

**SENATE SUBSTITUTE FOR  
HOUSE BILL NO. 5592**

A bill to make appropriations for the departments of consumer and industry services and Michigan jobs commission and certain other state purposes for the fiscal year ending September 30, 1999; to provide for the expenditure of those appropriations; to provide for the imposition of certain fees; to provide for the disposition of fees and other income received by the state agencies; to provide for reports to certain persons; and to prescribe powers and duties of certain state departments and certain state and local agencies and officers.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1

PART 1

2

LINE-ITEM APPROPRIATIONS

3

Sec. 101. The amounts listed in this part are appropriated for the

4

departments of consumer and industry services and Michigan jobs

5

commission, subject to the conditions set forth in this act, for the

**HB 5592, As Passed Senate, May 27, 1998**

HB 5592 as amended May 26, 1998  
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For Fiscal Year Ending  
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1 fiscal year ending September 30, 1999, from the funds identified in this  
2 part. The following is a summary of the appropriations in this part:

3 **TOTAL REGULATORY**

4 APPROPRIATION SUMMARY:

|    |  |         |                  |
|----|--|---------|------------------|
| 5  | Full-time equated unclassified positions.....        | 73.5    |                  |
| 6  | Full-time equated classified positions.....          | 5,470.4 |                  |
| 7  | GROSS APPROPRIATION.....                             |         | \$ 1,036,735,000 |
| 8  | Interdepartmental grant revenues:                    |         |                  |
| 9  | Total interdepartmental grants and intradepartmental |         |                  |
| 10 | transfers.....                                       |         | 9,800,800        |
| 11 | ADJUSTED GROSS APPROPRIATION.....                    |         | \$ 1,026,934,200 |
| 12 | Federal revenues:                                    |         |                  |
| 13 | Total federal revenues.....                          |         | 640,518,800      |
| 14 | Special revenue funds:                               |         |                  |
| 15 | Total local revenues.....                            |         | 10,867,900       |
| 16 | Total private revenues.....                          |         | 3,922,700        |
| 17 | Total other state restricted revenues.....           |         | 191,889,300      |
| 18 | State general fund/general purpose.....              |         | \$ 179,735,500   |

19 **Sec. 102. DEPARTMENT OF CONSUMER AND INDUSTRY SERVICES**

20 **(1) APPROPRIATION SUMMARY:**

|    |   |         |                |
|----|---|---------|----------------|
| 21 | Full-time equated unclassified positions..... | 64.5    |                |
| 22 | Full-time equated classified positions.....   | 4,112.4 |                |
| 23 | GROSS APPROPRIATION.....                      |         | \$ 466,330,800 |
| 24 | Interdepartmental grant revenues:             |         |                |

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|    |  |                  |
|----|--|------------------|
| 1  | Total interdepartmental grants and intradepartmental |                  |
| 2  | transfers.....                                       | 4,675,300        |
| 3  | ADJUSTED GROSS APPROPRIATION.....                    | \$ 461,655,500   |
| 4  | Federal revenues:                                    |                  |
| 5  | Total federal revenues.....                          | 203,931,200      |
| 6  | Special revenue funds:                               |                  |
| 7  | Total private revenues.....                          | 920,700          |
| 8  | Total other state restricted revenues.....           | 186,530,200      |
| 9  | State general fund/general purpose.....              | \$ 70,273,400    |
| 10 | <b>(2) EXECUTIVE DIRECTION</b>                       |                  |
| 11 | Full-time equated unclassified positions.....        | 64.5             |
| 12 | Full-time equated classified positions.....          | 73.0             |
| 13 | Unclassified salaries.....                           | \$ 4,843,300     |
| 14 | Executive director programs--43.0 FTE positions..... | 4,523,200        |
| 15 | Policy development--9.0 FTE positions.....           | 1,309,600        |
| 16 | Utility consumer representation.....                 | 800,000          |
| 17 | Regulatory efficiency improvements/backlog reduction |                  |
| 18 | initiative.....                                      | 750,000          |
| 19 | MES board of review program--21.0 FTE positions..... | <u>1,480,000</u> |
| 20 | GROSS APPROPRIATION.....                             | \$ 13,706,100    |
| 21 | Appropriated from:                                   |                  |
| 22 | Federal revenues:                                    |                  |
| 23 | DOL-ETA, unemployment insurance.....                 | 1,962,900        |
| 24 | DOL, multiple grants for safety and health.....      | 142,900          |
| 25 | Special revenue funds:                               |                  |
| 26 | Private - college work-study.....                    | 25,000           |

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|    |   |           |
|----|---|-----------|
| 1  | Motor carrier fees.....                               | 19,300    |
| 2  | Public utility assessments.....                       | 454,100   |
| 3  | Corporation and securities fees.....                  | 82,600    |
| 4  | Bank fees.....  | 150,700   |
| 5  | Consumer finance fees.....                            | 30,400    |
| 6  | Health professions regulatory fund.....               | 2,065,600 |
| 7  | Credit union fees.....                                | 67,100    |
| 8  | Insurance regulatory fees.....                        | 246,400   |
| 9  | Liquor purchase revolving fund.....                   | 956,800   |
| 10 | Michigan state housing development authority fees and |           |
| 11 | charges.....  | 225,900   |
| 12 | Manufactured housing commission fees.....             | 25,700    |
| 13 | Utility consumer representation fund.....             | 800,000   |
| 14 | Licensing and regulation fees.....                    | 920,000   |
| 15 | Construction code fund.....                           | 445,700   |
| 16 | Elevator fees.....                                    | 59,900    |
| 17 | Safety education and training fund.....               | 142,400   |
| 18 | Worker's compensation administrative revolving fund.. | 20,200    |
| 19 | Boiler fees.....                                      | 51,400    |
| 20 | Fees and collections.....                             | 61,200    |
| 21 | Second injury fund.....                               | 24,300    |
| 22 | Self-insurers security fund.....                      | 6,400     |
| 23 | Silicosis and dust disease fund.....                  | 9,400     |
| 24 | Other state restricted revenue.....                   | 21,800    |
| 25 | State general fund/general purpose..... \$            | 4,688,000 |

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|    |   |      |                   |
|----|---|------|-------------------|
| 1  | <b>(3) COUNCIL FOR ARTS AND CULTURAL AFFAIRS</b>      |      |                   |
| 2  | Full-time equated classified positions.....           | 9.0  |                   |
| 3  | Administration--9.0 FTE positions.....                | \$   | 829,100           |
| 4  | Arts and cultural grants.....                         |      | <u>21,548,700</u> |
| 5  | GROSS APPROPRIATION.....                              | \$   | 22,377,800        |
| 6  | Appropriated from:                                    |      |                   |
| 7  | Federal revenues:                                     |      |                   |
| 8  | NFAH-NEA, promotion of the arts, state and regional   |      |                   |
| 9  | programs.....   |      | 700,000           |
| 10 | State general fund/general purpose.....               | \$   | 21,677,800        |
| 11 | <b>(4) FIRE SAFETY</b>                                |      |                   |
| 12 | Full-time equated classified positions.....           | 50.0 |                   |
| 13 | Office of fire safety--50.0 FTE positions.....        | \$   | <u>3,840,400</u>  |
| 14 | GROSS APPROPRIATION.....                              | \$   | 3,840,400         |
| 15 | Appropriated from:                                    |      |                   |
| 16 | Interdepartmental grant revenues:                     |      |                   |
| 17 | IDG from department of community health, inspection   |      |                   |
| 18 | contract.....   |      | 106,000           |
| 19 | Federal revenues:                                     |      |                   |
| 20 | HHS-HCFA, Medicare supplementary medical insurance... |      | 550,300           |
| 21 | HHS-HCFA, state survey and certification of health    |      |                   |
| 22 | care providers and suppliers, Medicaid.....           |      | 550,300           |
| 23 | Special revenue funds:                                |      |                   |
| 24 | Fire alarm regulation fees.....                       |      | 159,500           |
| 25 | Fire services fees.....                               |      | 1,330,800         |
| 26 | State general fund/general purpose.....               | \$   | 1,143,500         |

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|    |   |       |                |
|----|---|-------|----------------|
| 1  | <b>(5) MANAGEMENT SERVICES</b>                    |       |                |
| 2  | Full-time equated classified positions.....       | 173.0 |                |
| 3  | Administrative services--70.0 FTE positions.....  | \$    | 4,760,600      |
| 4  | Technology support--103.0 FTE positions.....      |       | 12,205,700     |
| 5  | Insurance automation.....                         |       | 750,000        |
| 6  | Health services information systems.....          |       | 750,000        |
| 7  | Rent.....   |       | 5,263,000      |
| 8  | Building occupancy charges - property development |       |                |
| 9  | services.....                                     |       | 4,581,700      |
| 10 | Worker's compensation.....                        |       | 1,018,600      |
| 11 | Special project advances.....                     |       | <u>740,000</u> |
| 12 | GROSS APPROPRIATION.....                          | \$    | 30,069,600     |
| 13 | Appropriated from:                                |       |                |
| 14 | Interdepartmental grant revenues:                 |       |                |
| 15 | IDT from insurance bureau.....                    |       | 509,300        |
| 16 | Federal revenues:                                 |       |                |
| 17 | Federal funds.....                                |       | 772,000        |
| 18 | HHS, federal funds.....                           |       | 199,000        |
| 19 | DOL, multiple grants for safety and health.....   |       | 636,800        |
| 20 | DOL-ETA, unemployment insurance.....              |       | 251,600        |
| 21 | Special revenue funds:                            |       |                |
| 22 | Private - college work-study.....                 |       | 25,100         |
| 23 | Private - special project advances.....           |       | 740,000        |
| 24 | Motor carrier fees.....                           |       | 195,200        |
| 25 | Public utility assessments.....                   |       | 2,541,500      |
| 26 | Corporations and securities fees.....             |       | 1,698,000      |

