (5) Before a grant award is made, the MDTMB shall establish a
16 period of at least 90 days from the date the application is
17 published on the department's website during which time the
18 department shall accept comments or objections concerning the
19 application. The MDTMB shall consider all comments or objections
20 received when awarding a grant to an applicant.

21 (6) The MDTMB shall not award a grant with respect to service
22 to any census block if information made available to the MDTMB
23 through comments or objections indicates any of the following:

24 (a) The census block is already being served by at least 1
25 provider offering broadband service provided at a rate of at least
26 10 Mbps downstream and 1 Mbps upstream.

27 (b) The census block is currently being built out for such

1 broadband service and the construction is scheduled to be completed
2 within 1 year of the date of an application.

3 (c) The census block is currently planned for that broadband
4 service without state grant funding and with project completion
5 forecast not later than 18 months after the date of an application.

6 (7) The MDTMB shall require all grant award recipients to
7 submit a semiannual report that covers the time period from the
8 initial award date to 5 years after completion of the project. The
9 reports must be submitted to the chairpersons of the subcommittees
10 on general government, the senate and house fiscal agencies, and
11 the state budget director. The semiannual reports shall be made
12 available on the MDTMB website with any proprietary information
13 redacted. The reports shall be in a format specified by the MDTMB
14 that describes all of the following:

15 (a) The award recipient's accounting of the use of the funds
16 received.

17 (b) The progress toward fulfilling the objectives for which
18 the award was granted, including all of the following:

19 (i) The number and location of residences and businesses that
20 will receive the broadband service.

21 (ii) The speed of broadband service.

22 (iii) The average price of broadband service.

23 (iv) The broadband service adoption rates.

24 Sec. 835. (1) In addition to the funds appropriated in part 1,
25 the funds collected by the department for supplying census-related
26 information and technical services, publications, statistical
27 studies, population projections and estimates, and other

1 demographic products are appropriated for all expenses necessary to
2 provide the required services. These funds are available for
3 expenditure when they are received and may be carried forward into
4 the next succeeding fiscal year.

5 (2) The department must submit a report to the house and
6 senate appropriations subcommittees on general government, the
7 senate and house fiscal agencies, and the state budget director by
8 March 1 that provides the amount of revenue collected by the
9 department from the authorization in subsection (1) and the amount
10 of revenue carried forward.

11 Sec. 835a. From the one-time funds appropriated in part 1 for
12 census related services, the funds shall be awarded to the Michigan
13 Nonprofit Association to mobilize nonprofits across the state to
14 achieve a fair and accurate count in the 2020 census. Those funds
15 that are not expended in the fiscal year ending September 30 shall
16 be designated as work project appropriations and shall not lapse at
17 the end of the fiscal year, and shall continue to be available for
18 expenditure until the project has been completed. The tentative
19 completion date is September 30, 2022.

20 Sec. 836. From the increased funds appropriated in part 1 for
21 the information technology investment fund, the department of
22 technology, management, and budget shall provide for the
23 modernization of state information technology systems, and
24 integrate state system interfaces to improve customer service.

25 Sec. 840. From the funds appropriated in part 1 for enterprise
26 portfolio management, the MDTMB shall identify specific outcomes
27 and performance measures including, but not limited to, the

1 following:

2 (a) Implement enhanced IT project management service delivery
3 through statewide application of best practice models and services.

4 (b) Collaborate with state agencies to bring all project
5 management and project control office contracts under the
6 enterprise portfolio management office.

7 (c) Initiate steps to improve the state unified information
8 technology environment compliance rating.

9 **STATE BUILDING AUTHORITY RENT**

10 Sec. 842. (1) The state building authority rent appropriations
11 in part 1 may also be expended for the payment of required premiums
12 for insurance on facilities owned by the state building authority
13 or payment of costs that may be incurred as the result of any
14 deductible provisions in such insurance policies.

15 (2) If the amount appropriated in part 1 for state building
16 authority rent is not sufficient to pay the rent obligations and
17 insurance premiums and deductibles identified in subsection (1) for
18 state building authority projects, there is appropriated from the
19 general fund of the state the amount necessary to pay such
20 obligations.

21 **CIVIL SERVICE COMMISSION**

22 Sec. 850. (1) In accordance with section 5 of article XI of
23 the state constitution of 1963, all restricted funds shall be
24 assessed a sum not less than 1% of the total aggregate payroll paid
25 from those funds for financing the civil service commission on the

1 basis of actual 1% restricted sources total aggregate payroll of
2 the classified service for the preceding fiscal year. This
3 includes, but is not limited to, restricted funds appropriated in
4 part 1 of any appropriations act. Unexpended 1% appropriated funds
5 shall be returned to each 1% fund source at the end of the fiscal
6 year.

7 (2) The appropriations in part 1 are estimates of actual
8 charges based on payroll appropriations. With the approval of the
9 state budget director, the commission is authorized to adjust
10 financing sources for civil service charges based on actual payroll
11 expenditures, provided that such adjustments do not increase the
12 total appropriation for the civil service commission.

13 (3) The financing from restricted sources shall be credited to
14 the civil service commission by the end of the second fiscal
15 quarter.

16 Sec. 851. Except where specifically appropriated for this
17 purpose, financing from restricted sources shall be credited to the
18 civil service commission. For restricted sources of funding within
19 the general fund that have the legislative authority for carryover,
20 if current spending authorization or revenues are insufficient to
21 accept the charge, the shortage shall be taken from carryforward
22 balances of that funding source. Restricted revenue sources that do
23 not have carryforward authority shall be utilized to satisfy
24 commission operating deducts first and civil service obligations
25 second. General fund dollars are appropriated for any shortfall,
26 pursuant to approval by the state budget director.

27 Sec. 852. The appropriation in part 1 to the civil service

1 commission, for state-sponsored group insurance, flexible spending
2 accounts, and COBRA, represents amounts, in part, included within
3 the various appropriations throughout state government for the
4 current fiscal year to fund the flexible spending account program
5 included within the civil service commission. Deposits against
6 state-sponsored group insurance, flexible spending accounts, and
7 COBRA for the flexible spending account program shall be made from
8 assessments levied during the current fiscal year in a manner
9 prescribed by the civil service commission. Unspent employee
10 contributions to the flexible spending accounts may be used to
11 offset administrative costs for the flexible spending account
12 program, with any remaining balance of unspent employee
13 contributions to be lapsed to the general fund.

14 CAPITAL OUTLAY

15 Sec. 860. As used in sections 861 through 867 of this part:

16 (a) "Board" means the state administrative board.

17 (b) "Community college" means a community college organized
18 under the community college act of 1966, 1966 PA 331, MCL 389.1 to
19 389.195, or under part 25 of the revised school code, 1976 PA 451,
20 MCL 380.1601 to 380.1607, and does not include a state agency or
21 university.

22 (c) "Department" means the department of technology,
23 management, and budget.

24 (d) "Director" means the director of the department of
25 technology, management, and budget.

26 (e) "Fiscal agencies" means the senate fiscal agency and the

1 house fiscal agency.

2 (f) "State agency" means an agency of state government. State
3 agency does not include a community college or university.

4 (g) "State building authority" means the authority created
5 under 1964 PA 183, MCL 830.411 to 830.425.

6 (h) "University" means a 4-year university supported by the
7 state. University does not include a community college or a state
8 agency.

9 Sec. 861. Each capital outlay project authorized in this part
10 and part 1 or any previous capital outlay act shall comply with the
11 procedures required by the management and budget act, 1984 PA 431,
12 MCL 18.1101 to 18.1594.

13 Sec. 862. (1) The department shall provide the JCOS, state
14 budget director, and the senate and house fiscal agencies with
15 reports as considered necessary relative to the status of each
16 planning or construction project financed by the state building
17 authority, by this part and part 1, or by previous acts.

18 (2) Before the end of each fiscal year, the department shall
19 report to the JCOS, state budget director, and the senate and house
20 fiscal agencies for each capital outlay project other than lump
21 sums all of the following:

22 (a) The account number and name of each construction project.

23 (b) The balance remaining in each account.

24 (c) The date of the last expenditure from the account.

25 (d) The anticipated date of occupancy if the project is under
26 construction.

27 (e) The appropriations history for the project.

1 (f) The professional service contractor.

2 (g) The amount of the project financed with federal funds.

3 (h) The amount of the project financed through the state
4 building authority.

5 (i) The total authorized cost for the project and the state
6 authorized share if different than the total.

7 (3) Before the end of each fiscal year, the department shall
8 report the following for each project by a state agency,
9 university, or community college that is authorized for planning
10 but is not yet authorized for construction:

11 (a) The name of the project and account number.

12 (b) Whether a program statement is approved.

13 (c) Whether schematics are approved by the department.

14 (d) Whether preliminary plans are approved by the department.

15 (e) The name of the professional service contractor.

16 (4) As used in this section, "project" includes appropriation
17 line items made for purchase of real estate.

18 Sec. 864. The appropriations in part 1 for capital outlay
19 shall be carried forward at the end of the fiscal year consistent
20 with the provisions of section 248 of the management and budget
21 act, 1984 PA 431, MCL 18.1248.

22 Sec. 865. (1) A site preparation economic development fund is
23 created in the department. As used in this section, "economic
24 development sites" means those state-owned sites declared as
25 surplus property pursuant to section 251 of the management and
26 budget act, 1984 PA 431, MCL 18.1251, that would provide economic
27 benefit to the area or to the state. The MEDC board and the state

1 budget director shall determine whether or not a specific state-
2 owned site qualifies for inclusion in the fund created under this
3 subsection.

4 (2) Proceeds from the sale of any sites designated in
5 subsection (1) shall be deposited into the fund created in
6 subsection (1) and shall be available for site preparation
7 expenditures, unless otherwise provided by law. The economic
8 development sites authorized in subsection (1) are authorized for
9 sale consistent with state law. Expenditures from the fund are
10 authorized for site preparation activities that enhance the
11 marketable sale value of the sites. Site preparation activities
12 include, but are not limited to, demolition, environmental studies
13 and abatement, utility enhancement, and site excavation.

14 (3) A cash advance in an amount of not more than
15 \$25,000,000.00 is authorized from the general fund to the site
16 preparation economic development fund.

17 (4) An annual report shall be transmitted to the senate and
18 house of representatives standing committees on appropriations not
19 later than December 31 of each year. This report shall detail both
20 of the following:

21 (a) The revenue and expenditure activity in the fund for the
22 preceding fiscal year.

23 (b) The sites identified as economic development sites under
24 subsection (1).

25 Sec. 867. Proceeds from the sale of the Farnum Building shall
26 be subsequently appropriated to the department in accordance with
27 any legislation enacted that authorizes the sale of that property.

1 If the net proceeds from the sale of the Farnum Building are less
2 than the \$7,000,000.00 authorized for senate relocation costs in
3 section 896 of article VIII of 2014 PA 252, an amount equal to the
4 difference between the net sale proceeds and \$7,000,000.00 shall be
5 appropriated by the legislature to the department.

6 **CAPITAL OUTLAY - UNIVERSITIES AND COMMUNITY COLLEGES**

7 Sec. 873. (1) This section applies only to projects for
8 community colleges.

9 (2) State support is directed towards the remodeling and
10 additions, special maintenance, or construction of certain
11 community college buildings. The community college shall obtain or
12 provide for site acquisition and initial main utility installation
13 to operate the facility. Funding shall be composed of local and
14 state shares and not more than 50% of a capital outlay project, not
15 including a lump-sum special maintenance project or remodeling and
16 addition project, for a community college shall be appropriated
17 from state and federal funds, unless otherwise appropriated by the
18 legislature.

19 (3) An expenditure under this part and part 1 is authorized
20 when the release of the appropriation is approved by the board upon
21 the recommendation of the director. The director may recommend to
22 the board the release of any appropriation in part 1 only after the
23 director is assured that the legal entity operating the community
24 college to which the appropriation is made has complied with this
25 part and part 1 and has matched the amounts appropriated as
26 required by this part and part 1. A release of funds in part 1

1 shall not exceed 50% of the total cost of planning and construction
2 of any project, not including lump-sum remodeling and additions and
3 special maintenance, unless otherwise appropriated by the
4 legislature. Further planning and construction of a project
5 authorized by this part and part 1 or applicable sections of the
6 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594,
7 shall be in accordance with the purpose and scope as defined and
8 delineated in the approved program statements and planning
9 documents. This part and part 1 are applicable to all projects for
10 which planning appropriations were made in previous acts.

11 (4) The community college shall take the steps necessary to
12 secure available federal construction and equipment money for
13 projects funded for construction in this part and part 1 if an
14 application was not previously made. If there is a reasonable
15 expectation that a prior year unfunded application may receive
16 federal money in a subsequent year, the college shall take whatever
17 action necessary to keep the application active.

18 Sec. 874. If university and community college matching
19 revenues are received in an amount less than the appropriations for
20 capital projects contained in this part and part 1, the state funds
21 shall be reduced in proportion to the amount of matching revenue
22 received.

23 Sec. 875. (1) The director may require that community colleges
24 and universities that have an authorized project listed in part 1
25 submit documentation regarding the project match and governing
26 board approval of the authorized project not more than 60 days
27 after the beginning of the fiscal year.

1 (2) If the documentation required by the director under
2 subsection (1) is not submitted, or does not adequately
3 authenticate the availability of the project match or board
4 approval of the authorized project, the authorization may
5 terminate. The authorization terminates 30 days after the director
6 notifies the JCOS of the intent to terminate the project unless the
7 JCOS convenes to extend the authorization.

8 **ONE-TIME APPROPRIATIONS**

9 Sec. 880. (1) The drinking water declaration of emergency
10 reserve fund is created within the department of treasury.

11 (2) From the funds appropriated in part 1 for the drinking
12 water declaration of emergency reserve fund, \$100.00 shall be
13 deposited into the drinking water declaration of emergency reserve
14 fund.

15 (3) Funds may only be spent from the drinking water
16 declaration of emergency reserve fund upon appropriation, or
17 legislative transfer pursuant to section 393 of the management and
18 budget act, 1984 PA 431, MCL 18.1393.

19 (4) Interest and earnings from the investment of funds
20 deposited in the drinking water declaration of emergency reserve
21 fund shall be deposited in the general fund.

22 (5) Funds in the drinking water declaration of emergency
23 reserve fund at the close of a fiscal year shall remain in the
24 drinking water declaration of emergency reserve fund and shall not
25 lapse to the general fund.

1 **DEPARTMENT OF TREASURY**

2 **OPERATIONS**

3 Sec. 901. (1) In addition to the funds appropriated in part 1,
4 there is appropriated an amount not to exceed \$1,000,000.00 for
5 federal contingency funds. These funds are not available for
6 expenditure until they have been transferred to another line item
7 in part 1 under section 393(2) of the management and budget act,
8 1984 PA 431, MCL 18.1393.

9 (2) In addition to the funds appropriated in part 1, there is
10 appropriated an amount not to exceed \$10,000,000.00 for state
11 restricted contingency funds. These funds are not available for
12 expenditure until they have been transferred to another line item
13 in part 1 under section 393(2) of the management and budget act,
14 1984 PA 431, MCL 18.1393.

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

21 (4) In addition to the funds appropriated in part 1, there is
22 appropriated an amount not to exceed \$40,000.00 for private
23 contingency funds. These funds are not available for expenditure
24 until they have been transferred to another line item in part 1
25 under section 393(2) of the management and budget act, 1984 PA 431,
26 MCL 18.1393.

27 Sec. 902. (1) Amounts needed to pay for interest, fees,

1 principal, mandatory and optional redemptions, arbitrage rebates as
2 required by federal law, and costs associated with the payment,
3 registration, trustee services, credit enhancements, and issuing
4 costs in excess of the amount appropriated to the department of
5 treasury in part 1 for debt service on notes and bonds that are
6 issued by the state under sections 14, 15, and 16 of article IX of
7 the state constitution of 1963 as implemented by 1967 PA 266, MCL
8 17.451 to 17.455, are appropriated.

9 (2) In addition to the amount appropriated to the department
10 of treasury for debt service in part 1, there is appropriated an
11 amount for fiscal year cash-flow borrowing costs to pay for
12 interest on interfund borrowing made under 1967 PA 55, MCL 12.51 to
13 12.53.

14 (3) In addition to the amount appropriated to the department
15 of treasury for debt service in part 1, there is appropriated all
16 repayments received by the state on loans made from the school bond
17 loan fund not required to be deposited in the school loan revolving
18 fund by or pursuant to section 4 of 1961 PA 112, MCL 388.984, to
19 the extent determined by the state treasurer, for the payment of
20 debt service, including, without limitation, optional and mandatory
21 redemptions, on bonds, notes or commercial paper issued by the
22 state pursuant to 1961 PA 112, MCL 388.981 to 388.985.

23 Sec. 902a. The department of treasury shall notify the senate
24 and house of representatives standing committees on appropriations,
25 the chairpersons of the relevant appropriations subcommittees, the
26 senate and house fiscal agencies, and the state budget office not
27 more than 30 days after a refunding or restructuring bond issue is

1 sold. The notification shall compare the annual debt service prior
2 to the refinancing or restructuring, the annual debt service after
3 the refinancing or restructuring, the change in the principal and
4 interest over the duration of the debt, and the projected change in
5 the present value of the debt service due to the refinancing and
6 restructuring.

7 Sec. 902b. From the funds appropriated in part 1, the
8 department of treasury shall report by February 1st to the
9 chairpersons of the relevant appropriations subcommittee, the house
10 and senate fiscal agency, and the state budget director on all
11 funds that are controlled or administered by the department and not
12 appropriated in part 1 appropriations. The report shall include all
13 of the following information:

14 (a) The starting balance for each fund from the previous
15 fiscal year.

16 (b) Total revenue generated by both transfers in and
17 investments for each fund in the previous fiscal year.

18 (c) Total expenditures for each fund in the previous fiscal
19 year.

20 (d) The ending balance for each fund for the previous fiscal
21 year.

22 Sec. 903. (1) From the funds appropriated in part 1, the
23 department of treasury may contract with private collection
24 agencies and law firms to collect taxes and other accounts due this
25 state. In addition to the amounts appropriated in part 1 to the
26 department of treasury, there are appropriated amounts necessary to
27 fund collection costs and fees not to exceed 25% of the collections

1 or 2.5% plus operating costs, whichever amount is prescribed by
2 each contract. The appropriation to fund collection costs and fees
3 for the collection of taxes or other accounts due this state are
4 from the fund or account to which the revenues being collected are
5 recorded or dedicated. However, if the taxes collected are
6 constitutionally dedicated for a specific purpose, the
7 appropriation of collection costs and fees are from the general
8 purpose account of the general fund.

9 (2) From the funds appropriated in part 1, the department of
10 treasury may contract with private collections agencies and law
11 firms to collect defaulted student loans and other accounts due the
12 Michigan guaranty agency. In addition to the amounts appropriated
13 in part 1 to the department of treasury, there are appropriated
14 amounts necessary to fund collection costs and fees not to exceed
15 24.34% of the collection or a lesser amount as prescribed by the
16 contract. The appropriation to fund collection costs and fees for
17 the auditing and collection of defaulted student loans due the
18 Michigan guaranty agency is from the fund or account to which the
19 revenues being collected are recorded or dedicated.

20 (3) The department of treasury shall submit a report for the
21 immediately preceding fiscal year ending September 30 to the state
22 budget director, the senate and house of representatives standing
23 committees on appropriations, and the chairpersons of the relevant
24 appropriations subcommittees, not later than November 30 stating
25 the agencies or law firms employed, the amount of collections for
26 each, the costs of collection, and other pertinent information
27 relating to determining whether this authority should be continued.

1 (4) From the funds appropriated in part 1 for collection
2 services, the department of treasury shall issue an RFP for
3 secondary placement collection services when RFPs are issued for
4 primary collection services. The RFP shall allow for a multiple
5 collection contract approach. It shall also allow a bidder to bid
6 on the entire contract, or for individual components of the
7 contract. The department shall issue a request for competitive
8 proposals from service providers interested in providing collection
9 services, including secondary placement collections services. The
10 competitive proposal for secondary placement services shall meet
11 all of the following requirements when an RFP for primary
12 collections services is issued:

13 (a) Be issued no later than November 30 with responses due by
14 January 30.

15 (b) The department shall make a determination regarding the
16 RFP by May 30.

17 (c) Establish criteria for when delinquent accounts will be
18 referred to the secondary placement service.

19 (d) Provide information to the department of treasury
20 necessary to evaluate the performance of the program.

21 (e) Demonstrate that the vendor has the ability to interface
22 its technology systems with the existing technology framework of
23 the department of treasury.

24 Sec. 904. (1) The department of treasury, through its bureau
25 of investments, may charge an investment service fee against the
26 applicable retirement funds. The fees may be expended for necessary
27 salaries, wages, contractual services, supplies, materials,

1 equipment, travel, worker's compensation insurance premiums, and
2 grants to the civil service commission and state employees'
3 retirement funds. Service fees shall not exceed the aggregate
4 amount appropriated in part 1. The department of treasury shall
5 maintain accounting records in sufficient detail to enable the
6 retirement funds to be reimbursed periodically for fee revenue that
7 is determined by the department of treasury to be surplus.

8 (2) In addition to the funds appropriated in part 1 from the
9 retirement funds to the department of treasury, there is
10 appropriated from retirement funds an amount sufficient to pay for
11 the services of money managers, investment advisors, investment
12 consultants, custodians, and other outside professionals, the state
13 treasurer considers necessary to prudently manage the retirement
14 funds' investment portfolios. The state treasurer shall report
15 annually to the senate and house of representatives standing
16 committees on appropriations, the chairpersons of the relevant
17 appropriations subcommittees, and the state budget office
18 concerning the performance of each portfolio by investment advisor.

19 Sec. 904a. (1) There is appropriated an amount sufficient to
20 recognize and pay expenditures for financial services provided by
21 financial institutions or equivalent vendors that perform these
22 services including treasury as provided under section 1 of 1861 PA
23 111, MCL 21.181.

24 (2) The appropriations under subsection (1) shall be funded by
25 restricting revenues from common cash interest earnings and
26 investment earnings in an amount sufficient to record these
27 expenditures. If the amounts of common cash interest earnings are

1 insufficient to cover these costs, then miscellaneous revenues
2 shall be used to fund the remaining balance of these expenditures.

3 Sec. 905. A revolving fund known as the municipal finance fee
4 fund is created in the department of treasury. Fees are established
5 under the revised municipal finance act, 2001 PA 34, MCL 141.2101
6 to 141.2821, and the fees collected shall be credited to the
7 municipal finance fee fund and may be carried forward for future
8 appropriation.

9 Sec. 906. (1) The department of treasury shall charge for
10 audits as permitted by state or federal law or under contractual
11 arrangements with local units of government, other principal
12 executive departments, or state agencies. However, the charge shall
13 not be more than the actual cost for performing the audit. A report
14 detailing audits performed and audit charges for the immediately
15 preceding fiscal year shall be submitted to the state budget
16 director, the chairpersons of the relevant appropriations
17 subcommittees, and the senate and house fiscal agencies not later
18 than November 30.

19 (2) A revolving fund known as the audit charges fund is
20 created in the department of treasury. The contractual charges
21 collected shall be credited to the audit charges fund and may be
22 carried forward for future appropriation.

23 Sec. 907. A revolving fund known as the assessor certification
24 and training fund is created in the department of treasury. The
25 assessor certification and training fund shall be used to organize
26 and operate a property assessor certification and training program.
27 Each participant certified and trained shall pay to the department

1 of treasury examination fees not to exceed \$50.00 per examination
2 and certification fees not to exceed \$175.00. Training courses
3 shall be offered in assessment administration. Each participant
4 shall pay a fee to cover the expenses incurred in offering the
5 optional programs to certified assessing personnel and other
6 individuals interested in an assessment career opportunity. The
7 fees collected shall be credited to the assessor certification and
8 training fund.

9 Sec. 908. The amount appropriated in part 1 to the department
10 of treasury, home heating assistance program, is to cover the
11 costs, including data processing, of administering federal home
12 heating credits to eligible claimants and to administer the
13 supplemental fuel cost payment program for eligible tax credit and
14 welfare recipients.

15 Sec. 909. Revenue from the airport parking tax act, 1987 PA
16 248, MCL 207.371 to 207.383, is appropriated and shall be
17 distributed under section 7a of the airport parking tax act, 1987
18 PA 248, MCL 207.377a.

19 Sec. 910. The disbursement by the department of treasury from
20 the bottle deposit fund to dealers as required by section 3c(2) of
21 1976 IL 1, MCL 445.573c, is appropriated.

22 Sec. 911. There is appropriated an amount sufficient to
23 recognize and pay refundable income tax credits as provided by law.

24 Sec. 912. A plaintiff in a garnishment action involving this
25 state shall pay to the state treasurer 1 of the following:

26 (a) A fee of \$6.00 at the time a writ of garnishment of
27 periodic payments is served upon the state treasurer, as provided

1 in section 4012 of the revised judicature act of 1961, 1961 PA 236,
2 MCL 600.4012.

3 (b) A fee of \$6.00 at the time any other writ of garnishment
4 is served upon the state treasurer, except that the fee shall be
5 reduced to \$5.00 for each writ of garnishment for individual income
6 tax refunds or credits filed by magnetic media.

7 Sec. 913. (1) The department of treasury may contract with
8 private firms to appraise and, if necessary, appeal the assessments
9 of senior citizen cooperative housing units. Payment for this
10 service shall be from savings resulting from the appraisal or
11 appeal process.

12 (2) Of the funds appropriated in part 1 to the department of
13 treasury for the senior citizens' cooperative housing tax exemption
14 program, a portion may be utilized for a program audit of the
15 program. The department of treasury shall forward copies of any
16 audit report completed to the senate and house of representatives
17 standing committees on appropriations subcommittees on general
18 government and to the state budget office. The department of
19 treasury may utilize up to 1% of the funds for program
20 administration and auditing.

21 Sec. 914. The department of treasury may provide a \$200.00
22 annual prize from the Ehlers internship award account in the gifts,
23 bequests, and deposit fund to the runner-up of the Rosenthal prize
24 for interns. The Ehlers internship award account is interest
25 bearing.

26 Sec. 915. Pursuant to section 61 of the Michigan campaign
27 finance act, 1976 PA 388, MCL 169.261, there is appropriated from

1 the general fund to the state campaign fund an amount equal to the
2 amounts designated for tax year 2016. Except as otherwise provided
3 in this section, the amount appropriated shall not revert to the
4 general fund and shall remain in the state campaign fund. Any
5 amounts remaining in the state campaign fund in excess of
6 \$10,000,000.00 on December 31 shall revert to the general fund.

7 Sec. 916. The department of treasury may make available to
8 interested entities otherwise unavailable customized unclaimed
9 property listings of nonconfidential information in its possession.
10 The charge for this information is as follows: 1 to 100,000 records
11 at 2.5 cents per record and 100,001 or more records at .5 cents per
12 record. The revenue received from this service shall be deposited
13 to the appropriate revenue account or fund. The department shall
14 submit an annual report on or before June 1 to the state budget
15 director and the senate and house of representatives standing
16 committees on appropriations that states the amount of revenue
17 received from the sale of information.

18 Sec. 917. (1) There is appropriated for write-offs and
19 advances an amount equal to total write-offs and advances for
20 departmental programs, but not to exceed current year
21 authorizations that would otherwise lapse to the general fund.

22 (2) The department of treasury shall submit a report for the
23 immediately preceding fiscal year to the state budget director, the
24 chairpersons of the relevant appropriations subcommittees, and the
25 senate and house fiscal agencies not later than November 30 stating
26 the amounts appropriated for write-offs and advances under
27 subsection (1).