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|    |   |           |
|----|---|-----------|
| 1  | Manufactured housing commission fees.....                 | 82,000    |
| 2  | Liquor purchase revolving fund.....                       | 5,772,500 |
| 3  | Michigan state housing development authority fees and     |           |
| 4  | charges.....  | 994,700   |
| 5  | Credit union fees.....                                    | 220,200   |
| 6  | Bank fees.....  | 326,300   |
| 7  | Consumer finance fees.....                                | 124,000   |
| 8  | Insurance regulatory fees.....                            | 1,617,400 |
| 9  | Health professions regulatory fund.....                   | 3,523,200 |
| 10 | Licensing and regulation fees.....                        | 1,776,200 |
| 11 | Fees and collections.....                                 | 174,500   |
| 12 | Boiler fee revenue.....                                   | 149,100   |
| 13 | Construction code fund.....                               | 1,007,200 |
| 14 | Elevator fees.....  | 250,500   |
| 15 | Safety education and training fund.....                   | 296,400   |
| 16 | Second injury fund.....                                   | 43,100    |
| 17 | Self-insurers security fund.....                          | 11,400    |
| 18 | Silicosis and dust disease fund.....                      | 16,600    |
| 19 | Worker's compensation administrative revolving fund..     | 936,100   |
| 20 | Other state restricted revenue.....                       | 50,400    |
| 21 | State general fund/general purpose..... \$                | 5,129,300 |
| 22 | <b>(6) FINANCIAL SERVICES AND CORPORATIONS</b>            |           |
| 23 | Full-time equated classified positions.....               | 385.0     |
| 24 | Manufactured housing commission, per diem \$50.00..... \$ | 7,800     |
| 25 | Manufactured housing and land resources program--         | 16.0      |
| 26 | FTE positions.....  | 1,553,200 |

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|    |   |                  |
|----|---|------------------|
| 1  | Corporate services--64.0 FTE positions.....           | 4,910,500        |
| 2  | Investment oversight--31.0 FTE positions.....         | 2,524,000        |
| 3  | Local manufactured housing communities inspections... | 250,000          |
| 4  | Property development group--13.0 FTE positions.....   | 1,347,300        |
| 5  | Remuneration grants.....                              | 4,500,000        |
| 6  | Financial institutions administration--18.0 FTE       |                  |
| 7  | positions.....  | 1,243,000        |
| 8  | Bank regulation--50.0 FTE positions.....              | 5,012,700        |
| 9  | Credit union regulation--41.0 FTE positions.....      | 3,313,000        |
| 10 | Financial institutions consumer protection--19.0 FTE  |                  |
| 11 | positions.....  | 1,663,500        |
| 12 | Financial institutions research and consumer          |                  |
| 13 | services--5.0 FTE positions.....                      | 358,800          |
| 14 | Federal regulatory projects.....                      | 50,600           |
| 15 | Insurance bureau administration--22.0 FTE positions.. | 2,104,200        |
| 16 | Insurance financial standards--49.0 FTE positions.... | 7,571,100        |
| 17 | Insurance licensing and enforcement--30.0 FTE         |                  |
| 18 | positions.....  | 2,447,000        |
| 19 | Insurance market standards and consumer services--    |                  |
| 20 | 27.0 FTE positions.....                               | <u>2,412,400</u> |
| 21 | GROSS APPROPRIATION.....                              | \$ 41,269,100    |
| 22 | Appropriated from:                                    |                  |
| 23 | Federal revenues:                                     |                  |
| 24 | Federal regulatory project revenues.....              | 50,600           |
| 25 | Special revenue funds:                                |                  |
| 26 | Corporation and securities fees.....                  | 5,145,900        |

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|    |  |           |                   |
|----|--|-----------|-------------------|
| 1  | Manufactured housing commission fees.....    |           | 1,911,500         |
| 2  | Land sales fees.....                         |           | 50,600            |
| 3  | Limited liability partnership revenue.....   |           | 10,000            |
| 4  | Certification and copying fees.....          |           | 2,127,500         |
| 5  | Property development fees.....               |           | 225,200           |
| 6  | Remonumentation fees.....                    |           | 5,064,500         |
| 7  | Bank fees.....                               |           | 5,805,400         |
| 8  | Consumer finance fees.....                   |           | 1,905,500         |
| 9  | Credit union fees.....                       |           | 3,880,100         |
| 10 | Insurance licensing and regulation fees..... |           | 3,015,500         |
| 11 | Insurance regulatory fees.....               |           | 10,838,900        |
| 12 | Insurance continuing education fees.....     |           | 532,400           |
| 13 | Multiple employer welfare arrangement.....   |           | 131,900           |
| 14 | Private - college work-study.....            |           | 10,100            |
| 15 | Private - travel funds.....                  |           | 5,900             |
| 16 | State general fund/general purpose.....      | \$        | 557,600           |
| 17 | <b>(7) PUBLIC SERVICE COMMISSION</b>         |           |                   |
| 18 | Full-time equated classified positions.....  | 161.0     |                   |
| 19 | Administration, planning and regulation--    | 161.0 FTE |                   |
| 20 | positions.....                               | \$        | <u>18,277,200</u> |
| 21 | GROSS APPROPRIATION.....                     | \$        | 18,277,200        |
| 22 | Appropriated from:                           |           |                   |
| 23 | Interdepartmental grant revenues:            |           |                   |
| 24 | IDG from MDEQ.....                           |           | 200,000           |
| 25 | Federal revenues:                            |           |                   |
| 26 | DOE-OEERE, multiple grants.....              |           | 2,477,900         |

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|    |   |       |                |
|----|---|-------|----------------|
| 1  | DOT-RSPA, gas pipeline safety.....                      |       | 208,200        |
| 2  | Special revenue funds:                                  |       |                |
| 3  | Motor carrier fees.....                                 |       | 1,730,900      |
| 4  | Public utility assessments.....                         |       | 13,614,200     |
| 5  | Private - Great Lakes governors council.....            |       | 46,000         |
| 6  | State general fund/general purpose.....                 | \$    | 0              |
| 7  | <b>(8) LIQUOR CONTROL COMMISSION</b>                    |       |                |
| 8  | Full-time equated classified positions.....             | 183.0 |                |
| 9  | Management support services--43.0 FTE positions.....    | \$    | 2,840,300      |
| 10 | Liquor licensing and enforcement--140.0 FTE positions   |       | 9,956,700      |
| 11 | Liquor law enforcement grants.....                      |       | 6,000,000      |
| 12 | Grant to department of agriculture, wine industry       |       |                |
| 13 | council.....  |       | <u>424,100</u> |
| 14 | GROSS APPROPRIATION.....                                | \$    | 19,221,100     |
| 15 | Appropriated from:                                      |       |                |
| 16 | Special revenue funds:                                  |       |                |
| 17 | Liquor license revenue.....                             |       | 10,609,800     |
| 18 | Nonretail liquor license revenue.....                   |       | 424,100        |
| 19 | Liquor purchase revolving fund.....                     |       | 8,187,200      |
| 20 | State general fund/general purpose.....                 | \$    | 0              |
| 21 | <b>(9) MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY</b> |       |                |
| 22 | Full-time equated classified positions.....             | 234.0 |                |
| 23 | Payments on behalf of tenants.....                      | \$    | 66,000,000     |
| 24 | Housing and rental assistance program--228.0 FTE        |       |                |
| 25 | positions.....  |       | 20,366,200     |
| 26 | Automatic data processing--6.0 FTE positions.....       |       | 843,700        |

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|    |   |    |                  |
|----|---|----|------------------|
| 1  | Homeless program.....                                 |    | <u>5,290,800</u> |
| 2  | GROSS APPROPRIATION.....                              | \$ | 92,500,700       |
| 3  | Appropriated from:                                    |    |                  |
| 4  | Federal revenues:                                     |    |                  |
| 5  | HUD, lower income housing assistance program.....     |    | 78,790,200       |
| 6  | Special revenue funds:                                |    |                  |
| 7  | Michigan state housing development authority fees and |    |                  |
| 8  | charges.....  |    | 13,710,500       |
| 9  | State general fund/general purpose.....               | \$ | 0                |
| 10 | <b>(10) TAX TRIBUNAL</b>                              |    |                  |
| 11 | Full-time equated classified positions.....14.0       |    |                  |
| 12 | Operations--14.0 FTE positions.....                   | \$ | <u>1,526,400</u> |
| 13 | GROSS APPROPRIATION.....                              | \$ | 1,526,400        |
| 14 | Appropriated from:                                    |    |                  |
| 15 | Special revenue funds:                                |    |                  |
| 16 | Tax tribunal fees.....                                |    | 586,300          |
| 17 | State general fund/general purpose.....               | \$ | 940,100          |
| 18 | <b>(11) GRANTS</b>                                    |    |                  |
| 19 | Fire protection grants.....                           | \$ | <u>6,675,000</u> |
| 20 | GROSS APPROPRIATION.....                              | \$ | 6,675,000        |
| 21 | Appropriated from:                                    |    |                  |
| 22 | Special revenue funds:                                |    |                  |
| 23 | Liquor purchase revolving fund.....                   |    | 6,675,000        |
| 24 | State general fund/general purpose.....               | \$ | 0                |