1 Sec. 919. (1) From funds appropriated in part 1, the
2 department of treasury may contract with private auditing firms to
3 audit for and collect unclaimed property due this state in
4 accordance with the uniform unclaimed property act, 1995 PA 29, MCL
5 567.221 to 567.265. In addition to the amounts appropriated in part
6 1 to the department of treasury, there are appropriated amounts
7 necessary to fund auditing and collection costs and fees not to
8 exceed 12% of the collections, or a lesser amount as prescribed by
9 the contract. The appropriation to fund collection costs and fees
10 for the auditing and collection of unclaimed property due this
11 state is from the fund or account to which the revenues being
12 collected are recorded or dedicated.

13 (2) The department of treasury shall submit a report for the
14 immediately preceding fiscal year ending September 30 to the state
15 budget director, the senate and house of representatives standing
16 committees on appropriations, and the chairpersons of the relevant
17 appropriations subcommittees not later than November 30 stating the
18 auditing firms employed, the amount of collections for each, the
19 costs of collection, and other pertinent information relating to
20 determining whether this authority should be continued.

21 Sec. 920. (1) The department of treasury shall produce a
22 listing of all personal property tax reimbursement payments to be
23 distributed by the local community stabilization authority related
24 to property taxes levied in the current calendar year and shall
25 post the list of payments on the department website by September
26 30.

27 (2) The department of treasury shall prepare a written notice

1 that describes the potential for adjustments in personal property
2 tax reimbursement payments that will affect the subsequent payment.
3 The department shall provide the notice to the local community
4 stabilization authority by March 31.

5 (3) The local community stabilization authority shall
6 distribute the notice prepared under subsection (2) to all
7 municipalities by April 30. The notice may be distributed
8 electronically.

9 Sec. 924. (1) In addition to the funds appropriated in part 1,
10 the department of treasury may receive and expend principal
11 residence audit fund revenue for administration of principal
12 residence audits under the general property tax act, 1893 PA 206,
13 MCL 211.1 to 211.155.

14 (2) The department of treasury shall submit a report for the
15 immediately preceding fiscal year to the state budget director, the
16 chairpersons of the relevant appropriations subcommittees, and the
17 senate and house fiscal agencies not later than December 31 stating
18 the amount of exemptions denied and the revenue received under the
19 program.

20 Sec. 926. Unexpended appropriations of the John R. Justice
21 grant program are designated as work project appropriations and
22 shall not lapse at the end of the fiscal year and shall continue to
23 be available for expenditure until the project has been completed.
24 The following is in compliance with section 451a of the management
25 and budget act, 1984 PA 431, MCL 18.1451a:

26 (a) The purpose of the project is to provide student loan
27 forgiveness to qualified public defenders and prosecutors.

1 (b) The project will be accomplished by utilizing state
2 employees or contracts with private vendors, or both.

3 (c) The total estimated cost of the project is \$287,700.00.

4 (d) The tentative completion date is September 30, 2020.

5 Sec. 927. The department of treasury shall submit annual
6 progress reports to the senate and house of representatives
7 standing committees on appropriations subcommittees on general
8 government and the senate and house fiscal agencies, regarding
9 essential service assessment audits. The report shall include the
10 number of audits, revenue generated, and number of complaints
11 received by the department related to the audits.

12 Sec. 928. The department of treasury may provide receipt,
13 warrant and cash processing, data, collection, investment, fiscal
14 agent, levy and warrant cost assessment, writ of garnishment, and
15 other user services on a contractual basis for other principal
16 executive departments and state agencies. Funds for the services
17 provided are appropriated and shall be expended for salaries and
18 wages, fees, supplies, and equipment necessary to provide the
19 services. Any unobligated balance of the funds received shall
20 revert to the general fund of this state as of September 30.

21 Sec. 930. (1) The department of treasury shall provide
22 accounts receivable collections services to other principal
23 executive departments and state agencies under 1927 PA 375, MCL
24 14.131 to 14.134. The department of treasury shall deduct a fee
25 equal to the cost of collections from all receipts except
26 unrestricted general fund collections. Fees shall be credited to a
27 restricted revenue account and appropriated to the department of

1 treasury to pay for the cost of collections. The department of
2 treasury shall maintain accounting records in sufficient detail to
3 enable the respective accounts to be reimbursed periodically for
4 fees deducted that are determined by the department of treasury to
5 be surplus to the actual cost of collections.

6 (2) The department of treasury shall submit a report for the
7 immediately preceding fiscal year to the state budget director, the
8 chairpersons of the relevant appropriations subcommittees, and the
9 senate and house fiscal agencies not later than November 30 stating
10 the principal executive departments and state agencies served,
11 funds collected, and costs of collection under subsection (1).

12 Sec. 931. (1) The appropriation in part 1 to the department of
13 treasury for treasury fees shall be assessed against all restricted
14 funds that receive common cash earnings or other investment income.
15 Treasury fees include all costs, including administrative overhead,
16 relating to the investment of each restricted fund. The fee
17 assessed against each restricted fund will be based on the size of
18 the restricted fund (the absolute value of the average daily cash
19 balance plus the market value of investments in the prior fiscal
20 year) and the level of effort necessary to maintain the restricted
21 fund as required by each department. The department of treasury
22 shall provide a report to the state budget director, the senate and
23 house of representatives standing committees on appropriations
24 subcommittees on general government, and the senate and house
25 fiscal agencies by November 30 of each year identifying the fees
26 assessed against each restricted fund and the methodology used for
27 assessment.

1 (2) In addition to the funds appropriated in part 1, the
2 department of treasury may receive and expend investment fees
3 relating to new restricted funding sources that participate in
4 common cash earnings or other investment income during the current
5 fiscal year. When a new restricted fund is created starting on or
6 after October 1, that restricted fund shall be assessed a fee using
7 the same criteria identified in subsection (1).

8 Sec. 932. Revenue received under the Michigan education trust
9 act, 1986 PA 316, MCL 390.1421 to 390.1442, may be expended by the
10 board of directors of the Michigan education trust for necessary
11 salaries, wages, supplies, contractual services, equipment,
12 worker's compensation insurance premiums, and grants to the civil
13 service commission and state employees' retirement fund.

14 Sec. 934. (1) The department of treasury may expend revenues
15 received under the hospital finance authority act, 1969 PA 38, MCL
16 331.31 to 331.84, the shared credit rating act, 1985 PA 227, MCL
17 141.1051 to 141.1076, the higher education facilities authority
18 act, 1969 PA 295, MCL 390.921 to 390.934, the Michigan public
19 educational facilities authority, Executive Reorganization Order
20 No. 2002-3, MCL 12.192, the Michigan tobacco settlement finance
21 authority act, 2005 PA 226, MCL 129.261 to 129.279, the land bank
22 fast track act, 2003 PA 258, MCL 124.751 to 124.774, part 505 of
23 the natural resources and environmental protection act, 1994 PA
24 451, MCL 324.50501 to 324.50522, the state housing development
25 authority act of 1966, 1966 PA 346, MCL 125.1401 to 125.1499c, and
26 the Michigan finance authority, Executive Reorganization Order No.
27 2010-2, MCL 12.194, for necessary salaries, wages, supplies,

1 contractual services, equipment, worker's compensation insurance
2 premiums, grants to the civil service commission and state
3 employees' retirement fund, and other expenses as allowed under
4 those acts.

5 (2) The department of treasury shall report by January 31 to
6 the senate and house appropriations subcommittees on general
7 government, the senate and house fiscal agencies, and the state
8 budget director on the amount and purpose of expenditures made
9 under subsection (1) from funds received in addition to those
10 appropriated in part 1. The report shall also include a listing of
11 reimbursement of revenue, if any. The report shall cover the
12 previous fiscal year.

13 Sec. 935. The funds appropriated in part 1 for dual enrollment
14 payments for an eligible student enrolled in a state-approved
15 nonpublic school shall be distributed as provided under the
16 postsecondary enrollment options act, 1996 PA 160, MCL 388.511 to
17 388.524, and the career and technical preparation act, 2000 PA 258,
18 MCL 388.1901 to 388.1913, in a form and manner as determined by the
19 department of treasury.

20 Sec. 936. (1) From the funds appropriated in part 1 for
21 financial data analytic tool reimbursement, there is allocated an
22 amount not to exceed \$500,000.00 for reimbursements to cities,
23 villages, townships, counties, and regional councils of government
24 for the licensing of data analytic tools as described under this
25 section. Reimbursements are for cities, villages, townships,
26 counties, and regional councils of governments that choose to use a
27 data analytic tool with 1 of the 2 vendors approved by the MDTMB in

1 2017-2018. Funds allocated under this section are intended to
2 provide cities, villages, townships, counties, and regional
3 councils of government with financial forecasting and transparency
4 reporting tools to improve the financial health of cities,
5 villages, townships, counties, and regional councils of government
6 and to improve communication with the public.

7 (2) The approved data analytic tool vendors from 2017-2018
8 must continue to do all of the following:

- 9 (a) Analyze financial data.
- 10 (b) Analyze pension and other postemployment benefit trends.
- 11 (c) Provide early warning indicators of financial stress.
- 12 (d) Provide peer community comparisons of financial data.
- 13 (e) Provide financial projections for at least 3 subsequent
14 fiscal years.

15 (3) Funds from any financial data analytic tool reimbursement
16 work projects shall be used prior to using funds appropriated in
17 the current year. Funds allocated under this section shall be paid
18 to cities, villages, townships, counties, and regional councils of
19 government that execute an agreement on behalf of their geographic
20 local units as a reimbursement for already having a licensing
21 agreement or for entering into a licensing agreement not later than
22 December 1, 2018 with a vendor approved under subsection (2) from
23 the 2017-2018 appropriation, to implement a data analytic
24 agreement. Reimbursement under this section shall be made as
25 follows:

- 26 (a) All cities, villages, townships, counties, and regional
27 councils of government seeking reimbursement shall submit requests

1 not later than December 1, 2018 indicating the cost paid for the
2 financial data analytic tool by virtue of providing an invoice,
3 purchase order, or proof of payment.

4 (b) The department of treasury shall determine the sum of the
5 funding requested by all cities, villages, townships, counties, and
6 regional councils of government under subdivision (a) and, if there
7 are sufficient funds, shall reimburse 1/2 of the costs submitted by
8 each city, village, township, county, and regional council of
9 government under subdivision (a). If there are insufficient funds
10 to pay 1/2 of the costs submitted under subdivision (a), the
11 reimbursement shall be made on an equal percentage basis using 2016
12 census population estimates from the United States Census Bureau.

13 (c) The reimbursement to a city, village, township, county, or
14 regional council of government shall not be greater than the amount
15 paid for a data analytic application.

16 (d) A city, village, township, county, or regional council of
17 government shall not be reimbursed for the purchase of more than 1
18 software application.

19 (e) Any unexpended funds are designated as a work project
20 appropriation, and any unencumbered or unallotted funds shall not
21 lapse at the end of the fiscal year and shall be available for
22 expenditures for projects under this section until the projects
23 have been completed. The following is in compliance with section
24 451a of the management and budget act, 1984 PA 431, MCL 18.1451a.

25 (i) The purpose of the project is for financial data analytic
26 tool reimbursement.

27 (ii) The project will be accomplished by utilizing state

1 employees, contracts with a vendor, or contracts with local units,
2 or any combination of these.

3 (iii) The total estimated cost of the project is \$500,000.00.

4 (iv) The tentative completion date is September 30, 2023.

5 (4) Payments under this section shall be made on a schedule
6 determined by the department.

7 (5) Within 30 days after the department has made all payments
8 under subsection (3), the department of treasury shall report the
9 following to the senate and house of representatives standing
10 committees on appropriations subcommittees on general government,
11 the state budget director, and the fiscal agencies:

12 (a) The total amount of payments made.

13 (b) If the payments were prorated, the amount of proration.

14 (c) A list of each payment made to cities, villages,
15 townships, counties, and regional councils of government.

16 Sec. 937. From the funds appropriated in part 1, the
17 department of treasury shall submit a report to the state budget
18 director, the senate and house standing committees on
19 appropriations, the chairpersons of the relevant appropriations
20 subcommittees, and the senate and house fiscal agencies not later
21 than March 31 regarding the performance of the Michigan accounts
22 receivable collections system. The report shall include, but is not
23 limited to:

24 (a) Information regarding the effectiveness of the
25 department's current collection strategies, including use of
26 vendors or contractors.

27 (b) The amount of delinquent accounts and collection referrals

1 to vendors and contractors.

2 (c) The liquidation rates for declining delinquent accounts.

3 (d) The profile of uncollected delinquent accounts, including
4 specific uncollected amounts by category.

5 (e) The department's strategy to manage delinquent accounts
6 once those accounts exceed the vendor's or contractor's contracted
7 collectible period.

8 (f) A summary of the strategies used in other states,
9 including, but not limited to, secondary placement services, and
10 assessing the benefits of those strategies.

11 Sec. 941. (1) The department of treasury, in conjunction with
12 the Michigan strategic fund, shall report to the senate and house
13 of representatives standing committees on appropriations, the
14 senate and house of representatives appropriations subcommittees on
15 general government, the senate and house fiscal agencies, and the
16 state budget office by November 1 on the annual cost of the
17 Michigan economic growth authority tax credits. The report shall
18 include for each year the board-approved credit amount, adjusted
19 for credit amendments where applicable, and the actual and
20 projected value of tax credits for each year from 1995 to the
21 expiration of the credit program. For years for which credit claims
22 are complete, the report shall include the total of actual
23 certificated credit amounts. For years for which claims are still
24 pending or not yet submitted, the report shall include a
25 combination of actual credits where available and projected
26 credits. Credit projections shall be based on updated estimates of
27 employees, wages, and benefits for eligible companies.

1 (2) In addition to the report under subsection (1), the
2 department of treasury, in conjunction with the Michigan strategic
3 fund, shall report to the senate and house of representatives
4 standing committees on appropriations, the senate and house of
5 representatives appropriations subcommittees on general government,
6 the senate and house fiscal agencies, and the state budget office
7 by November 1 on the annual cost of all other certificated credits
8 by program, for each year until the credits expire or can no longer
9 be collected. The report shall include estimates on the brownfield
10 redevelopment credit, film credits, MEGA photovoltaic technology
11 credit, MEGA polycrystalline silicon manufacturing credit, MEGA
12 vehicle battery credit, and other certificated credits.