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|    |  |                   |
|----|--|-------------------|
| 1  | (12) HEALTH REGULATORY SYSTEMS                           |                   |
| 2  | Full-time equated classified positions.....              | 336.0             |
| 3  | Health systems administration--195.0 FTE positions... \$ | 15,908,800        |
| 4  | Emergency medical services program state staff--10.0     |                   |
| 5  | FTE positions.....                                       | 1,060,700         |
| 6  | Health facilities management information system.....     | 568,400           |
| 7  | Radiological health administration and projects--24.0    |                   |
| 8  | FTE positions.....                                       | 1,813,300         |
| 9  | Substance abuse program administration--4.0 FTE          |                   |
| 10 | positions.....   | 374,900           |
| 11 | Emergency medical services grants and contracts.....     | 962,100           |
| 12 | Health services--103.0 FTE positions.....                | <u>11,367,200</u> |
| 13 | GROSS APPROPRIATION..... \$                              | 32,055,400        |
| 14 | Appropriated from:                                       |                   |
| 15 | Federal revenues:  |                   |
| 16 | Federal funds.....                                       | 11,275,300        |
| 17 | Special revenue funds:                                   |                   |
| 18 | Private - local northeast regional dentistry board       |                   |
| 19 | review.....  | 18,100            |
| 20 | Private - college work-study.....                        | 25,500            |
| 21 | Controlled substance license fees.....                   | 1,271,900         |
| 22 | Health professions regulatory fund.....                  | 9,601,700         |
| 23 | Nurse professional fund.....                             | 450,000           |
| 24 | Fees and collections.....                                | 2,266,300         |
| 25 | Other state restricted revenue.....                      | 1,314,100         |
| 26 | State general fund/general purpose..... \$               | 5,832,500         |

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|    |  |       |                      |
|----|--|-------|----------------------|
| 1  | <b>(13) REGULATORY SERVICES</b>                      |       |                      |
| 2  | Full-time equated classified positions.....          | 264.0 |                      |
| 3  | AFC, children's welfare and day care licensure--     | 264.0 |                      |
| 4  | FTE positions.....                                   |       | \$ <u>19,455,700</u> |
| 5  | GROSS APPROPRIATION.....                             |       | \$ 19,455,700        |
| 6  | Appropriated from:                                   |       |                      |
| 7  | Federal revenues:                                    |       |                      |
| 8  | HHS, federal funds.....                              |       | 7,864,100            |
| 9  | Special revenue funds:                               |       |                      |
| 10 | Licensing fees.....                                  |       | 443,000              |
| 11 | State general fund/general purpose.....              |       | \$ 11,148,600        |
| 12 | <b>(14) OCCUPATIONAL REGULATION</b>                  |       |                      |
| 13 | Full-time equated classified positions.....          | 235.0 |                      |
| 14 | Commissions and boards.....                          |       | \$ 41,900            |
| 15 | Code enforcement--99.0 FTE positions.....            |       | 7,144,400            |
| 16 | Code enforcement flexibility.....                    |       | 610,800              |
| 17 | Boiler inspection program--18.0 FTE positions.....   |       | 1,393,000            |
| 18 | Elevator inspection program--23.0 FTE positions..... |       | 1,674,100            |
| 19 | Commercial services--95.0 FTE positions.....         |       | <u>7,731,900</u>     |
| 20 | GROSS APPROPRIATION.....                             |       | \$ 18,596,100        |
| 21 | Appropriated from:                                   |       |                      |
| 22 | Special revenue funds:                               |       |                      |
| 23 | Private - college work-study.....                    |       | 25,000               |
| 24 | Real estate education fund.....                      |       | 351,800              |
| 25 | Real estate appraiser continuing education fund..... |       | 45,000               |
| 26 | Licensing and regulation fees.....                   |       | 5,569,100            |

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|    |   |       |                   |
|----|---|-------|-------------------|
| 1  | Homeowner construction lien recovery fund.....        |       | 1,528,900         |
| 2  | Health professions regulatory fund.....               |       | 212,100           |
| 3  | Construction code fund.....                           |       | 7,565,500         |
| 4  | Boiler fee revenue.....                               |       | 1,526,500         |
| 5  | Elevator fees.....                                    |       | 1,772,200         |
| 6  | State general fund/general purpose.....               | \$    | 0                 |
| 7  | <b>(15) EMPLOYMENT RELATIONS</b>                      |       |                   |
| 8  | Full-time equated classified positions.....           | 28.0  |                   |
| 9  | Fact finding and arbitration.....                     |       | \$ 169,300        |
| 10 | Employment and labor relations--28.0 FTE positions... |       | <u>2,686,700</u>  |
| 11 | GROSS APPROPRIATION.....                              | \$    | 2,856,000         |
| 12 | Appropriated from:                                    |       |                   |
| 13 | Special revenue funds:                                |       |                   |
| 14 | Publication revenue.....                              |       | 25,000            |
| 15 | State general fund/general purpose.....               | \$    | 2,831,000         |
| 16 | <b>(16) SAFETY AND REGULATION</b>                     |       |                   |
| 17 | Full-time equated classified positions.....           | 271.0 |                   |
| 18 | Commissions and boards.....                           |       | \$ 27,700         |
| 19 | Employment standards enforcement--38.0 FTE positions. |       | 2,287,000         |
| 20 | Subgrantees.....                                      |       | 1,026,900         |
| 21 | Occupational safety and health--233.0 FTE positions.. |       | <u>20,291,500</u> |
| 22 | GROSS APPROPRIATION.....                              | \$    | 23,633,100        |
| 23 | Appropriated from:                                    |       |                   |
| 24 | Federal revenues:                                     |       |                   |
| 25 | DOL, multiple grants for safety and health.....       |       | 11,804,600        |
| 26 | Special revenue funds:                                |       |                   |

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|    |   |         |               |
|----|---|---------|---------------|
| 1  | Safety education and training fund.....               |         | 4,755,600     |
| 2  | Fees and collections.....                             |         | 671,300       |
| 3  | State general fund/general purpose.....               | \$      | 6,401,600     |
| 4  | <b>(17) WORKER'S DISABILITY COMPENSATION</b>          |         |               |
| 5  | Full-time equated classified positions.....           | 172.4   |               |
| 6  | Administration--119.0 FTE positions.....              | \$      | 7,727,300     |
| 7  | Board of magistrates administration--8.0 FTE          |         |               |
| 8  | positions.....  |         | 1,665,600     |
| 9  | Appellate commission administration--11.4 FTE         |         |               |
| 10 | positions.....  |         | 768,500       |
| 11 | Supplemental benefit fund.....                        |         | 1,700,000     |
| 12 | Insurance funds administration--34.0 FTE positions... |         | 10,061,600    |
| 13 | Automatic data processing.....                        |         | 506,000       |
| 14 | Grant to the Michigan jobs commission - hire the      |         |               |
| 15 | handicapped program.....                              |         | <u>50,000</u> |
| 16 | GROSS APPROPRIATION.....                              | \$      | 22,479,000    |
| 17 | Appropriated from:                                    |         |               |
| 18 | Special revenue funds:                                |         |               |
| 19 | Worker's compensation administrative revolving fund.. |         | 1,938,000     |
| 20 | Second injury fund.....                               |         | 6,404,900     |
| 21 | Self-insurers security fund.....                      |         | 1,706,600     |
| 22 | Silicosis and dust disease fund.....                  |         | 2,506,100     |
| 23 | State general fund/general purpose.....               | \$      | 9,923,400     |
| 24 | <b>(18) UNEMPLOYMENT AGENCY</b>                       |         |               |
| 25 | Full-time equated classified positions.....           | 1,524.0 |               |
| 26 | Worker's compensation.....                            | \$      | 453,700       |

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|    |   |                  |
|----|---|------------------|
| 1  | Rent.....   | 4,232,000        |
| 2  | Building occupancy charges - property development     |                  |
| 3  | service.....  | 1,656,300        |
| 4  | Unemployment programs--1,441.7 FTE positions.....     | 84,594,800       |
| 5  | Advocacy assistance program--4.0 FTE positions.....   | 1,500,000        |
| 6  | Special audit and collections program--43.0 FTE       |                  |
| 7  | positions.....  | 2,016,500        |
| 8  | Special fraud control program--18.0 FTE positions.... | 1,217,300        |
| 9  | Training program for agency staff--2.1 FTE positions. | 1,038,500        |
| 10 | Fraud control and investigations program--15.2 FTE    |                  |
| 11 | positions.....  | <u>1,083,000</u> |
| 12 | GROSS APPROPRIATION..... \$                           | 97,792,100       |
| 13 | Appropriated from:                                    |                  |
| 14 | Interdepartmental grant revenues:                     |                  |
| 15 | IDG from family independence agency.....              | 3,860,000        |
| 16 | Federal revenues:                                     |                  |
| 17 | DOL, unemployment insurance.....                      | 85,194,500       |
| 18 | DOL, employment and training administration.....      | 500,000          |
| 19 | Special revenue funds:                                |                  |
| 20 | Contingent fund, penalty and interest account.....    | 8,237,600        |
| 21 | State general fund/general purpose..... \$            | 0                |

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|    |  |                |
|----|--|----------------|
| 1  | <b>Sec. 103. MICHIGAN JOBS COMMISSION</b>            |                |
| 2  | <b>(1) APPROPRIATION SUMMARY:</b>                    |                |
| 3  | Full-time equated unclassified positions.....        | 9.0            |
| 4  | Full-time equated classified positions.....          | 1,358.0        |
| 5  | GROSS APPROPRIATION.....                             | \$ 570,404,200 |
| 6  | Interdepartmental grant revenues:                    |                |
| 7  | Total interdepartmental grants and intradepartmental |                |
| 8  | transfers.....                                       | 5,125,500      |
| 9  | ADJUSTED GROSS APPROPRIATION.....                    | \$ 565,278,700 |
| 10 | Federal revenues:                                    |                |
| 11 | Total federal revenues.....                          | 436,587,600    |
| 12 | Special revenue funds:                               |                |
| 13 | Total local revenues.....                            | 10,867,900     |
| 14 | Total private revenues.....                          | 3,002,000      |
| 15 | Total other state restricted revenues.....           | 5,359,100      |
| 16 | State general fund/general purpose.....              | \$ 109,462,100 |
| 17 | <b>(2) DEPARTMENTAL ADMINISTRATION</b>               |                |
| 18 | Full-time equated unclassified positions.....        | 9.0            |
| 19 | Full-time equated classified positions.....          | 16.0           |
| 20 | Unclassified salaries.....                           | \$ 687,600     |
| 21 | Executive direction--16.0 FTE positions.....         | 1,180,700      |
| 21 | K.I. Sawyer base conversion authority.....           | 450,000        |
| 22 | GROSS APPROPRIATION.....                             | \$ 2,318,300   |
| 23 | Appropriated from:                                   |                |
| 24 | Interdepartmental grant revenues:                    |                |
| 25 | IDG-MDEQ, air quality fees.....                      | 58,000         |
| 26 | Federal revenues:                                    |                |

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|    |   |          |                |
|----|---|----------|----------------|
| 1  | Special revenue funds:                              |          |                |
|    | Michigan strategic fund revenue.....                |          | 450,000        |
| 2  | State general fund/general purpose.....             | \$       | 1,810,300      |
| 3  | <b>(3) DEPARTMENT OPERATIONS</b>                    |          |                |
| 4  | Full-time equated classified positions.....         | 80.0     |                |
| 5  | Administrative services--80.0 FTE positions.....    | \$       | 5,401,100      |
| 6  | Rent.....   |          | 1,649,300      |
| 7  | Building occupancy charges - property development   |          |                |
| 8  | services.....                                       |          | 562,600        |
| 9  | Worker's compensation.....                          |          | 259,900        |
| 10 | Special project advances.....                       |          | <u>700,000</u> |
| 11 | GROSS APPROPRIATION.....                            | \$       | 8,572,900      |
| 12 | Appropriated from:                                  |          |                |
| 13 | Federal revenues:                                   |          |                |
| 14 | DOL-ETA, multiple grants.....                       |          | 417,700        |
| 15 | DED, cooperative demonstration, school-to-work..... |          | 150,500        |
| 16 | DED-OSERS, multiple grants.....                     |          | 1,281,100      |
| 17 | HHS, temporary assistance for needy families.....   |          | 253,000        |
| 18 | Special revenue funds:                              |          |                |
| 19 | Private - special project advances.....             |          | 700,000        |
| 20 | State general fund/general purpose.....             | \$       | 5,770,600      |
| 21 | <b>(4) ECONOMIC RETENTION AND EXPANSION</b>         |          |                |
| 22 | Full-time equated classified positions.....         | 229.0    |                |
| 23 | International and national business development--   | 30.0     |                |
| 24 | FTE positions.....                                  | \$       | 4,174,800      |
| 25 | Travel administration/travel commission--           | 27.0 FTE |                |
| 26 | positions.....                                      |          | 3,641,300      |

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|    |  |                   |
|----|--|-------------------|
| 1  | Welcome centers--51.0 FTE positions.....                 | 3,978,500         |
| 2  | Michigan promotion program.....                          | 9,217,500         |
| 3  | Job creation services--121.0 FTE positions.....          | <u>14,024,600</u> |
| 4  | GROSS APPROPRIATION..... \$                              | 35,036,700        |
| 5  | Appropriated from:                                       |                   |
| 6  | Interdepartmental grant revenues:                        |                   |
| 7  | IDG-MDEQ, air quality fees.....                          | 42,000            |
| 8  | IDG-MDOT.....  | 3,978,500         |
| 9  | Federal revenues:  |                   |
| 10 | DOL-NOICC.....   | 166,800           |
| 11 | HUD-CPD, community development block grant.....          | 1,868,000         |
| 12 | Special revenue funds:                                   |                   |
| 13 | Private - Michigan certified development corporation     |                   |
| 14 | fees.....  | 151,200           |
| 15 | Industry support fees.....                               | 50,000            |
| 16 | State general fund/general purpose..... \$               | 28,780,200        |
| 17 | <b>(5) WORKFORCE DEVELOPMENT</b>                         |                   |
| 18 | Full-time equated classified positions.....686.0         |                   |
| 19 | Employment training services--591.0 FTE positions.... \$ | 61,647,600        |
| 20 | Michigan career and technical institute--95.0 FTE        |                   |
| 21 | positions.....   | <u>9,792,500</u>  |
| 22 | GROSS APPROPRIATION..... \$                              | 71,440,100        |
| 23 | Appropriated from:                                       |                   |
| 24 | Interdepartmental grant revenues:                        |                   |
| 25 | IDG-MDOC.....  | 31,400            |
| 26 | Federal revenues:  |                   |

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|    |   |             |
|----|---|-------------|
| 1  | DED, cooperative demonstration, school-to-work.....   | 1,202,400   |
| 2  | DED-OPSE, multiple grants.....                        | 999,500     |
| 3  | DED-OSERS, multiple grants.....                       | 39,977,300  |
| 4  | DOL-ETA, multiple grants.....                         | 6,988,100   |
| 5  | HHS-SSA, supplemental security income.....            | 4,061,700   |
| 6  | CNS.....  | 505,000     |
| 7  | HHS, temporary assistance for needy families.....     | 2,245,700   |
| 8  | DAG, employment and training.....                     | 248,700     |
| 9  | Special revenue funds:                                |             |
| 10 | Local vocational rehabilitation match.....            | 3,152,200   |
| 11 | Private - gifts, bequests, and donations.....         | 1,350,800   |
| 12 | Rehabilitation services fees.....                     | 1,884,800   |
| 13 | Risk management internal service fund.....            | 99,700      |
| 14 | Second injury fund.....                               | 50,000      |
| 15 | Student fees.....                                     | 44,700      |
| 16 | Training material fees.....                           | 249,600     |
| 17 | State general fund/general purpose..... \$            | 8,348,500   |
| 18 | <b>(6) DEPARTMENT GRANTS</b>                          |             |
| 19 | Job training programs subgrantees..... \$             | 119,426,200 |
| 20 | Michigan community service commission subgrantees.... | 5,900,000   |
| 21 | Displaced homemakers.....                             | 470,000     |
| 22 | Supported employment grants.....                      | 1,308,600   |
| 23 | Technology assistance grants.....                     | 1,026,600   |
| 24 | Vocational rehabilitation client services/facilities. | 50,164,000  |
| 25 | Vocational rehabilitation independent living.....     | 2,077,700   |
| 26 | Personal assistance services.....                     | 400,000     |

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|    |   |                |
|----|---|----------------|
| 1  | School-to-work subgrantees.....                       | 10,980,900     |
| 2  | Economic development job training grants.....         | 30,582,300     |
| 3  | Welfare-to-work programs.....                         | 135,220,300    |
| 4  | CDBG pass-through.....                                | 45,000,000     |
| 5  | Pre-college programs in engineering and the sciences. | <u>844,700</u> |
| 6  | GROSS APPROPRIATION..... \$                           | 403,401,300    |
| 7  | Appropriated from:                                    |                |
| 8  | Interdepartmental grant revenues:                     |                |
| 9  | IDG-MDOC.....   | 1,015,600      |
| 10 | Federal revenues:                                     |                |
| 11 | DED, cooperative demonstration, school to work.....   | 10,680,900     |
| 12 | DED-OSERS, multiple grants.....                       | 40,488,500     |
| 13 | DOL-ETA, multiple grants.....                         | 137,810,600    |
| 14 | HHS, temporary assistance for needy families.....     | 79,233,700     |
| 15 | HHS-SSA, supplemental security income.....            | 2,362,500      |
| 16 | HUD-CPD, community development block grant.....       | 45,000,000     |
| 17 | CNS.....  | 4,500,000      |
| 18 | DAG, employment and training.....                     | 8,041,300      |
| 19 | Special revenue funds:                                |                |
| 20 | Local vocational rehabilitation match.....            | 6,437,400      |
| 21 | Local vocational rehabilitation facilities match..... | 1,278,300      |
| 22 | Private - gifts, bequests, and donations.....         | 800,000        |
| 23 | Contingent fund, penalty and interest account.....    | 1,000,000      |
| 24 | State general fund/general purpose..... \$            | 64,752,500     |