13 Sec. 942. As a condition of receiving funds appropriated in
14 part 1 for supervision of the general property tax law, the
15 department of treasury shall prioritize maintaining existing
16 contracts related to the property services division.

17 Sec. 944. If the department of treasury hires a pension plan
18 consultant using any of the funds appropriated in part 1, the
19 department shall retain any report provided to the department by
20 that consultant.

21 Sec. 945. Reviews of local unit assessment administration
22 practices, procedures, and records, also known as the audit of
23 minimal assessing requirements, shall be conducted in each
24 assessment jurisdiction a minimum of once every 5 years.

25 Sec. 946. Revenue collected in the convention facility
26 development fund is appropriated and shall be distributed under
27 sections 8 and 9 of the state convention facility development act,

1 1985 PA 106, MCL 207.628 and 207.629.

2 Sec. 947. Financial independence teams shall cooperate with
3 the financial responsibility section to coordinate and streamline
4 efforts in identifying and addressing fiscal emergencies in school
5 districts and intermediate school districts.

6 Sec. 948. Total authorized appropriations from all department
7 of treasury sources under part 1 for legacy costs for the fiscal
8 year ending September 30, 2019 are \$44,037,800.00. From this
9 amount, total agency appropriations for pension-related legacy
10 costs are estimated at \$20,302,200.00. Total agency appropriations
11 for retiree health care legacy costs are estimated at
12 \$23,785,600.00.

13 Sec. 949. (1) From the funds appropriated in part 1, the
14 department of treasury may contract with private agencies to
15 prevent the disbursement of fraudulent tax refunds. In addition to
16 the amounts appropriated in part 1 to the department of treasury,
17 there are appropriated amounts necessary to pay contract costs or
18 fund operations designed to reduce fraudulent income tax refund
19 payments not to exceed \$1,200,000.00 of the refunds identified as
20 potentially fraudulent and for which payment of the refund is
21 denied. The appropriation to fund fraud prevention efforts is from
22 the fund or account to which the revenues being collected are
23 recorded or dedicated.

24 (2) The department of treasury shall submit a report for the
25 immediately preceding fiscal year ending September 30 to the state
26 budget director, the senate and house of representatives standing
27 committees on appropriations, and the chairpersons of the relevant

1 appropriations subcommittees not later than November 30 stating the
2 number of refund claims denied due to the fraud prevention
3 operations, the amount of refunds denied, the costs of the fraud
4 prevention operations, and other pertinent information relating to
5 determining whether this authority should be continued.

6 Sec. 949a. From the funds appropriated in part 1 for
7 additional staff in city income tax administration, the department
8 shall expand individual income tax return administration to 1
9 additional city to leverage the department's capabilities to assist
10 cities with their taxation efforts.

11 Sec. 949d. (1) From the funds appropriated in part 1 for
12 financial review commission, the department shall continue
13 financial review commission efforts in the current fiscal year. The
14 purpose of the funding is to cover ongoing costs associated with
15 the operation of the commission.

16 (2) The department shall identify specific outcomes and
17 performance measures for this initiative, including, but not
18 limited to, the department's ability to perform a critical fiscal
19 review to ensure the city of Detroit does not reenter distress
20 following its exit from bankruptcy and to ensure that the community
21 district does not enter distress and maintains a balanced budget.

22 (3) The department must submit a report to the house and
23 senate appropriations subcommittees on general government, the
24 senate and house fiscal agencies, and the state budget director by
25 March 15. The report must describe the specific outcomes and
26 measures required in subsection (1) and provide the results and
27 data related to these outcomes and measures.

1 Sec. 949e. From the funds appropriated in part 1 for the state
2 essential services assessment program, the department of treasury
3 shall administer the state essential services assessment program.
4 The program will provide the department the ability to collect the
5 state essential services assessment which is a phased-in
6 replacement of locally collected personal property taxes on
7 eligible manufacturing personal property.

8 Sec. 949f. Revenue from the tobacco products tax act, 1993 PA
9 327, MCL 205.421 to 205.436, related to counties with a 2000
10 population of more than 2,000,000 is appropriated and shall be
11 distributed under section 12(4)(d) of the tobacco products tax act,
12 1993 PA 327, MCL 205.432.

13 Sec. 949h. Revenue from part 6 of the medical marihuana
14 facilities licensing act, 2016 PA 281, MCL 333.27601 to 333.27605,
15 is appropriated and distributed pursuant to part 6 of the medical
16 marihuana facilities licensing act, 2016 PA 281, MCL 333.27601 to
17 333.27605.

18 Sec. 949j. All funds in the wrongful imprisonment compensation
19 fund created in the wrongful imprisonment compensation act, 2016 PA
20 343, MCL 691.1751 to 691.1757, are appropriated and available for
21 expenditure. Expenditures are limited to support wrongful
22 imprisonment compensation payments pursuant to section 6 of the
23 wrongful imprisonment compensation act, 2016 PA 343, MCL 691.1756.

24 Sec. 949k. There is appropriated an amount equal to the tax
25 capture revenues due under approved transformational brownfield
26 plans created in the brownfield redevelopment financing act, 1996
27 PA 381, MCL 125.2651 to 125.2670.

1 Sec. 949/. From the funds appropriated in part 1 for
2 supervision of the general property tax law, \$464,000.00 shall be
3 used to issue an RFP for implementation of the protecting local
4 government retirement and benefits act, 2017 PA 202, MCL 38.2801 to
5 38.2812, and the recodified tax increment financing act with a
6 vendor that specializes in financial data analytics. The RFP shall
7 be issued by October 1, 2018.

8 **REVENUE SHARING**

9 Sec. 950. The funds appropriated in part 1 for constitutional
10 revenue sharing shall be distributed by the department of treasury
11 to cities, villages, and townships, as required under section 10 of
12 article IX of the state constitution of 1963. Revenue collected in
13 accordance with section 10 of article IX of the state constitution
14 of 1963 in excess of the amount appropriated in part 1 for
15 constitutional revenue sharing is appropriated for distribution to
16 cities, villages, and townships, on a population basis as required
17 under section 10 of article IX of the state constitution of 1963.

18 Sec. 952. (1) The funds appropriated in part 1 for city,
19 village, and township revenue sharing are for grants to cities,
20 villages, and townships such that, subject to fulfilling the
21 requirements under subsection (3), each city, village, or township
22 that received a payment under section 950(2) of 2009 PA 128 greater
23 than \$1,000.00 is eligible to receive a payment equal to 78.51044%
24 of its total payment received under section 950(2) of 2009 PA 128
25 or for each city, village, or township with a population in excess
26 of 7,500, notwithstanding whether it received a payment greater
27 than \$1,000.00 under section 950(2) of 2009 PA 128, a payment equal

1 to the population of the city, village, or township multiplied by
2 \$2.64659, whichever is greater, rounded to the nearest dollar. For
3 purposes of this subsection, any city, village, or township that
4 completely merges with another city, village, or township will be
5 treated as a single entity, such that when determining the eligible
6 payment under section 950(2) of 2009 PA 128 for the combined single
7 entity, the amount each of the merging local units was eligible to
8 receive under section 950(2) of 2009 PA 128 is summed. For purposes
9 of this subsection, population is determined in the same manner as
10 under section 3 of the Glenn Steil state revenue sharing act of
11 1971, 1971 PA 140, MCL 141.903. In addition, any city or village
12 that according to the 2010 federal decennial census is determined
13 to have population in more than 1 county shall be treated as a
14 single entity when determining the eligible payment under section
15 950(2) of 2009 PA 128.

16 (2) The funds appropriated in part 1 for the county incentive
17 program are to be used for grants to counties such that each county
18 is eligible to receive an amount equal to 20% of the amount by
19 which the balance in its revenue sharing reserve fund under section
20 44a of the general property tax act, 1893 PA 206, MCL 211.44a, for
21 the county's most recent fiscal year that ends prior to the January
22 1 of the state's fiscal year is less than the amount calculated
23 under section 44a(14) of the general property tax act, 1893 PA 206,
24 MCL 211.44a, for the county fiscal year that begins in the state's
25 fiscal year. The amount calculated under this subsection shall be
26 adjusted as necessary to reflect partial county fiscal years and
27 prorated based on the total amount appropriated for distribution to

1 all eligible counties. Except as otherwise provided under this
2 subsection, payments under this subsection will be distributed to
3 an eligible county subject to the county's fulfilling the
4 requirements under subsection (3).

5 (3) For purposes of accountability and transparency, each
6 eligible city, village, township, or county shall certify by
7 December 1, or the first day of a payment month, that it has
8 produced a citizen's guide of its most recent local finances,
9 including a recognition of its unfunded liabilities; a performance
10 dashboard; a debt service report containing a detailed listing of
11 its debt service requirements, including, at a minimum, the
12 issuance date, issuance amount, type of debt instrument, a listing
13 of all revenues pledged to finance debt service by debt instrument,
14 and a listing of the annual payment amounts until maturity; and a
15 projected budget report, including, at a minimum, the current
16 fiscal year and a projection for the immediately following fiscal
17 year. The projected budget report shall include revenues and
18 expenditures and an explanation of the assumptions used for the
19 projections. Each eligible city, village, township, or county shall
20 include in any mailing of general information to its citizens the
21 internet website address location for its citizen's guide,
22 performance dashboard, debt service report, and projected budget
23 report or the physical location where these documents are available
24 for public viewing in the city, village, township, or county
25 clerk's office. Each city, village, township, and county applying
26 for a payment under this subsection shall submit a copy of the
27 performance dashboard, a copy of the debt service report, and a

1 copy of the projected budget report to the department of treasury.
2 In addition, each eligible city, village, township, or county
3 applying for a payment under this subsection shall either submit a
4 copy of the citizen's guide or certify that the city, village,
5 township, or county will be utilizing treasury's online citizen's
6 guide. The department of treasury shall develop detailed guidance
7 for a city, village, township, or county to follow to meet the
8 requirements of this subsection. The detailed guidance shall be
9 posted on the department of treasury website and distributed to
10 cities, villages, townships, and counties by October 1.

11 (4) City, village, and township revenue sharing payments and
12 county incentive program payments are subject to the following
13 conditions:

14 (a) The city, village, township, or county shall certify to
15 the department that it has met the required criteria for subsection
16 (3) and submitted the required citizen's guide, performance
17 dashboard, debt service report, and projected budget report as
18 required by subsection (3). A department of treasury review of the
19 citizen's guide, dashboard, or reports is not required in order for
20 a city, village, township, or county to receive a payment under
21 subsection (1) or (2). The department shall develop a certification
22 process and method for cities, villages, townships, and counties to
23 follow.

24 (b) Subject to subdivisions (c), (d), and (e), if a city,
25 village, township, or county meets the requirements of subsection
26 (3), the city, village, township, or county shall receive its full
27 potential payment under this section.

1 (c) Cities, villages, and townships eligible to receive a
2 payment under subsection (1) shall receive 1/6 of their eligible
3 payment on the last business day of October, December, February,
4 April, June, and August. Payments under subsection (1) shall be
5 issued to cities, villages, and townships until the specified due
6 date for subsection (3). After the specified due date for
7 subsection (3), payments shall be made to a city, village, or
8 township only if that city, village, or township has complied with
9 subdivision (a).

10 (d) Payments under subsection (2) shall be issued to counties
11 until the specified due date for subsection (3). After the
12 specified due date for subsection (3), payments shall be made to a
13 county only if that county has complied with subdivision (a).

14 (e) If a city, village, township, or county does not submit
15 the required certification, citizen's guide, performance dashboard,
16 debt service report, and projected budget report by the first day
17 of a payment month, the city, village, township, or county shall
18 forfeit the payment in that payment month.

19 (f) Any city, village, township, or county that falsifies
20 certification documents shall forfeit any future city, village, and
21 township revenue sharing payments or county incentive program
22 payments and shall repay to this state all payments it has received
23 under this section.

24 (g) City, village, and township revenue sharing payments and
25 county incentive program payments under this section shall be
26 distributed on the last business day of October, December,
27 February, April, June, and August.

1 (h) Payments distributed under this section may be withheld
2 pursuant to sections 17a and 21 of the Glenn Steil state revenue
3 sharing act of 1971, 1971 PA 140, MCL 141.917a and 141.921.

4 (5) The unexpended funds appropriated in part 1 for city,
5 village, and township revenue sharing and the county incentive
6 program shall be available for expenditure under the program for
7 financially distressed cities, villages, or townships after the
8 approval of transfers by the legislature pursuant to section 393(2)
9 of the management and budget act, 1984 PA 431, MCL 18.1393.

10 Sec. 955. (1) The funds appropriated in part 1 for county
11 revenue sharing shall be distributed by the department of treasury
12 so that each eligible county receives a payment equal to 102.986%
13 of the amount determined pursuant to the Glenn Steil state revenue
14 sharing act of 1971, 1971 PA 140, MCL 141.901 to 141.921, less the
15 amount for which the county is eligible under section 952(2) of
16 this part. The amount calculated under this subsection shall be
17 adjusted as necessary to reflect partial county fiscal years and
18 prorated based on the total amount appropriated for distribution to
19 all eligible counties.

20 (2) The department of treasury shall annually certify to the
21 state budget director the amount each county is authorized to
22 expend from its revenue sharing reserve fund.

23 Sec. 956. (1) The funds appropriated in part 1 for financially
24 distressed cities, villages, or townships shall be granted by the
25 department of treasury to cities, villages, and townships that have
26 1 or more conditions that indicate probable financial distress, as
27 determined by the department of treasury. A city, village, or

1 township with 1 or more conditions that indicate probable financial
2 distress may apply in a manner determined by the department of
3 treasury for a grant to pay for specific projects or services that
4 move the city, village, or township toward financial stability.
5 Grants are to be used for specific projects or services that move
6 the city, village, or township toward financial stability. The
7 city, village, or township must use the grants under this section
8 to make payments to reduce unfunded accrued liability; to repair or
9 replace critical infrastructure and equipment owned or maintained
10 by the city, village, or township; to reduce debt obligations; or
11 for costs associated with a transition to shared services with
12 another jurisdiction. The department of treasury shall award no
13 more than \$2,000,000.00 to any city, village, or township under
14 this section.