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|    |   |                  |
|----|---|------------------|
| 1  | <b>(7) EMPLOYMENT SERVICE AGENCY</b>                  |                  |
| 2  | Full-time equated classified positions.....           | 347.0            |
| 3  | Worker's compensation.....                            | \$ 92,900        |
| 4  | Rent.....   | 418,000          |
| 5  | Building occupancy charges - property development     |                  |
| 6  | service.....  | 184,000          |
| 7  | Employment services--291.0 FTE positions.....         | 44,945,000       |
| 8  | Labor market information--56.0 FTE positions.....     | <u>3,995,000</u> |
| 9  | GROSS APPROPRIATION.....                              | \$ 49,634,900    |
| 10 | Appropriated from:                                    |                  |
| 11 | Interdepartmental grant revenues:                     |                  |
| 12 | Federal revenues:                                     |                  |
| 13 | DOL, employment service.....                          | 26,603,900       |
| 14 | DOL, bureau of labor statistics.....                  | 2,394,600        |
| 15 | DOL, employment and training administration.....      | 1,593,600        |
| 16 | DOL, veterans' employment and training administration | 6,311,900        |
| 17 | DOL, miscellaneous funds.....                         | 11,200,600       |
| 18 | Special revenue funds:                                |                  |
| 19 | Contingent fund, penalty and interest account.....    | 1,530,300        |
| 20 | State general fund/general purpose.....               | \$ 0             |

21  
22

PART 2

23 PROVISIONS CONCERNING APPROPRIATIONS

24 GENERAL SECTIONS

25 Sec. 201. (1) Pursuant to section 30 of article IX of the state  
26 constitution of 1963, total state spending from state sources for fiscal  
27

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1 year 1998-99 is estimated at \$370,874,800.00 in this act and state  
2 spending from state sources paid to local units of government for fiscal  
3 year 1998-99 is estimated at \$93,201,300.00. The itemized statement  
4 below identifies appropriations from which spending to units of local  
5 government will occur:

6 DEPARTMENT OF CONSUMER AND INDUSTRY SERVICES

|    |   |    |                |
|----|---|----|----------------|
| 7  | Arts and cultural grants.....             | \$ | 20,848,700     |
| 8  | Fire protection grants.....               |    | 6,675,000      |
| 9  | Liquor law enforcement.....               |    | 6,000,000      |
| 10 | Local mobile home inspections.....        |    | <u>250,000</u> |
| 11 | Total consumer and industry services..... | \$ | 33,773,700     |

12 DEPARTMENT OF MICHIGAN JOBS COMMISSION

|    |   |    |                |
|----|---|----|----------------|
| 13 | Economic development job training grants..... |    | 30,582,300     |
| 14 | Welfare-to-work programs.....                 |    | 28,545,300     |
| 15 | School-to-work subgrantees.....               |    | <u>300,000</u> |
| 16 | Total Michigan jobs commission.....           | \$ | 59,427,600     |

17 (2) If it appears to the principal executive officer of a department  
18 or branch that state spending to local units of government will be less  
19 than the amount that was projected to be expended under subsection (1),  
20 the principal executive officer shall immediately give notice of the  
21 approximate shortfall to the state budget director.

22 Sec. 202. As used in this appropriation act:

- 23 (a) "AFC" means adult foster care.
- 24 (b) "CDBG" means community development block grant.
- 25 (c) "CNS" means the corporation for national services.
- 26 (d) "DAG" means the United States department of agriculture.

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- 1 (e) "DED" means the United States department of education.
- 2 (f) "DED-OPSE" means the DED office of postsecondary education.
- 3 (g) "DED-OSERS" means the DED office of special education  
4 rehabilitation services.
- 5 (h) "DOE" means the United States department of energy.
- 6 (i) "DOE-OEERE" means the DOE office of energy efficiency and  
7 renewable energy.
- 8 (j) "DOL" means the United States department of labor.
- 9 (k) "DOL-ETA" means the DOL employment and training act.
- 10 (l) "DOL-NOICC" means the DOL national occupational information  
11 coordinating committee.
- 12 (m) "DOL-OSHA" means the DOL occupational safety and health  
13 administration.
- 14 (n) "DOT" means the United States department of transportation.
- 15 (o) "DOT-RSPA" means the DOT research and special programs  
16 administration.
- 17 (p) "FTE" means full-time equated position.
- 18 (q) "HHS" means the United States department of health and human  
19 services.
- 20 (r) "HHS-HCFA" means the HHS health care financing administration.
- 21 (s) "HHS-SSA" means HHS social security administration.
- 22 (t) "HUD" means the United States department of housing and urban  
23 development.
- 24 (u) "HUD-CPD" means HUD community planning and development.
- 25 (v) "IDG" means interdepartmental grant.
- 26 (w) "IDT" means interdepartmental transfer.

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1 (x) "JTPA" means job training partnership act, Public Law 97-300,  
2 96 Stat. 1322.

3 (y) "MDEQ" means the Michigan department of environmental quality.

4 (z) "MDOC" means the Michigan department of corrections.

5 (aa) "MDOT" means the Michigan department of transportation.

6 (bb) "MES" means Michigan employment security.

7 (cc) "NFAH" means the national foundation of the arts and the  
8 humanities.

9 (dd) "NFAH-NEA" means the NFAH national endowment for the arts.

10 Sec. 203. The expenditures and funding sources authorized under  
11 this act are subject to the management and budget act, 1984 PA 431,  
12 MCL 18.1101 to 18.1594.

13 Sec. 205. The department of civil service shall bill departments  
14 and/or agencies at the end of the first fiscal quarter for the 1% charges  
15 authorized by section 5 of article XI of the state constitution of 1963.  
16 Payments shall be made for the total amount of the billing by the end of  
17 the second fiscal quarter.

18 Sec. 208. (1) Beginning October 1, 1998, a hiring freeze is imposed  
19 on the state classified civil service. State departments and agencies  
20 are prohibited from hiring any new full-time state classified civil serv-  
21 ice employees or filling any vacant state classified civil service  
22 position. This hiring freeze does not apply to internal transfers of  
23 classified employees from 1 position to another within a department or to  
24 positions that are funded with 80% or more federal or restricted funds.

25 (2) The state budget director shall grant exceptions to this hiring  
26 freeze when the director believes that the hiring freeze will result in  
27 the state department or agency being unable to deliver basic services.

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1 The state budget director shall report by the fifteenth of each month to  
2 the chairpersons of the house and senate appropriations committees the  
3 number of exclusions to the hiring freeze approved during the previous  
4 month and the justification for the exclusion.

5       Sec. 210. (1) In the expenditure of funds appropriated under this  
6 act, the directors of the departments of consumer and industry services  
7 and Michigan jobs commission shall take all reasonable steps to ensure  
8 that businesses in deprived and depressed communities are given the  
9 opportunity to compete for and perform contracts to provide services or  
10 supplies, or both, for the departments.

11       (2) The directors shall strongly encourage firms with which the  
12 departments contract to subcontract with businesses in depressed and  
13 deprived communities for services or supplies, or both.

14       Sec. 217. (1) The departments of consumer and industry services and  
15 the Michigan jobs commission shall submit to the department of management  
16 and budget, house and senate appropriations committees, house and senate  
17 fiscal agencies, and house and senate standing committees having juris-  
18 diction over technology issues an annual report on the departments'  
19 efforts to change the departments' computer software and hardware as nec-  
20 essary to perform properly in the year 2000 and beyond. This report  
21 shall identify actual progress in comparison to the departments' approved  
22 work plan for these efforts. This report shall also identify and forward  
23 as appropriate the funding sources that should support the work  
24 performed.

25       (2) The departments may present progress billings to the department  
26 of management and budget for the costs incurred in changing computer  
27 software and hardware as necessary to perform properly in the year 2000

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1 and beyond. At the time progress billings are presented for  
2 reimbursement, the departments shall identify and forward as appropriate  
3 the funding sources that should support the work performed.

4 Sec. 218. Money appropriated in part 1 shall not be used for the  
5 purchase of foreign goods or services when competitively priced and of  
6 comparable quality American goods or services are available. By May 1,  
7 1999, the department shall submit a report to the department of manage-  
8 ment and budget, the speaker and minority leader of the house of repre-  
9 sentatives, the majority and minority leaders of the senate, and the  
10 chairpersons of the house and senate appropriations committees on efforts  
11 to comply with this section.

12 **DEPARTMENT OF CONSUMER AND INDUSTRY SERVICES**

13 Sec. 301. The funds collected by the department of consumer and  
14 industry services, corporation and securities division, for furnishing  
15 copies of documents, reports, and papers required or permitted by law  
16 pursuant to section 1060(5) of the business corporation act, 1972 PA 284,  
17 MCL 450.2060, shall revert to the corporation and securities division.  
18 Collected funds shall be submitted to the department of treasury and  
19 shall be used only for operation and other costs relating to providing  
20 information, including copies of documents, pertaining to corporations  
21 and trademarks.

22 Sec. 302. (1) The department shall sell copies of the subdivision  
23 control manual, the state boundary commission operations manual, and  
24 other local government assistance manuals at a price not to exceed the  
25 cost of printing. The money received from the sale of these manuals

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1 shall revert to the department. The funds are available for expenditure  
2 when they are credited and may be used only for costs directly related to  
3 the continued updating and distribution of the manuals.

4 (2) The liquor control commission shall sell copies of the Michigan  
5 liquor control code of 1998, 1998 PA 58, with amendments at a price not  
6 to exceed the cost of distribution. The money received from the sale of  
7 the Michigan liquor control code of 1998 with amendments shall revert to  
8 the liquor control commission. The funds are available for expenditure  
9 when they are credited and may be used only for costs directly related to  
10 the continued updating and distribution of the Michigan liquor control  
11 code of 1998.

12 Sec. 303. (1) The appropriation in section 101 for grants to cities  
13 includes \$6,675,000.00 from the liquor purchase revolving fund which  
14 shall be appropriated to cities, villages, and townships with state-owned  
15 facilities for fire services, instead of taxes, in accordance with 1977  
16 PA 289, MCL 141.951 to 141.956.

17 (2) It is the intent of the legislature that this formula be  
18 reviewed and modified before October 1, 1999. The formula shall be  
19 adjusted to fully fund fire protection services rendered by local govern-  
20 ments for state owned facilities.

21 Sec. 304. Funds received from federal agencies for reimbursement of  
22 examination and supervision services provided by the financial institu-  
23 tions bureau for banks, credit unions, and savings and loan associations  
24 shall revert to the financial institutions bureau. Reimbursed funds  
25 shall be submitted to the department of treasury and shall be used only  
26 for costs relating to examination and supervision of state chartered  
27 financial institutions.

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1           Sec. 305. The corporation and securities bureau shall sell copies  
2 of the mobile home commission act, 1987 PA 96, MCL 125.2301 to 125.2349;  
3 the business corporation act, 1972 PA 284, MCL 450.1101 to 450.2098; the  
4 nonprofit corporation act, 1982 PA 162, MCL 450.2101 to 450.3192; and the  
5 uniform securities act, 1964 PA 265, MCL 451.501 to 451.818, at a price  
6 not to exceed the cost of printing. Money received from the sale of  
7 these manuals shall revert to the department of consumer and industry  
8 services. The funds are available for expenditure when they are received  
9 by the department of treasury and may only be used for costs directly  
10 related to the continued updating and distribution of the acts pursuant  
11 to this section.

12           Sec. 306. The funds collected by the financial institutions bureau  
13 in connection with a conservatorship pursuant to section 32 of the mort-  
14 gage brokers, lenders, and servicers licensing act, 1987 PA 173,  
15 MCL 445.1682, shall be appropriated for all expenses necessary to provide  
16 for the required services. Funds are available for expenditure when they  
17 are received by the department of treasury and shall not lapse to the  
18 general fund at the end of the fiscal year.

19           Sec. 307. The funds collected by the department of consumer and  
20 industry services from corporations being liquidated pursuant to the  
21 insurance code of 1956, 1956 PA 218, MCL 500.100 to 500.8302, shall be  
22 appropriated for all expenses necessary to provide for the required  
23 services. Funds are available for expenditure when they are received by  
24 the department of treasury and shall not lapse to the general fund at the  
25 end of the fiscal year.

26           Sec. 308. The department of consumer and industry services may make  
27 available to interested entities otherwise unavailable customized

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1 listings of nonconfidential information in its possession, such as names  
2 and addresses of licensees, and charge for this information as follows:  
3 base fee for 1 to 1,000 records at the cost to the department; 1,001 to  
4 10,000 records at 2.5 cents per record; and 10,001 or more records at .5  
5 cents per record. The revenue received from this service may be used to  
6 offset expenses of programs as appropriated in part 1. The balance of  
7 this revenue collected and unexpended at the end of the fiscal year shall  
8 revert to the appropriate restricted revenue account or fund or, in  
9 absence of such an account or fund, to the general fund. The department  
10 shall submit an annual report on or before June 1, 1999 to the regulatory  
11 subcommittees of the house and senate appropriations committees that  
12 states the amount of revenue received from the sale of information.

13 Sec. 309. The appropriation in part 1 may be used for per diem pay-  
14 ments to the members of commissions or boards for a full day of committee  
15 work at which a quorum is present or for performing official business as  
16 authorized by each respective commission or board. The per diem payments  
17 shall be at a rate as follows:

|    |  |                 |
|----|--|-----------------|
| 18 | (a) Michigan board of chiropractic medicine..... | \$50.00 per day |
| 19 | (b) Michigan board of dentistry.....             | \$50.00 per day |
| 20 | (c) Michigan board of medicine.....              | \$50.00 per day |
| 21 | (d) Board of nursing.....                        | \$50.00 per day |
| 22 | (e) Michigan board of optometry.....             | \$50.00 per day |
| 23 | (f) Michigan board of osteopathic medicine &     |                 |
| 24 | surgery.....                                     | \$50.00 per day |
| 25 | (g) Michigan board of pharmacy.....              | \$50.00 per day |
| 26 | (h) Michigan board of podiatric medicine &       |                 |
| 27 | surgery.....                                     | \$50.00 per day |

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|    |   |                 |
|----|---|-----------------|
| 1  | (i) Michigan board of psychology.....             | \$50.00 per day |
| 2  | (j) Michigan board of physical therapy.....       | \$50.00 per day |
| 3  | (k) Physicians' assistants task force.....        | \$50.00 per day |
| 4  | (l) Michigan board of veterinary medicine.....    | \$50.00 per day |
| 5  | (m) Michigan board of occupational therapists.... | \$50.00 per day |
| 6  | (n) Michigan board of professional counselors.... | \$50.00 per day |
| 7  | (o) Health occupations council.....               | \$50.00 per day |
| 8  | (p) Board of accountancy.....                     | \$50.00 per day |
| 9  | (q) Board of architects.....                      | \$50.00 per day |
| 10 | (r) Athletic board of control.....                | \$50.00 per day |
| 11 | (s) Board of barber examiners.....                | \$50.00 per day |
| 12 | (t) Residential builders' and maintenance and     |                 |
| 13 | alteration contractor's board.....                | \$50.00 per day |
| 14 | (u) Carnival-amusement safety board.....          | \$50.00 per day |
| 15 | (v) Collection practices board.....               | \$50.00 per day |
| 16 | (w) Board of cosmetology.....                     | \$50.00 per day |
| 17 | (x) Employment agency board.....                  | \$50.00 per day |
| 18 | (y) Board of professional engineers.....          | \$50.00 per day |
| 19 | (z) Board of land surveyors.....                  | \$50.00 per day |
| 20 | (aa) Board of landscape architects.....           | \$50.00 per day |
| 21 | (bb) Board of marriage counselors.....            | \$50.00 per day |
| 22 | (cc) Board of examiners in mortuary science.....  | \$50.00 per day |
| 23 | (dd) Nursing home administrators' board.....      | \$50.00 per day |
| 24 | (ee) Board of real estate brokers and             |                 |
| 25 | salespersons.....                                 | \$50.00 per day |
| 26 | (ff) Ski area safety board.....                   | \$50.00 per day |

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|    |  |                 |
|----|--|-----------------|
| 1  | (gg) Board of examiners of social workers.....                           | \$50.00 per day |
| 2  | (hh) Commission on professional and occupational                         |                 |
| 3  | licensure.....   | \$50.00 per day |
| 4  | (ii) Board of real estate appraisers.....                                | \$50.00 per day |
| 5  | (jj) Utility consumer participation board.....                           | \$50.00 per day |
| 6  | (kk) Construction code commission.....                                   | \$50.00 per day |
| 7  | (ll) Plumbing board.....   | \$50.00 per day |
| 8  | (mm) Electrical board.....   | \$50.00 per day |
| 9  | (nn) Barrier free design board.....                                      | \$50.00 per day |
| 10 | (oo) Mechanical board.....   | \$50.00 per day |
| 11 | (pp) Boiler board.....   | \$50.00 per day |
| 12 | (qq) Elevator board.....   | \$50.00 per day |
| 13 | (rr) General industry safety standards commission                        | \$50.00 per day |
| 14 | (ss) General industry safety standards advisory                          |                 |
| 15 | committees.....  | \$50.00 per day |
| 16 | (tt) Construction safety standards commission....                        | \$50.00 per day |
| 17 | (uu) Construction safety standards advisory                              |                 |
| 18 | committees.....  | \$50.00 per day |
| 19 | (vv) Board of health and safety compliance                               |                 |
| 20 | appeals.....   | \$50.00 per day |
| 21 | (ww) Occupation health standards commission.....                         | \$50.00 per day |
| 22 | (xx) Fire safety board.....  | \$50.00 per day |
| 23 | (yy) Occupational health standards advisory                              |                 |
| 24 | committee.....   | \$50.00 per day |
| 25 | Sec. 310. Any funds appropriated to the department of consumer and       |                 |
| 26 | industry services for fiscal year 1998-99 that are committed or          |                 |
| 27 | encumbered in a contractual agreement may be available in the subsequent |                 |

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1 fiscal year until the project specified in the contractual agreement is  
2 completed. A listing of these contractual agreements shall be forwarded  
3 to the regulatory subcommittees of the house and senate appropriations  
4 committees not later than November 30, 1998.

5       Sec. 311. (1) The Michigan council for arts and cultural affairs in  
6 the department of consumer and industry services shall administer the  
7 arts and cultural grants appropriated in part 1. The council shall pro-  
8 vide for fair and independent decisions on arts and cultural grant  
9 requests based upon published criteria to evaluate program quality. This  
10 criteria shall include a prohibition of art projects that include dis-  
11 plays of human wastes on religious symbols, displays of sex acts, and  
12 depictions of flag desecration. The council shall seek to award grants  
13 on an equitable geographic basis to the extent possible given the quality  
14 of grant applications received. Priority shall be given to projects that  
15 serve multiple counties and that leverage significant additional public  
16 and private investment. Counties, cities, villages, townships, community  
17 foundations, and organizations may apply for the following categories of  
18 grants:

19       (a) State arts anchor organizations that serve a statewide  
20 audience.