15 (2) The department of treasury shall provide a report to the
16 senate and house of representatives appropriations subcommittees on
17 general government, the senate and house fiscal agencies, and the
18 state budget office by March 31. The report shall include a list by
19 grant recipient of the date each grant was approved, the amount of
20 the grant, and a description of the project or projects that will
21 be paid by the grant.

22 (3) The unexpended funds appropriated in part 1 for
23 financially distressed cities, villages, or townships are
24 designated as a work project appropriation, and any unencumbered or
25 unallotted funds shall not lapse at the end of the fiscal year and
26 shall be available for expenditure for projects under this section
27 until the projects have been completed. The following is in

1 compliance with section 451a of the management and budget act, 1984
2 PA 431, MCL 18.1451a:

3 (a) The purpose of the project is to provide assistance to
4 financially distressed cities, villages, and townships under this
5 section.

6 (b) The projects will be accomplished by grants to cities,
7 villages, and townships approved by the department of treasury.

8 (c) The total estimated cost of all projects is \$5,000,000.00.

9 (d) The tentative completion date is September 30, 2023.

10 **BUREAU OF STATE LOTTERY**

11 Sec. 960. In addition to the funds appropriated in part 1 to
12 the bureau of state lottery, there is appropriated from state
13 lottery fund revenues the amount necessary for, and directly
14 related to, implementing and operating lottery games under the
15 McCauley-Traxler-Law-Bowman-McNeely lottery act, 1972 PA 239, MCL
16 432.1 to 432.47, and activities under the Traxler-McCauley-Law-
17 Bowman bingo act, 1972 PA 382, MCL 432.101 to 432.120, including
18 expenditures for contractually mandated payments for vendor
19 commissions, contractually mandated payments for instant tickets
20 intended for resale, the contractual costs of providing and
21 maintaining the online system communications network, and incentive
22 and bonus payments to lottery retailers.

23 Sec. 964. For the bureau of state lottery, there is
24 appropriated 1% of the lottery's prior fiscal year's gross sales,
25 for promotion and advertising.

26 **CASINO GAMING**

27 Sec. 971. From the revenue collected by the Michigan gaming

1 control board regarding the total annual assessment of each casino
2 licensee, \$2,000,000.00 is appropriated and shall be deposited in
3 the compulsive gaming prevention fund as described in section
4 12a(5) of the Michigan gaming control and revenue act, 1996 IL 1,
5 MCL 432.212a.

6 Sec. 973. (1) Funds appropriated in part 1 for local
7 government programs may be used to provide assistance to a local
8 revenue sharing board referenced in an agreement authorized by the
9 Indian gaming regulatory act, Public Law 100-497.

10 (2) A local revenue sharing board described in subsection (1)
11 shall comply with the open meetings act, 1976 PA 267, MCL 15.261 to
12 15.275, and the freedom of information act, 1976 PA 442, MCL 15.231
13 to 15.246.

14 (3) A county treasurer is authorized to receive and administer
15 funds received for and on behalf of a local revenue sharing board.
16 Funds appropriated in part 1 for local government programs may be
17 used to audit local revenue sharing board funds held by a county
18 treasurer. This section does not limit the ability of local units
19 of government to enter into agreements with federally recognized
20 Indian tribes to provide financial assistance to local units of
21 government or to jointly provide public services.

22 (4) A local revenue sharing board described in subsection (1)
23 shall comply with all applicable provisions of any agreement
24 authorized by the Indian gaming regulatory act, Public Law 100-497,
25 in which the local revenue sharing board is referenced, including,
26 but not limited to, the disbursement of tribal casino payments
27 received under applicable provisions of the tribal-state class III

1 gaming compact in which those funds are received.

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

7 (6) The Michigan gaming control board shall submit a report by
8 September 30 to the senate and house of representatives standing
9 committees on appropriations and the state budget director on the
10 receipts and distribution of revenues by local revenue sharing
11 boards.

12 Sec. 974. If revenues collected in the state services fee fund
13 are less than the amounts appropriated from the fund, available
14 revenues shall be used to fully fund the appropriation in part 1
15 for casino gaming regulation activities before distributions are
16 made to other state departments and agencies. If the remaining
17 revenue in the fund is insufficient to fully fund appropriations to
18 other state departments or agencies, the shortfall shall be
19 distributed proportionally among those departments and agencies.

20 Sec. 976. The executive director of the Michigan gaming
21 control board may pay rewards of not more than \$5,000.00 to a
22 person who provides information that results in the arrest and
23 conviction on a felony or misdemeanor charge for a crime that
24 involves the horse racing industry. A reward paid pursuant to this
25 section shall be paid out of the appropriation in part 1 for the
26 racing commission.

27 Sec. 977. All appropriations from the Michigan agriculture

1 equine industry development fund, except for the racing commission
2 appropriations, shall be reduced proportionately if revenues to the
3 Michigan agriculture equine industry development fund decline
4 during the current fiscal year to a level lower than the amount
5 appropriated in part 1.

6 Sec. 978. The Michigan gaming control board shall use actual
7 expenditure data in determining the actual regulatory costs of
8 conducting racing dates and shall provide that data to the senate
9 and house appropriations subcommittees on agriculture and general
10 government, the state budget office, and the senate and house
11 fiscal agencies. The Michigan gaming control board shall not be
12 reimbursed for more than the actual regulatory cost of conducting
13 race dates. If a certified horsemen's organization funds more than
14 the actual regulatory cost, the balance shall remain in the
15 agriculture equine industry development fund to be used to fund
16 subsequent race dates conducted by race meeting licensees with
17 which the certified horsemen's organization has contracts. If a
18 certified horsemen's organization funds less than the actual
19 regulatory costs of the additional horse racing dates, the Michigan
20 gaming control board shall reduce the number of future race dates
21 conducted by race meeting licensees with which the certified
22 horsemen's organization has contracts. Prior to the reduction in
23 the number of authorized race dates due to budget deficits, the
24 executive director of the Michigan gaming control board shall
25 provide notice to the certified horsemen's organizations with an
26 opportunity to respond with alternatives. In determining actual
27 costs, the Michigan gaming control board shall take into account

1 that each specific breed may require different regulatory
2 mechanisms.

3 Sec. 979. In addition to the funds appropriated in part 1, the
4 Michigan gaming control board may receive and expend state lottery
5 fund revenue in an amount not to exceed \$3,000,000.00 for necessary
6 expenses incurred in the licensing and regulation of millionaire
7 parties pursuant to Executive Order No. 2012-4. In accordance with
8 section 8 of the Traxler-McCauley-Law-Bowman bingo act, 1972 PA
9 382, MCL 432.108, the amount of necessary expenses shall not exceed
10 the amount of revenue received under that act. The Michigan gaming
11 control board shall provide a report to the senate and house of
12 representatives appropriations subcommittees on general government,
13 the senate and house fiscal agencies, and the state budget office
14 by March 1. The report shall include, but not be limited to, total
15 expenditures related to the licensing and regulating of millionaire
16 parties, steps taken to ensure charities are receiving revenue due
17 to them, progress on promulgating rules to ensure compliance with
18 the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.101
19 to 432.120, and any enforcement actions taken.

20 **DEPARTMENT OF TALENT AND ECONOMIC DEVELOPMENT**

21 Sec. 980. (1) In addition to the funds appropriated in part 1,
22 there is appropriated an amount not to exceed \$30,000,000.00 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.

1 (2) In addition to the funds appropriated in part 1, there is
2 appropriated an amount not to exceed \$10,000,000.00 for state
3 restricted contingency funds. These funds are not available for
4 expenditure until they have been transferred to another line item
5 in part 1 under section 393(2) of the management and budget act,
6 1984 PA 431, MCL 18.1393.

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

13 (4) In addition to the funds appropriated in part 1, there is
14 appropriated an amount not to exceed \$2,000,000.00 for local
15 contingency funds. These funds are not available for expenditure
16 until they have been transferred to another line item in part 1
17 under section 393(2) of the management and budget act, 1984 PA 431,
18 MCL 18.1393.

19 Sec. 981. Total authorized appropriations from all sources
20 under part 1 for legacy costs for the fiscal year ending September
21 30, 2019 are \$32,493,000.00. From this amount, total agency
22 appropriations for pension-related legacy costs are estimated at
23 \$14,979,800.00. Total agency appropriations for retiree health care
24 legacy costs are estimated at \$17,513,200.00.

25 Sec. 982. Federal pass-through funds to local institutions and
26 governments that are received in amounts in addition to those
27 included in part 1 and that do not require additional state

1 matching funds are appropriated for the purposes intended. The
2 department may carry forward into the succeeding fiscal year
3 unexpended federal pass-through funds to local institutions and
4 governments that do not require additional state matching funds.
5 The department shall report the amount and source of the funds to
6 the senate and house appropriation subcommittees on general
7 government, the senate and house fiscal agencies, and the state
8 budget office within 10 business days after receiving any
9 additional pass-through funds.

10 Sec. 983. The department of talent and economic development,
11 Michigan strategic fund, and Michigan state housing development
12 authority shall not issue or refinance bonds for broadband
13 construction, expansion, repairs, or upgrades.

14 **MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY**

15 Sec. 990. The MSHDA shall report by March 1 on the activity of
16 all active grant and tax credit programs within the authority from
17 the previous fiscal year. The report shall include at least the
18 following:

19 (a) The activity of all active project-based grant programs
20 that includes a listing of grantees that have received a grant, the
21 location, and the amount received for each program.

22 (b) The activity of all active project-based tax credit
23 programs that includes a listing of projects that have received a
24 credit, the location, and the amount received for each program.

25 (c) The activity of all active individual-based loan and
26 credit programs that includes the total amount of loans or credits
27 issued and total number of individuals or families that received a

1 loan or credit for each program.

2 (d) The activity of all active funds created in statute or by
3 the authority that includes the starting balance, total amount
4 received, total amount expended, ending balance, and purpose of the
5 fund for each fund in the immediately preceding fiscal year.

6 Sec. 994. In addition to the funds appropriated in part 1, the
7 funds collected by state historic preservation programs for
8 document reproduction and services and application fees are
9 appropriated for all expenses necessary to provide the required
10 services. These funds are available for expenditure when they are
11 received and may be carried forward into the succeeding fiscal
12 year.

13 Sec. 995. In addition to the amounts appropriated in part 1,
14 the land bank fast track authority may expend revenues received
15 under the land bank fast track act, 2003 PA 258, MCL 124.751 to
16 124.774, for the purposes authorized by the act, including, but not
17 limited to, the acquisition, lease, management, demolition,
18 maintenance, or rehabilitation of real or personal property,
19 payment of debt service for notes or bonds issued by the authority,
20 and other expenses to clear or quiet title property held by the
21 authority.

22 **MICHIGAN STRATEGIC FUND**

23 Sec. 1004. A revolving fund known as the waterway economic
24 vitality fund is created in the Michigan strategic fund.
25 Appropriations into the fund shall remain in the fund and be
26 carried forward into the next fiscal year and shall not revert to
27 the general fund. The waterway economic vitality fund shall be used

1 to award grants for the dredging of waterways around Michigan
2 harbors that ensure the economic vitality of those harbors. The
3 Michigan strategic fund shall ensure that grants are awarded
4 throughout the state and regional prosperity regions.

5 Sec. 1005. In addition to the appropriations in part 1, Travel
6 Michigan may receive and expend private revenue related to the use
7 of "Pure Michigan" and all other copyrighted slogans and images.
8 This revenue may come from the direct licensing of the name and
9 image or from the royalty payments from various merchandise sales.
10 Revenue collected is appropriated for the marketing of the state as
11 a travel destination. The funds are available for expenditure when
12 they are received by the department of treasury. The fund shall
13 provide a report that lists the revenues by source received from
14 the use of "Pure Michigan" and all other copyrighted slogans and
15 images. The report shall provide a detailed list of expenditures of
16 revenues received under this section. The report shall be provided
17 to the appropriations subcommittees on general government, the
18 fiscal agencies, and the state budget office by March 1.

19 Sec. 1007. (1) The fund shall provide reports to the relevant
20 subcommittees, the state budget director, and the fiscal agencies
21 concerning the activities of the MEDC grants and investment
22 programs financed from the fund using investment, Indian gaming
23 revenues, or other revenues. The report shall provide a list of
24 individual grants, loans, and investments made from the fund or by
25 the MEDC from the funds appropriated in part 1 and shall include
26 the name of the recipient, the amount awarded to the recipient, and
27 the purpose of the grant. The activities report shall also include,

1 but not be limited to, the following programs funded in part 1:

2 (a) Travel Michigan, including any expenditures authorized
3 under section 89b of the Michigan strategic fund act, 1984 PA 270,
4 MCL 125.2089b, to supplement the Michigan promotion program or Pure
5 Michigan programs. The report shall include the number of
6 commercials produced, the types of media purchased, and the target
7 of tourism promotion used in Michigan tourism promotion material.

8 (b) Business attraction, retention, and growth, including any
9 expenditures authorized under section 89b of the Michigan strategic
10 fund act, 1984 PA 270, MCL 125.2089b, to supplement the Michigan
11 business marketing program. The report shall include the number of
12 commercials produced, the markets in which media buys have been
13 made, and any web-based products that were created as a result of
14 this appropriation.

15 (c) Community development block grants.

16 (d) Strategic fund administration.

17 (e) Renaissance zones.

18 (f) 21st century investment program.

19 (g) Michigan business development program.

20 (h) Community revitalization program.

21 (i) Core community fund.

22 (j) Any other programs of the fund.

23 (k) The budget of the MSF and MEDC for the previous fiscal
24 year, including a list of all corporate revenue received by source,
25 all expenditures by core focus and grouped by line-item
26 appropriation for the year, the number of FTE positions at the
27 MEDC, the corporate fund balance remaining at the end of the fiscal

1 year, the total amount of work project funding spent during the
2 previous fiscal year, all work projected funding that is being
3 carried forward, and the difference between the enacted budget and
4 final expenditures for the previous fiscal year.