21       (b) Arts education programs, also known as the arts and learning  
22 programs.

23       (c) Local arts programs.

24       (d) Arts organization development programs. These programs are  
25 designed to encourage self-sufficiency in organizations. Grant awards  
26 under this program are limited to 4 grant periods.

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1 (e) Historical organizations and projects.

2 (f) Zoos.

3 (g) Publicly owned facilities, excluding stadiums used primarily for  
4 professional sports events.

5 (h) Cultural and community organizations and projects.

6 (i) Art institutions.

7 (j) Symphony orchestras.

8 (k) Multicounty regional arts regranting and programming councils.

9 (l) Music education camps.

10 (m) Capital outlay projects.

11 (2) Applications for arts and cultural grants shall be received by  
12 the department of consumer and industry services, Michigan council for  
13 arts and cultural affairs, not later than June 1, 1999.

14 (3) The appropriation for arts and cultural grants in part 1 and  
15 disbursed under this section shall, at a minimum, be matched on an equal  
16 dollar-for-dollar basis from local and private contributions paid and  
17 received by each awardee receiving grants under this section. The  
18 dollar-for-dollar match may include the reasonable value of services,  
19 materials, and equipment as allowed under the federal internal revenue  
20 code for charitable contributions subject also to the preapproval of such  
21 a match by the Michigan council for arts and cultural affairs. The coun-  
22 cil shall receive proof of the entire amount of the matching funds, serv-  
23 ices, materials, or equipment by the end of the award period. The coun-  
24 cil shall submit a report to the regulatory subcommittees of the house  
25 and senate appropriations committees regarding those counties, cities,  
26 village, townships, community foundations, and organizations failing to  
27 meet their matching requirements by the end of the award period.

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1           (4) Before any amount appropriated for arts and cultural grants in  
2 part 1 may be expended for a grant to eligible applicants for the pur-  
3 poses in this section, the department of consumer and industry services  
4 shall execute a grant agreement with each grantee. The grant agreement  
5 shall specify the criteria included in this section with which the appli-  
6 cation complies. The grant agreement shall include a list of the  
7 projects funded and the amount of funds each subgrantee, if applicable,  
8 will receive for those projects. A contract shall not be executed and  
9 dollars shall not be disbursed until 2 weeks after the regulatory subcom-  
10 mittees of the house and senate appropriations committees have received a  
11 copy of the proposed contract.

12           (5) By November 1, 1998, the department of consumer and industry  
13 services shall report to the regulatory subcommittees of the house and  
14 senate appropriations committees on how the council intends to implement  
15 the provisions of this section, including the process for evaluating  
16 organization quality and efforts to achieve an equitable geographic dis-  
17 tribution of grants.

18           (6) By not later than 1 month after the grant application deadline,  
19 the department of consumer and industry services shall provide a list of  
20 all grant applications, by county, to the regulatory subcommittees of the  
21 house and senate appropriations committees. The department shall, at  
22 least 30 days before the award of any grant, provide the regulatory sub-  
23 committees of the house and senate appropriations committees a list of  
24 all proposed grant awardees.

25           (7) Counties, cities, villages, townships, community foundations,  
26 and organizations receiving funds under this section shall provide the  
27 following reports to the Michigan council for arts and cultural affairs

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1 and to the regulatory subcommittees of the house and senate  
2 appropriations committees:

3 (a) A final report covering the grant period and due within 30 days  
4 after the end of the grant period indicating at least the following:

5 (i) Revenues and expenditures, indicating whether revenues are from  
6 private donations or fees.

7 (ii) Number of employees.

8 (iii) Number of new hires.

9 (b) For awardees receiving grants greater than \$100,000.00, a copy  
10 of the awardee's annual report and audit report for the fiscal year in  
11 which the majority of the grant took place due within 90 days after the  
12 end of the awardee's fiscal year. The audit report shall include an  
13 audit of grant funds. A representative sampling of grant agreements  
14 shall be audited by the state auditor general. The audit report shall be  
15 submitted to the regulatory subcommittees of the house and senate appro-  
16 priations committees for review. These awardees shall also submit the  
17 information in subdivision (a) on a quarterly basis for the immediately  
18 preceding quarter due on January 7, 1999, April 7, 1999, July 7, 1999,  
19 and October 7, 1999.

20 (8) The recipients of grant funds under this section shall be  
21 announced by the department by September 15, 1999.

22 (9) A grant awarded under this section and the matching funds which  
23 conferred eligibility for the grant award shall be used by the recipient  
24 of the grant award and shall not be redistributed by that recipient to  
25 any other entity unless specifically provided for in the grant agreement  
26 between the funded grant awardee and the Michigan council for arts and  
27 cultural affairs.

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1 (10) The applicants for arts and cultural grant funds shall be  
2 charged a nonrefundable application fee of \$100.00 or 1% of the grant,  
3 whichever is less. The application fee may be used by the department of  
4 consumer and industry services to recover direct and indirect costs as  
5 appropriated in section 101.

6 (11) It is the intent of the legislature that any organization that  
7 applied for and was granted a waiver of the program guidelines, as pub-  
8 lished by the department, in fiscal year 1997-1998 and in fiscal year  
9 1998-1999 shall not be eligible for a waiver in fiscal year 1999-2000.

10 Sec. 312. The department of consumer and industry services may  
11 receive and expend contributions from public, private, and federal  
12 sources, except state agencies, for the purpose of acquiring or con-  
13 structing art objects or promoting or preserving the arts in or on state  
14 properties. Expenditures of any funds received shall be consistent with  
15 the purposes of the Faxon-McNamee art in public places act, 1980 PA 105,  
16 MCL 18.71 to 18.81. Any funds received under this section are considered  
17 a work project account and may be carried forward into the succeeding  
18 fiscal year.

19 Sec. 313. The Michigan state housing development authority shall  
20 annually present a report to the regulatory subcommittees of the house  
21 and senate appropriations committees on the status of the authority's  
22 housing production goals under all financing programs established or  
23 administered by the authority. The report shall give special attention  
24 to efforts to raise affordable multifamily housing production goals.

25 Sec. 314. The department of consumer and industry services shall  
26 assess and collect fees in the licensing and regulation of child care  
27 organizations as defined in 1973 PA 116, MCL 722.111 to 722.128, and

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1 adult foster care facilities as defined in the adult foster care facility  
2 licensing act, 1979 PA 218, MCL 400.701 to 400.737. Fees collected by  
3 the department shall not exceed the deducts in part 1 and shall be used  
4 exclusively for the purpose of licensing and regulating child care organ-  
5 izations and adult foster care facilities.

6       Sec. 315. The department of consumer and industry services may uti-  
7 lize revenue in excess of the amount expended in part 1 for the safety  
8 education and training grant program in the immediately succeeding fiscal  
9 year for the purpose of honoring contracts negotiated before September  
10 15, 1999. The amount of revenue made available from revenue in excess of  
11 the amount expended in part 1 for an individual program shall not exceed  
12 30% of the appropriated funds. The director of the department of con-  
13 sumer and industry services shall report the amount and purpose of any  
14 funds made available in the succeeding fiscal year under this section to  
15 the regulatory subcommittees of the house and senate appropriations com-  
16 mittees, the house and senate fiscal agencies and the department of man-  
17 agement and budget on or before November 15, 1999.

18       Sec. 316. The appropriation in part 1 for the department of con-  
19 sumer and industry services, bureau of safety and regulation, safety edu-  
20 cation and training division, includes funding for on-site consultation  
21 and education and training programs. The appropriation in part 1 antici-  
22 pates that 90% of the on-site consultation program costs and 50% of the  
23 education and training program costs will be supported by federal OSHA  
24 funds and the remaining 10% and 50% respectively will be supported by  
25 safety education and training funds. If federal OSHA funding does not  
26 become available to cover up to 90% of the program costs for on-site  
27 consultation and 50% for education and training, up to 50% of the program

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1 costs for on-site consultation and 90% of the program costs for education  
2 and training may be paid from the safety education and training fund as a  
3 match for available federal funds.

4       Sec. 317. The department of consumer and industry services shall  
5 sell copies of labor law books at a price not to exceed the cost of  
6 printing and distribution. The money received from the sale of these  
7 books shall revert to the department. The funds are available for expen-  
8 diture when they are received and may be used only for costs directly  
9 related to the continued updating and distribution of the Michigan labor  
10 law books.

11       Sec. 318. The department of consumer and industry services shall  
12 sell copies of the worker's compensation health care services rules at a  
13 price not to exceed the cost of printing and distribution. The money  
14 received from the sale of the rules shall be credited to the state gen-  
15 eral fund for use by the department. The funds are available for expen-  
16 diture when they are received and may be used only for costs directly  
17 related to the printing and distribution of the worker's compensation  
18 health care services rules.

19       Sec. 319. The funds collected by the department of consumer and  
20 industry services for licenses, permits, and other elevator regulation  
21 fees set forth in R 408.8151 of the Michigan administrative code and as  
22 determined under section 8 of 1976 PA 333, MCL 338.2158, and section 16  
23 of 1967 PA 227, MCL 408.816, that are unexpended at the end of the fiscal  
24 year shall carry forward to the subsequent fiscal year. The department  
25 of consumer and industry services shall submit a report on an annual  
26 basis to the regulatory subcommittees of the house and senate

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1 appropriations committees on the amount of funds available under this  
2 section.