5 (2) As a condition of the expenditure of funds appropriated in
6 part 1 for business attraction and community revitalization, the
7 fund shall submit a report to the chairpersons of the senate and
8 house of representatives standing committees on appropriations, the
9 chairpersons of the senate and house of representatives standing
10 committees on appropriations subcommittees on general government,
11 the senate and house fiscal agencies, and the state budget office
12 that provides performance metrics for the Michigan business
13 development program and community revitalization program. The
14 report shall include, but is not limited to, all of the following
15 for all appropriated funds that are available during the fiscal
16 year:

17 (a) Total verified jobs created, as required by statute,
18 compared to total committed jobs.

19 (b) Total actual private investment compared to total
20 projected private investment.

21 (c) An estimate of the return on investment to the state as a
22 result of the incentives.

23 (d) A listing of projects previously awarded incentives that
24 were revoked and the reason for revocation.

25 (e) A listing of projects that had incentive contracts amended
26 by the fund or MEDC. The listing shall include a detailed listing
27 of the amendments made to the contract.

1 (3) The reports in subsections (1) and (2) shall be submitted
2 by March 15. The report for each program in subsection (1)(a)
3 through (k) shall include details on all revenue sources, actual
4 expenditures, and number of FTEs for that program for the previous
5 fiscal year.

6 Sec. 1008. As a condition of receiving funds under part 1, any
7 interlocal agreement entered into by the fund shall include
8 language which states that if a local unit of government has a
9 contract or memorandum of understanding with a private economic
10 development agency, the MEDC will work cooperatively with that
11 private organization in that local area.

12 Sec. 1009. (1) Of the funds appropriated to the fund or
13 through grants to the MEDC, no funds shall be expended for the
14 purchase of options on land or the purchase of land unless at least
15 1 of the following conditions applies:

16 (a) The land is located in an economically distressed area.

17 (b) The land is obtained through a purchase or exercise of an
18 option at the invitation of the local unit of government and local
19 economic development agency.

20 (2) Consideration may be given to purchases where the proposed
21 use of the land is consistent with a regional land use plan, will
22 result in the redevelopment of an economically distressed area, can
23 be supported by existing infrastructure, and will not cause shifts
24 in population away from the area's population centers.

25 (3) As used in this section, "economically distressed area"
26 means an area in a city, village, or township that has been
27 designated as blighted; a city, village, or township that shows

1 negative population change from 1970 and a poverty rate and
2 unemployment rate greater than the statewide average; or an area
3 certified as a neighborhood enterprise zone under the neighborhood
4 enterprise zone act, 1992 PA 147, MCL 207.771 to 207.786.

5 (4) The fund shall provide a report to the senate and house of
6 representatives appropriations subcommittees on general government,
7 the senate and house fiscal agencies, and the state budget office
8 that provides a list of all properties purchased, all options on
9 land purchased, the location of the land purchased, and the
10 purchase price if the fund purchases options on land or land. The
11 report must be submitted before March 15.

12 Sec. 1010. As a condition for receiving funds in part 1, not
13 later than March 15, the fund shall provide a report for the
14 immediately preceding fiscal year on the jobs for Michigan
15 investment fund, created in section 88h of the Michigan strategic
16 fund act, 1984 PA 270, MCL 125.2088h. The report shall be submitted
17 to the chairpersons of the senate and house of representatives
18 standing committees on appropriations, the chairpersons of the
19 senate and house of representatives standing committees on
20 appropriations subcommittees on general government, the senate and
21 house fiscal agencies, and the state budget office. The report
22 shall include, but is not limited to, all of the following:

23 (a) A detailed listing of revenues, by fund source, to the
24 jobs for Michigan investment fund. The listing shall include the
25 manner and reason for which the funds were appropriated to the jobs
26 for Michigan investment fund.

27 (b) A detailed listing of expenditures, by project, from the

1 jobs for Michigan investment fund.

2 (c) A fiscal year-end balance of the jobs for Michigan
3 investment fund.

4 Sec. 1011. (1) From the appropriations in part 1 to the fund
5 and granted or transferred to the MEDC, any unexpended or
6 unencumbered balance shall be disposed of in accordance with the
7 requirements in the management and budget act, 1984 PA 431, MCL
8 18.1101 to 18.1594, unless carryforward authorization has been
9 otherwise provided for.

10 (2) Any encumbered funds, including encumbered funds
11 subsequently unobligated, shall be used for the same purposes for
12 which funding was originally appropriated in this part and part 1.

13 (3) For funds appropriated in part 1 to the fund, any
14 carryforward authorization subsequently created through a work
15 project shall be preserved until a cash or accrued expenditure has
16 been executed or the allowable work project time period has
17 expired.

18 Sec. 1012. (1) As a condition of receiving funds under part 1,
19 the fund shall ensure that the MEDC and the fund comply with all of
20 the following:

21 (a) The freedom of information act, 1976 PA 442, MCL 15.231 to
22 15.246.

23 (b) The open meetings act, 1976 PA 267, MCL 15.261 to 15.275.

24 (c) Annual audits of all financial records by the auditor
25 general or his or her designee.

26 (d) All reports required by law to be submitted to the
27 legislature.

1 (2) If the MEDC is unable for any reason to perform duties
2 under this part, the fund may exercise those duties.

3 Sec. 1013. As a condition for receiving the appropriations in
4 part 1, any staff of the MEDC involved in private fund-raising
5 activities shall not be party to any decisions regarding the
6 awarding of grants, incentives, or tax abatements from the fund,
7 the MEDC, or the Michigan economic growth authority.

8 Sec. 1024. From the funds appropriated in part 1 for business
9 attraction and community revitalization, not less than
10 \$20,000,000.00 shall be granted by the fund board for brownfield
11 redevelopment and historic preservation projects under the
12 community revitalization program authorized by chapter 8C of the
13 Michigan strategic fund act, 1984 PA 270, MCL 125.2090 to
14 125.2090d.

15 Sec. 1032. (1) The department shall report to the house and
16 senate subcommittees on general government, the state budget
17 director, and the fiscal agencies on the status of the film
18 incentives at the same time as it submits the annual report
19 required under section 455 of the Michigan business tax act, 2007
20 PA 36, MCL 208.1455. The department of treasury shall provide the
21 department with the data necessary to prepare the report.
22 Incentives included in the report shall include all of the
23 following:

24 (a) The tax credit provided under section 455 of the Michigan
25 business tax act, 2007 PA 36, MCL 208.1455.

26 (b) The tax credit provided under section 457 of the Michigan
27 business tax act, 2007 PA 36, MCL 208.1457.

1 (c) The tax credit provided under section 459 of the Michigan
2 business tax act, 2007 PA 36, MCL 208.1459.

3 (d) The amount of any tax credit claimed under former section
4 367 of the income tax act of 1967, 1967 PA 281.

5 (e) Any tax credits provided for film and digital media
6 production under the Michigan economic growth authority act, 1995
7 PA 24, MCL 207.801 to 207.810.

8 (f) Loans to an eligible production company or film and
9 digital media private equity fund authorized under section 88d(3),
10 (4), and (5) of the Michigan strategic fund act, 2005 PA 225, MCL
11 125.2088d.

12 (2) The report shall include all of the following information:

13 (a) For each tax credit, the number of contracts signed, the
14 projected expenditures qualifying for the credit, and the estimated
15 value of the credits. For loans, the number of loans made under
16 each section, the interest rate of those loans, the loan amount,
17 the percent of the projected budget of each production financed by
18 those loans, and the estimated interest earnings from the loan.

19 (b) For credits authorized under section 455 of the Michigan
20 business tax act, 2007 PA 36, MCL 208.1455, for productions
21 completed by December 31, the expenditures of each production
22 eligible for the credit that has filed a request for certificate of
23 completion with the film office, broken down into expenditures for
24 goods, services, or salaries and wages and showing separately
25 expenditures in each local unit of government, including
26 expenditures for personnel, whether or not they were made to a
27 Michigan entity, and whether or not they were taxable under the

1 laws of this state. For loans, the report shall include the number
2 of loans that have been fully repaid, with principal and interest
3 shown separately, and the number of loans that are delinquent or in
4 default, and the amount of principal that is delinquent or is in
5 default.

6 (c) For each of the tax credit incentives and loan incentives
7 listed in subsection (1), a breakdown for each project or
8 production showing each of the following:

9 (i) The number of temporary jobs created.

10 (ii) The number of permanent jobs created.

11 (iii) The number of persons employed in Michigan as a result
12 of the incentive, on a full-time equated basis.

13 (3) For any information not included in the report due to the
14 provisions of section 455(6), 457(6), or 459(6) of the Michigan
15 business tax act, 2007 PA 36, MCL 208.1455, 208.1457, and 208.1459,
16 the report shall do all of the following:

17 (a) Indicate how the information would describe the commercial
18 and financial operations or intellectual property of the company.

19 (b) Attest that the information has not been publicly
20 disseminated at any time.

21 (c) Describe how disclosure of the information may put the
22 company at a competitive disadvantage.

23 (4) Any information not disclosed due to the provisions of
24 section 455(6), 457(6), or 459(6) of the Michigan business tax act,
25 2007 PA 36, MCL 208.1455, 208.1457, and 208.1459, shall be
26 presented at the lowest level of aggregation that would no longer
27 describe the commercial and financial operations or intellectual

1 property of the company.

2 Sec. 1033. As a condition of receiving funds in part 1, not
3 later than March 15, the department of talent and economic
4 development shall provide a report on the activities of the
5 Michigan film and digital media office for the immediately
6 preceding fiscal year. The report shall be submitted to the
7 chairpersons of the senate and house of representatives
8 subcommittees on general government, the senate and house fiscal
9 agencies, and the state budget office. The report shall include,
10 but not be limited to, a listing of all projects the Michigan film
11 and digital media office provided assistance on, a listing of the
12 services provided for each project, and an estimate of investment
13 leveraged.

14 Sec. 1034. Each business incubator or accelerator that
15 received an award from the fund shall maintain and update a
16 dashboard of indicators to measure the effectiveness of the
17 business incubator and accelerator programs. Indicators shall
18 include the direct jobs created, new companies launched as a direct
19 result of business incubator or accelerator involvement, businesses
20 expanded as a direct result of business incubator or accelerator
21 involvement, direct investment in client companies, private equity
22 financing obtained by client companies, grant funding obtained by
23 client companies, and other measures developed by the recipient
24 business incubators and accelerators in conjunction with the MEDC.
25 Dashboard indicators shall be reported for the prior fiscal year
26 and cumulatively, if available. Each recipient shall submit a copy
27 of their dashboard indicators to the fund by March 1. The fund

1 shall transmit the local reports to the senate and house of
2 representatives appropriations subcommittees on general government,
3 the senate and house fiscal agencies, and the state budget office
4 by March 15.

5 Sec. 1035. (1) From the appropriation in part 1, the Michigan
6 council for arts and cultural affairs shall administer an arts and
7 cultural grant program that maintains an equitable geographic
8 distribution of funding and utilizes past arts and cultural grant
9 programs as a guideline for administering this program. The council
10 shall do all of the following:

11 (a) On or before October 1, the fund shall publish proposed
12 application criteria, instructions, and forms for use by eligible
13 applicants. The fund shall provide at least a 2-week period for
14 public comment before finalizing the application criteria,
15 instructions, and forms.

16 (b) A nonrefundable application fee may be assessed for each
17 application. Application fees shall be deposited in the council for
18 the arts fund and are appropriated for expenses necessary to
19 administer the programs. These funds are available for expenditure
20 when they are received and may be carried forward to the following
21 fiscal year.

22 (c) Grants are to be made to public and private arts and
23 cultural entities.

24 (d) Within 1 business day after the award announcements, the
25 council shall provide to each member of the legislature and the
26 fiscal agencies a list of all grant recipients and the total award
27 given to each recipient, sorted by county.

1 (e) In addition to the information in subdivision (d), the
2 council shall report on the number of applications received, number
3 of grants awarded, total amount requested from applications
4 received, and total amount of grants awarded.

5 (2) The appropriation in part 1 for arts and cultural program
6 shall not be used for the administration of the grant program.

7 Sec. 1036. (1) The general fund/general purpose funds
8 appropriated in part 1 to the fund for business attraction and
9 community revitalization shall be transferred to the 21st century
10 jobs trust fund per section 90b(3) of the Michigan strategic fund
11 act, 1984 PA 270, MCL 125.2090b.

12 (2) Funds transferred to the 21st century jobs trust fund
13 under subsection (1) are appropriated and available for allocation
14 as authorized in the Michigan strategic fund act, 1984 PA 270, MCL
15 125.2001 to 125.2094.

16 Sec. 1040. As a condition of receiving funds in part 1, the
17 department of talent and economic development shall utilize SIGMA
18 as an appropriation and expenditure reporting system to track all
19 financial transactions with individual vendors, contractual
20 partners, grantees, recipients of business incentives, and
21 recipients of other economic assistance. Encumbrances and
22 expenditures shall be reported in a timely manner.

23 Sec. 1041. From the funds appropriated in part 1 for business
24 attraction and community revitalization, the fund shall request the
25 transfer by the state treasurer of not more than 60% of the funds
26 prior to April 1.

27 Sec. 1042. For the funds appropriated in part 1 for business

1 attraction and community revitalization, the fund shall report
2 quarterly on the amount of funds considered appropriated, pre-
3 encumbered, encumbered, and expended. The report shall also include
4 a listing of all previous appropriations for business attraction
5 and community revitalization, or a predecessor, that were
6 considered appropriated, pre-encumbered, encumbered, or expended
7 that have lapsed back to the fund for any purpose. The report shall
8 be submitted to the chairpersons of the senate and house of
9 representatives standing committees on appropriations, the
10 chairpersons of the senate and house of representatives standing
11 committees on appropriations subcommittees on general government,
12 the senate and house fiscal agencies, and the state budget office.

13 Sec. 1043. (1) The fund, in conjunction with the department of
14 treasury, shall report to the senate and house of representatives
15 appropriations subcommittees on general government, the senate and
16 house fiscal agencies, and the state budget office by November 1 on
17 the annual cost of the Michigan economic growth authority tax
18 credits. The report shall include for each year the board-approved
19 credit amount, adjusted for credit amendments where applicable, and
20 the actual and projected value of tax credits for each year from
21 1995 to the expiration of the credit program. For years for which
22 credit claims are complete, the report shall include the total of
23 actual certificated credit amounts. For years for which claims are
24 still pending or not yet submitted, the report shall include a
25 combination of actual credits where available and projected
26 credits. Credit projections shall be based on updated estimates of
27 employees, wages, and benefits for eligible companies.

1 (2) In addition to the report under subsection (1), the fund,
2 in conjunction with the department of treasury, shall report to the
3 senate and house of representatives appropriations subcommittees on
4 general government, the senate and house fiscal agencies, and the
5 state budget office by November 1 on the annual cost of all other
6 certificated credits by program, for each year until the credits
7 expire or can no longer be collected. The report shall include
8 estimates on the brownfield redevelopment credit, film credits,
9 MEGA photovoltaic technology credit, MEGA polycrystalline silicon
10 manufacturing credit, MEGA vehicle battery credit, and other
11 certificated credits.

12 Sec. 1044. As a condition of receiving appropriations in part
13 1, prior to authorizing the transfer of any previously authorized
14 tax credit that would increase the liability to this state, the
15 department of talent and economic development, on behalf of the
16 Michigan strategic fund board, shall notify the chairpersons of the
17 senate and house of representatives standing committees on
18 appropriations, the chairpersons of the relevant appropriations
19 subcommittees, the senate and house fiscal agencies, and the state
20 budget office not fewer than 30 days prior to the authorization of
21 the tax credit transfer.

22 Sec. 1047. (1) From the funds appropriated in part 1 for
23 Michigan enhancement grants, \$1,000,000.00 shall be awarded to an
24 independent biomedical research and science education organization
25 in a county with a population between 600,000 and 610,000 and in a
26 city with a population over 185,000 according to the most recent
27 federal decennial census to be used for matching federal funds,

1 private and nonprofit grants, and private contributions.

2 (2) From the funds appropriated in part 1 for Michigan
3 enhancement grants, \$1,500,000.00 shall be awarded to a city for
4 removal of dams in a county with a population between 600,000 and
5 610,000 and in a city with a population over 185,000 according to
6 the most recent federal decennial census.

7 (3) From the funds appropriated in part 1 for Michigan
8 enhancement grants, \$1,000,000.00 shall be awarded to a civic
9 theater in a county with a population between 600,000 and 610,000
10 and in a city with a population over 185,000 according to the most
11 recent federal decennial census.

12 (4) From the funds appropriated in part 1 for Michigan
13 enhancement grants, \$2,500,000.00 shall be awarded as a cross-
14 county wastewater treatment improvement grant for 2 counties, 1
15 county with a population between 172,000 and 173,000 and another
16 county with a population between 263,000 and 264,000 according to
17 the most recent federal decennial census.

18 (5) From the funds appropriated in part 1 for Michigan
19 enhancement grants, \$100.00 shall be appropriated towards the
20 creation of the Michigan forensic science commission with the
21 purpose to improve the transparency of forensic science activities,
22 engage criminal justice stakeholders, coordinate resources within
23 the state, and provide independent oversight of forensic service
24 providers and reports and testimony that they provide for use as
25 evidence in criminal matters. The commission shall consist of 11
26 members appointed by the governor under the following criteria:

27 (a) Members with forensic science expertise:

1 (i) One member with experience as a forensic scientist in a
2 supervisory role at the Michigan state policy crime lab.

3 (ii) One member who is a board-certified pathologist with
4 experience in forensic pathology.

5 (iii) One member who has experience as a forensic science
6 practitioner.

7 (b) Members with research science expertise:

8 (i) One member with research expertise in cognitive bias
9 selected from a university in Michigan.

10 (ii) One member with expertise in statistics selected from a
11 university in Michigan.

12 (iii) Two members who are researchers in a field relevant to
13 forensic science.

14 (c) Members with expertise in law and the criminal justice
15 system:

16 (i) The chief justice of the Michigan supreme court or a
17 member of the Michigan judiciary appointed by the chief justice.

18 (ii) One member from a list of 10 names submitted by the
19 Prosecuting Attorneys Association of Michigan.

20 (6) From the funds appropriated in part 1 for Michigan
21 enhancement grants, \$100.00 shall be awarded to a museum that is a
22 national historic landmark in a county with a population over
23 1,300,000 and in a city with a population between 97,000 and
24 500,000 according to the most recent federal decennial census for
25 security upgrades.

26 (7) From the funds appropriated in part 1 for Michigan
27 enhancement grants, \$1,000,000.00 shall be awarded to a chamber of

1 commerce in a county with a population between 1,000,000 and
2 1,700,000 and in a city with a population between 79,000 and 80,000
3 according to the most recent federal decennial census for expansion
4 of an interactive learning center.

5 (8) From the funds appropriated in part 1 for Michigan
6 enhancement grants, \$100.00 shall be awarded to support an Arab-
7 American museum in a county with a population over 1,300,000 and in
8 a city with a population between 97,000 and 500,000 according to
9 the most recent federal decennial census.

10 (9) From the funds appropriated in part 1 for Michigan
11 enhancement grants, \$100.00 shall be awarded to support a memorial
12 center in a county with a population between 1,000,000 and
13 1,700,000 and in a city with a population between 79,000 and 80,000
14 according to the most recent federal decennial census to expand
15 educational access.

16 (10) From the funds appropriated in part 1 for Michigan
17 enhancement grants, \$100.00 shall be awarded to support capital
18 improvements to an African-American museum in a city with a
19 population greater than 600,000 according to the most recent
20 federal decennial census.

21 (11) From the funds appropriated in part 1 for Michigan
22 enhancement grants, \$100.00 shall be awarded to support capital
23 improvements to a community house and grounds civic association in
24 a city with a population greater than 600,000 according to the most
25 recent federal decennial census.

26 (12) From the funds appropriated in part 1 for Michigan
27 enhancement grants, \$100.00 shall be awarded to support park

1 improvements in a county with a population over 1,300,000 and in a
2 city with a population between 27,000 and 28,000 according to the
3 most recent federal decennial census to expand educational access.

4 (13) From the funds appropriated in part 1 for Michigan
5 enhancement grants, \$100.00 shall be awarded to a community college
6 in a county with a population between 27,000 and 28,750 and in a
7 city with a population over 10,000 according to the most recent
8 federal decennial census to expand educational access.

9 (14) From the funds appropriated in part 1 for Michigan
10 enhancement grants, \$100.00 shall be awarded to an industrial park
11 for road improvements in a county with a population between 24,500
12 and 25,200 and in a city with a population over 1,100 according to
13 the most recent federal decennial census for road improvements.

14 (15) From the funds appropriated in part 1 from Michigan
15 enhancement grants, \$350,000.00 shall be awarded toward blight
16 removal projects located in counties with populations under 50,000
17 with priority given to communities with the greatest population
18 loss since 2000 and cap individual grants to no more than \$50,000.

19 (16) From the funds appropriated in part 1 for Michigan
20 enhancement grants, \$100.00 shall be awarded to a city to purchase
21 a boat launch in a county with a population between 15,110 and
22 15,200 and in a city with a population between 500 and 1,000
23 according to the most recent federal decennial census.

24 (17) From the funds appropriated in part 1 for Michigan
25 enhancement grants, \$5,000.00 shall be awarded to a city with the
26 oldest World War I monument for preservation of the monument.

27 (18) From the funds appropriated in part 1 for Michigan

1 enhancement grants, \$100.00 shall be awarded to a national,
2 nonprofit program that connects National Guard, reserve, retired,
3 and transitioning active-duty military service members with skilled
4 training and quality career opportunities in the construction
5 industry. Grant funding must be used to recruit and assist military
6 veterans to transition into apprenticeship programs in this state.

7 (19) From the one-time funds appropriated in part 1 for
8 Michigan enhancement grants, \$100.00 shall be awarded for water
9 treatment repairs and expansion located in a county with a
10 population of between 120,000 and 150,000 and a city with a
11 population of between 8,600 and 8,700 according to the most recent
12 federal decennial census.

13 (20) From the funds appropriated in part 1 for Michigan
14 enhancement grants, \$100.00 shall be awarded to a public museum in
15 a county with a population between 350,000 and 600,000 and in a
16 city with a population over 100,000 according to the most recent
17 federal decennial census for museum expansion.

18 (21) From the funds appropriated in part 1 for Michigan
19 enhancement grants, \$100.00 shall be awarded to a nonprofit
20 community group that provides information technology-based
21 programming in a county with a population between 600,000 and
22 610,000 and in a city with a population over 185,000 according to
23 the most recent federal decennial census for program expansion.

24 (22) From the funds appropriated in part 1 for Michigan
25 enhancement grants, \$100.00 shall be awarded to a Michigan public
26 university that has a doctoral program with an information
27 assurance concentration and a dedicated school of information

Senate Bill No. 855 as amended May 3, 2018

1 security that partners with the National Security Agency and the
 2 Department of Homeland Security on cybersecurity measures, for
 3 program expansion.

4 (23) From the funds appropriated in part 1 for Michigan
 5 enhancement grants, \$100.00 shall be awarded to a private, not-for-
 6 profit 501(c)(3) organization focused on providing wet lab
 7 incubator services and economic opportunities for Michigan
 8 companies based on advanced research for expansion of research and
 9 development in this state. The organization shall be located in a
 10 county with a population of between 344,000 and 346,000 and a

11 charter township with a population of between 34,000 and 35,000
 12 according to the most recent federal decennial census.

<<(24) From the funds appropriated in part 1 for Michigan
 enhancement grants, \$100.00 shall be awarded to a city that has been
 under a declaration of water emergency to purchase software that would
 allow the register of deeds office to record properties that have had
 pipelines replaced or have been certified that pipeline replacement is
 not needed on the official land documents.

(25) From the funds appropriated in part 1 for Michigan enhancement
 grants, \$100.00 shall be awarded to a county planning commission located
 in a county with a population between 350,000 and 600,000 according to
 the most recent federal decennial census for facility improvements and
 equine development on a facility that is more than 75 acres and will
 create a minimum of 75 new full-time employees.

(26) From the funds appropriated in part 1 for Michigan enhancement
 grants, \$100.00 shall be awarded to a nonprofit organization located in a
 city with a population over 600,000 according to the most recent federal
 decennial census that oversees a national heritage area that encompasses
 over 10,000 square miles in the State for program expansion.

(27) From the funds in part 1 for Michigan enhancement grants,
 \$100.00 shall be awarded to a field house in a county with a population
 over 1,300,000 and a city with a population between 10,700 and 10,800
 according to the most recent federal decennial census.>>

13 Sec. 1050. (1) From the funds appropriated in part 1 for
 14 business attraction and community revitalization, the department
 15 shall identify specific outcomes and performance measures,
 16 including, but not limited to, the following:

17 (a) Total verified jobs created during the fiscal year ending
 18 September 30, 2019.

19 (b) Total private investment obtained during the fiscal year
 20 ending September 30, 2019.

21 (c) Amount of private and public square footage created and
 22 reactivated during the fiscal year ending September 30, 2019.

23 (2) The department must submit a report to the house and
 24 senate appropriations subcommittees on general government, the
 25 senate and house fiscal agencies, and the state budget director by
 26 March 15. The report must describe the specific outcomes and
 27 measures required in subsection (1) and provide the results and

1 data related to these outcomes and measures for the prior fiscal
2 year if related information is available for the prior fiscal year.

3 Sec. 1053. From the increased funds appropriated in part 1 for
4 the arts and cultural program, the department shall identify
5 specific outcomes and performance measures, including, but not
6 limited to, the following:

7 (a) Number of applications received during the fiscal year
8 ending September 30, 2019.

9 (b) Number of grants awarded during the fiscal year ending
10 September 30, 2019.

11 (c) Number of FTEs supported by grants during the fiscal year
12 ending September 30, 2019.

13 **TALENT INVESTMENT AGENCY**

14 Sec. 1060. The talent investment agency shall administer the
15 PATH training program in accordance with the requirements of
16 section 407(d) of title IV of the social security act, 42 USC 607,
17 the state social welfare act, 1939 PA 280, MCL 400.1 to 400.119b,
18 and all other applicable laws and regulations.

19 Sec. 1061. From the funds appropriated in part 1 for workforce
20 programs subgrantees, the talent investment agency may allocate
21 funding for grants to nonprofit organizations that offer programs
22 pursuant to the workforce investment act of 1998, Public Law 105-
23 220, or the workforce innovation and opportunity act, 29 USC 3101
24 to 3361, eligible youth focusing on apprenticeship readiness, pre-
25 apprenticeship and apprenticeship activities, entrepreneurship,
26 work-readiness skills, job shadowing, and financial literacy.
27 Organizations eligible for funding under this section must have the

1 capacity to provide similar programs in urban areas, as determined
2 by the United States Bureau of the Census according to the most
3 recent federal decennial census. Additionally, programs eligible
4 for funding under this section must include the participation of
5 local business partners. The talent investment agency shall develop
6 other appropriate eligibility requirements to ensure compliance
7 with applicable federal rules and regulations.

8 Sec. 1062. The talent investment agency shall make available,
9 in person or by telephone, 1 disabled veterans outreach program
10 specialist or local veterans employment representative to Michigan
11 Works! service centers, as resources permit, during hours of
12 operation, and shall continue to make the appropriate placement of
13 veterans and disabled veterans a priority.

14 Sec. 1063. (1) In addition to the funds appropriated in part
15 1, any unencumbered and unrestricted federal workforce investment
16 act of 1998, Public Law 105-220, workforce innovation and
17 opportunity act, 29 USC 3101 to 3361, or trade adjustment
18 assistance funds available from prior fiscal years are appropriated
19 for the purposes originally intended.

20 (2) The talent investment agency shall report by February 15
21 to the senate and house subcommittees on general government, the
22 fiscal agencies, and the state budget director on the amount by
23 fiscal year of federal workforce investment act of 1998, Public Law
24 105-220, and workforce innovation and opportunity act, 29 USC 3101
25 to 3361, funds appropriated under this section.

26 Sec. 1065. The talent investment agency shall publish data and
27 reports on March 15 and September 30 on the agency website

1 concerning the status of career technology and Going Pro funded in
2 part 1. The report shall include the following:

3 (a) The number of awardees participating in the program and
4 the names of those awardees organized by major industry group.

5 (b) The amount of funding received by each awardee under the
6 program.

7 (c) Amount of funding leveraged from each awardee.

8 (d) Training models established by each awardee.

9 (e) The number of individuals enrolled in classroom training,
10 on-the-job training, or new USDOL registered apprentices.

11 (f) The number of individuals who completed the program and
12 were hired by awardee.

13 (g) The number of applications received and the number of
14 applications approved for each region.

15 (h) The talent investment agency shall expand workforce
16 training and reemployment services to better connect workers to in-
17 demand jobs and identify specific outcomes with performance metrics
18 for this initiative, including, but not limited to, new
19 apprenticeships, individuals to be hired and trained, current
20 employees trained, training completed, and employment retention
21 rate at 6 months, and hourly wage at 6 months.

22 Sec. 1066. As a condition of receiving funds in part 1 for
23 Going Pro, the talent investment agency shall administer the
24 program as follows:

25 (a) The talent investment agency shall work cooperatively with
26 grantees to maximize the amount of funds from part 1 that are
27 available for direct training.

1 (b) The talent investment agency, workforce development
2 partners, including regional Michigan Works! agencies, and
3 employers shall collaborate and work cooperatively to prioritize
4 and streamline the expenditure of the funds appropriated in part 1.
5 The talent investment agency shall ensure that Going Pro provides a
6 collaborative statewide network of workforce and employee skill
7 development partners that addresses the employee talent needs
8 throughout the state.

9 (c) The talent investment agency shall ensure that grants are
10 utilized for individual skill enhancement and to address in-demand
11 talent needs in Michigan.

12 (d) The talent investment agency shall develop program goals
13 and detailed guidance for prospective participants to follow to
14 qualify under the program. The program goals and detailed guidance
15 shall be posted on the talent investment agency website and
16 distributed to workforce development partners, including local
17 Michigan Works! agencies, by October 1. Periodic assessments of
18 employer and employee needs shall be evaluated on a regional basis,
19 and the talent investment agency shall identify solutions and goals
20 to be implemented to satisfy those needs. The talent investment
21 agency shall notify the senate and house of representatives
22 standing committees on appropriations, the senate and house of
23 representatives standing committees on appropriations subcommittees
24 on general government, the senate and house fiscal agencies, and
25 the state budget office on any program goal, solution, or guidance
26 changes not fewer than 14 days prior to the finalization and
27 publication of the changes. Revenue received by the talent

1 investment agency for Going Pro may be expended for the purpose of
2 those programs.

3 (e) Up to \$5,000,000.00 of the funds may be expended to match
4 federal funds. The intent of these funds will involve improving and
5 increasing the skill level of employees in skilled trades in the
6 automotive industry and the manufacturing processes within the
7 changing manufacturing environment.

8 Sec. 1068. (1) Of the funds appropriated in part 1 for the
9 workforce training programs, the talent investment agency shall
10 provide a report by March 15 to the senate and house of
11 representatives standing committees on appropriations subcommittees
12 on general government, the state budget director, and the fiscal
13 agencies on the status of the workforce training programs. The
14 report shall include the following:

15 (a) The amount of funding allocated to each Michigan Works!
16 agency and the total funding allocated to the workforce training
17 programs statewide by fund source.

18 (b) The number of participants enrolled in education or
19 training programs by each Michigan Works! agency.

20 (c) The average duration of training for training program
21 participants by each Michigan Works! agency.

22 (d) The number of participants enrolled in remedial education
23 programs and the number of participants enrolled in literacy
24 programs.

25 (e) The number of participants enrolled in programs at 2-year
26 institutions.

27 (f) The number of participants enrolled in 4-year

1 institutions.

2 (g) The number of participants enrolled in proprietary schools
3 or other technical training programs.

4 (h) The number of participants that have completed education
5 or training programs.

6 (i) The number of participants who secured employment in
7 Michigan within 1 year of completing a training program.

8 (j) The number of participants who completed a training
9 program and secured employment in a field related to their
10 training.

11 (k) The average wage earned by participants who completed a
12 training program and secured employment within 1 year.

13 (l) The actual revenues received by the fund source and fund
14 appropriated for each discrete workforce development program area.

15 (2) Data collection for the report shall be for the prior
16 state fiscal year.

17 Sec. 1071. From the one-time funds appropriated in part 1 for
18 Going Pro, \$3,000,000.00 must be awarded to an existing dropout
19 prevention and recovery program for youth. The funds must support a
20 program that helps Michigan youth who are at risk of dropping out
21 of high school, or who have already dropped out, to graduate and
22 make successful transitions to postsecondary education or
23 employment.

24 Sec. 1072. From the funds appropriated in part 1 for
25 unemployment insurance agency, \$100.00 shall be used to pay off the
26 unemployment insurance agency debt owed by a school district that
27 has been dissolved by the state.

1 Sec. 1076. The department of talent and economic development
2 shall provide a quarterly report to the members of the senate and
3 house committees on appropriations, the senate and house fiscal
4 agencies, and the state budget director that includes, but is not
5 limited to, the following:

6 (a) The number of new fraudulent cases that have been
7 identified or issued by the unemployment insurance agency,
8 classified by employer or claimant, during the quarter.

9 (b) The total amount of penalties and interest issued on
10 fraudulent cases during the quarter.

11 (c) The total amount of penalties and interest dollars
12 received during the quarter.

13 (d) The total amount of penalties and interest still owed to
14 the state.

15 (e) The number of fraudulent cases that have been appealed by
16 an employer or claimant during the quarter.

17 Sec. 1077. (1) From the funds appropriated in part 1 for
18 unemployment insurance agency, \$300,000.00 shall be appropriated
19 toward a pilot project that uses a vendor for the analysis, review,
20 and disposition of the high volume of fraudulent claims for the
21 unemployment insurance agency. The agency shall issue an RFP and
22 contract with a vendor that uses cloud-based solutions to assist in
23 analyzing unemployment insurance claims and provide the following
24 benefits:

25 (a) Improve efficiency of identifying fraudulent claims and
26 the common factors associated with the fraudulent claims.

27 (b) Advance the timeline for concluding fraud investigations.

1 (c) Provide for improved tracking of all documentation around
2 claims and subpoenas related to claims.

3 (d) Allow for the transfer of information that may be critical
4 for other agencies to prevent and detect identity theft and fraud.

5 (2) The vendor selected under subsection (1) shall provide all
6 of the following services:

7 (a) Fraud analytics focused on claims management.

8 (b) Case management systems that provide an audit trail for
9 investigators.

10 (c) Built-in risk management tools.

11 (d) A feedback loop for findings that incorporate machine
12 learning with statistical and visual techniques with the
13 unemployment insurance agency's existing controls.

14 (e) A library of prebuilt analytics that can be easily
15 customized to the unemployment insurance agency's needs.

16 Sec. 1078. (1) From the funds appropriated in part 1 for the
17 unemployment insurance agency, the talent investment agency shall
18 maintain customer service standards for employers and claimants
19 making use of the various means by which they can access the
20 system.

21 (2) The talent investment agency shall identify specific
22 outcomes and performance metrics for this initiative, including,
23 but not limited to, the following:

24 (a) Unemployment benefit fund balance.

25 (b) Process improvement - fiscal integrity.

26 (c) Process improvement - determination timeliness.

27 (d) Process improvement - determination quality.

1 Sec. 1079. (1) The talent investment agency shall extend the
2 interagency agreement with the department of health and human
3 services for the duration of the current fiscal year, which
4 concerns TANF funding to provide job readiness and welfare-to-work
5 programming. The interagency agreement shall include specific
6 outcome and performance reporting requirements as described in this
7 section. TANF funding provided to the talent investment agency in
8 the current fiscal year is contingent on compliance with the data
9 and reporting requirements described in this section. The
10 interagency agreement shall require the talent investment agency to
11 provide all of the following items for the previous year to the
12 senate and house appropriations committees by January 1 of the
13 current fiscal year:

14 (a) An itemized spending report on TANF funding, including all
15 of the following:

16 (i) Direct services to clients.

17 (ii) Administrative expenditures.

18 (b) The number of family independence program clients served
19 through the TANF funding, including all of the following:

20 (i) The number and percentage who obtained employment through
21 Michigan Works!.

22 (ii) The number and percentage who fulfilled their TANF work
23 requirement through other job readiness programming.

24 (iii) Average TANF spending per client.

25 (iv) The number and percentage of clients who were referred to
26 Michigan Works! but did not receive a job or job readiness
27 placement and the reasons why.

1 (2) Not later than March 15 of the current fiscal year, the
2 department shall provide to the senate and house appropriations
3 subcommittees on the department budget, the senate and house fiscal
4 agencies, and the senate and house policy offices an annual report
5 on the following matters itemized by Michigan Works! agency: the
6 number of referrals to Michigan Works! job readiness programs, the
7 number of referrals to Michigan Works! job readiness programs who
8 became a participant in the Michigan Works! job readiness programs,
9 the number of participants who obtained employment, and the cost
10 per participant case.

11 Sec. 1084. From the funds appropriated in part 1 for Going
12 pro, the department shall identify specific outcomes and
13 performance measures, including, but not limited to, all of the
14 following:

15 (a) Number of job training grants awarded to employers during
16 the fiscal year ending September 30, 2019.

17 (b) Number of individuals enrolled in and completing training
18 during the fiscal year ending September 30, 2019.

19 (c) Number of new jobs and apprenticeships created during the
20 fiscal year ending September 30, 2019.

21 **STATE BUILDING AUTHORITY**

22 Sec. 1100. (1) Subject to section 242 of the management and
23 budget act, 1984 PA 431, MCL 18.1242, and upon the approval of the
24 state building authority, the department of treasury may expend
25 from the general fund of the state during the fiscal year an amount
26 to meet the cash flow requirements of those state building

1 authority projects solely for lease to a state agency identified in
2 both part 1 and this section, and for which state building
3 authority bonds or notes have not been issued, and for the sole
4 acquisition by the state building authority of equipment and
5 furnishings for lease to a state agency as permitted by 1964 PA
6 183, MCL 830.411 to 830.425, for which the issuance of bonds or
7 notes is authorized by a legislative appropriation act that is
8 effective for the immediately preceding fiscal year. Any general
9 fund advances for which state building authority bonds have not
10 been issued shall bear an interest cost to the state building
11 authority at a rate not to exceed that earned by the state
12 treasurer's common cash fund during the period in which the
13 advances are outstanding and are repaid to the general fund of the
14 state.

15 (2) Upon sale of bonds or notes for the projects identified in
16 part 1 or for equipment as authorized by a legislative
17 appropriation act and in this section, the state building authority
18 shall credit the general fund of the state an amount equal to that
19 expended from the general fund plus interest, if any, as defined in
20 this section.

21 (3) For state building authority projects for which bonds or
22 notes have been issued and upon the request of the state building
23 authority, the state treasurer shall make advances without interest
24 from the general fund as necessary to meet cash flow requirements
25 for the projects, which advances shall be reimbursed by the state
26 building authority when the investments earmarked for the financing
27 of the projects mature.

1 (4) In the event that a project identified in part 1 is
2 terminated after final design is complete, advances made on behalf
3 of the state building authority for the costs of final design shall
4 be repaid to the general fund in a manner recommended by the
5 director.

6 Sec. 1102. (1) State building authority funding to finance
7 construction or renovation of a facility that collects revenue in
8 excess of money required for the operation of that facility shall
9 not be released to a university or community college unless the
10 institution agrees to reimburse that excess revenue to the state
11 building authority. The excess revenue shall be credited to the
12 general fund to offset rent obligations associated with the
13 retirement of bonds issued for that facility. The auditor general
14 shall annually identify and present an audit of those facilities
15 that are subject to this section. Costs associated with the
16 administration of the audit shall be charged against money
17 recovered pursuant to this section.

18 (2) As used in this section, "revenue" includes state
19 appropriations, facility opening money, other state aid, indirect
20 cost reimbursement, and other revenue generated by the activities
21 of the facility.

22 Sec. 1103. The state building authority shall provide to the
23 JCOS and senate and house fiscal agencies a report relative to the
24 status of construction projects associated with state building
25 authority bonds as of September 30 of each year, on or before
26 October 15, or not more than 30 days after a refinancing or
27 restructuring bond issue is sold. The report shall include, but is

not limited to, the following:

(a) A list of all completed construction projects for which state building authority bonds have been sold, and which bonds are currently active.

(b) A list of all projects under construction for which sale of state building authority bonds is pending.

(c) A list of all projects authorized for construction or identified in an appropriations act for which approval of schematic/preliminary plans or total authorized cost is pending that have state building authority bonds identified as a source of financing.

REVENUE STATEMENT

Sec. 1201. Pursuant to section 18 of article V of the state constitution of 1963, fund balances and estimates are presented in the following statement:

BUDGET RECOMMENDATIONS BY OPERATING FUNDS

(Amounts in millions)

Fiscal Year 2018-2019

	Beginning	Estimated	Ending
	<u>Balance</u>	<u>Revenue</u>	<u>Balance</u>
OPERATING FUNDS			
General fund/general purpose	191.8	9,864.8	7.3
School aid fund	97.1	15,335.6	6.1
Federal aid	0.0	20,650.0	0.0
Transportation funds	0.0	5,971.7	0.0

		193		
1	Special revenue funds	0.0	7,075.1	0.0
2	Countercyclical economic and			
3	budget stabilization fund	889.1	33.1	922.2
4	TOTALS	\$1,178.0	\$58,930.3	\$935.6