3       Sec. 320. If the revenue collected by the department for occupa-  
4 tional safety and health, health systems administration, or radiological  
5 health administration and projects from fees and collections exceeds the  
6 amount appropriated in part 1, the revenue may be carried forward into  
7 the subsequent fiscal year. The revenue carried forward under this sec-  
8 tion shall be used as the first source of funds in the subsequent fiscal  
9 year.

10       Sec. 323. Money appropriated under this act for fire safety pro-  
11 grams shall not be expended unless, in accordance with section 2c of the  
12 fire prevention code, 1941 PA 207, MCL 29.2c, inspection and plan review  
13 fees will be charged according to the following schedule:

14                   Operation and maintenance inspection fee

| 15 Facility type   | 16 Facility size | Fee                              |
|--|------------------|----------------------------------|
| 17 Hospitals   | Any              | \$10.00 per bed                  |
| 18 <u>Plan review and construction inspection fees for hospitals and schools</u> |                  |                                  |
| 19 <u>Project cost range</u>   |                  | <u>Fee</u>                       |
| 20 \$85,000.00 or less   |                  | minimum fee of \$100.00          |
| 21 \$85,001.00 to \$1,500,000.00   |                  | \$1.18 per \$1,000.00            |
| 22 \$1,500,001.00 to \$10,000,000.00   |                  | \$0.80 per \$1,000.00            |
| 23 \$10,000,001.00 or more   |                  | \$0.50 per \$1,000.00            |
| 24   |                  | or a maximum fee of \$50,000.00. |

25       Sec. 324. The department shall furnish the clerk of the house, the  
26 secretary of the senate, and the members of the house and senate appro-  
27 priations committees with any evaluation reports and subsequent approvals  
28 or disapprovals of juvenile residential facilities operated by the family  
29 independence agency, as required by 1973 PA 116, MCL 722.116.  
30

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1           Sec. 326. The department of consumer and industry services, public  
2 service commission, shall submit a status report on the energy program to  
3 the regulatory subcommittees of the house and senate appropriations com-  
4 mittees with copies to the house and senate fiscal agencies on or before  
5 September 1, 1999. The report shall include, but not be limited to, a  
6 list of grants projects, a brief description of each project, and the  
7 amount expended on each project. Upon enactment of House Bill No. 5294  
8 and House Bill No. 5399 of the 89th Legislature, up to \$200,000.00 in the  
9 form of an interdepartmental grant from the department of environmental  
10 quality shall be expended by the public service commission for the pur-  
11 pose of establishing a uniform system of reporting oil and gas volumes  
12 and values for the purposes of establishing revenues for the department  
13 of treasury, department of environmental quality, and department of natu-  
14 ral resources.

15           Sec. 328. If the revenue collected by the department of consumer  
16 and industry services from licensing and regulation fees exceeds the  
17 amount appropriated in part 1, the revenue may be carried forward into  
18 the subsequent fiscal year. The revenue carried forward under this sec-  
19 tion shall be used as the first source of funds in the subsequent fiscal  
20 year.

21           Sec. 329. In addition to the amounts appropriated in part 1 for the  
22 Michigan unemployment agency, there shall be appropriated an amount not  
23 to exceed \$8,900,000.00 from the contingent fund penalty and interest  
24 account for the fiscal year ending September 30, 1999. The appropriation  
25 shall only be expended for the costs incurred in changing the Michigan  
26 unemployment agency's computer software and hardware as necessary to  
27 perform properly in the year 2000 and beyond.

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1           Sec. 330. Funds earned or authorized by the United States  
2 department of labor in excess of the gross appropriation in part 1 for  
3 the Michigan unemployment agency from the United States department of  
4 labor are appropriated and may be expended for staffing and related  
5 expenses incurred in the operation of its programs. These funds may be  
6 spent after the department of consumer and industry services notifies the  
7 regulatory subcommittees of the house and senate appropriations commit-  
8 tees of the purpose and amount of each grant award.

9           Sec. 331. If revenues collected by the special audit and collec-  
10 tions program within the Michigan unemployment agency are more than  
11 \$2,000,000.00 greater than appropriated levels, the unemployment agency  
12 shall use 15% of the amount exceeding appropriations for additional audit  
13 and collections staff, up to an additional \$1,000,000.00. The unemploy-  
14 ment agency shall report annually to the chairpersons of the regulatory  
15 subcommittees of the house and senate appropriations committees on the  
16 revenue generated through the program.

17           Sec. 334. (1) In addition to the funds appropriated in part 1,  
18 there is appropriated an amount not to exceed \$23,500,000.00 for federal  
19 contingency funds. These funds are not available for expenditure until  
20 they have been transferred to another line item in this act pursuant to  
21 section 393(2) of the management and budget act, 1984 PA 431,  
22 MCL 18.1393.

23           (2) In addition to the funds appropriated in part 1, there is appro-  
24 priated an amount not to exceed \$12,200,000.00 for state restricted con-  
25 tingency funds. These funds are not available for expenditure until they  
26 have been transferred to another line item in this act pursuant to

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

3 (3) In addition to the funds appropriated in part 1, there is appro-  
4 priated an amount not to exceed \$180,800.00 for local contingency funds.  
5 These funds are not available for expenditure until they have been trans-  
6 ferred to another line item in this act pursuant to section 393(2) of the  
7 management and budget act, 1984 PA 431, MCL 18.1393.

8 (4) In addition to the funds appropriated in part 1, there is appro-  
9 priated an amount not to exceed \$50,000.00 for private contingency  
10 funds. These funds are not available for expenditure until they have  
11 been transferred to another line item in this act pursuant to section  
12 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

### 13 DEPARTMENT OF MICHIGAN JOBS COMMISSION

14 Sec. 401. Funds returned from JTPA grant recipients to the depart-  
15 ment of Michigan jobs commission may be redirected for expenditure by  
16 other JTPA grant recipients.

17 Sec. 403. The Michigan career and technical institute may receive  
18 equipment and in-kind contributions for the direct support of staff serv-  
19 ices through the Pine Lake fund, the Delton-Kellogg school district or  
20 other local or intermediate school district, or any combination of local  
21 or intermediate school districts in addition to those authorized in sec-  
22 tion 101.

23 Sec. 404. The Michigan rehabilitation service shall make every  
24 effort to ensure that all sources of matching funds in this state are  
25 used to obtain federal vocational rehabilitation funds. All sources

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1 include, but are not limited to, privately raised funds to support public  
2 nonprofit rehabilitation centers as permitted by the rehabilitation act  
3 of 1973, Public Law 93-112, 29 U.S.C. 701 to 717, 720 to 724, 730 to 732,  
4 740 to 741, 750, 752, 760 to 762, 770 to 777b, 777d to 777f, 780, 781 to  
5 785, 790 to 794d, 795 to 795q, and 796 to 796i.

6       Sec. 405. (1) In developing school-to-work programs, the department  
7 shall cooperate with the Michigan department of education in emphasizing  
8 the importance of apprenticeship opportunities for students who may  
9 choose to participate including, but not limited to, low-income students  
10 and students with disabilities.

11       (2) The school-to-work apprenticeship programs shall link employers,  
12 organized labor, educators, and community organizations for the purpose  
13 of providing necessary knowledge, skills, and labor market information to  
14 students.

15       (3) As participants in school-to-work apprenticeship programs, stu-  
16 dents will be expected to obtain any of the following:

17       (a) High school diploma, or its equivalent.

18       (b) Skill certificate.

19       (c) Possible further training, including a registered  
20 apprenticeship.

21       (d) Certificate or associate degree recognizing successful comple-  
22 tion of 1 or 2 years of postsecondary education.

23       (e) Admission to a college or university, or a first job on a career  
24 pathway.

25       (4) In order for a public school to receive and spend school-to-work  
26 funds, it must receive approval of its implementation plan from its  
27 governing board or its intermediate school board and forward such

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1 approval to its local workforce development board. As used in this  
2 subsection, "public school" and "intermediate school board" mean those  
3 terms as defined in the revised school code, 1976 PA 451, MCL 380.1 to  
4 380.1852.

5 Sec. 406. (1) After the allocation contained in subsection (18),  
6 The appropriation in part 1 to the department of

7 Michigan jobs commission for economic development job training shall be  
8 expended for competitive grants that ensure employers have the trained  
9 workers they need to compete in the global economy. The Michigan jobs  
10 commission shall expedite grant awards for employers locating or expand-  
11 ing in Michigan and thereby creating significant numbers of new jobs in  
12 the state.

13 (2) Not more than 2% of the total grant, administration, and operat-  
14 ing funds appropriated in part 1 for the Michigan jobs commission's eco-  
15 nomic development job training grants program may be expended for admin-  
16 istrative costs.

17 (3) No funds appropriated in part 1 to the department of Michigan  
18 jobs commission for economic development job training grants may be  
19 expended for the training of permanent striker replacement workers.

20 (4) Seventy percent of the economic development job training grant  
21 funds shall be awarded to community colleges or a consortium of community  
22 colleges and other eligible applicants pursuant to the requirements of  
23 this section.

24 (5) Training grants provided by the private sector trainers may  
25 reach or exceed 20% of total grants, but not less than 10%.

26 (6) An applicant may be a district, intermediate district, community  
27 college, public or private nonprofit college or university, nonprofit  
organization whose primary purpose is to provide education programs or

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1 employment and training services or vocational rehabilitation programs or  
2 school-to-work transition programs, local workforce development board,  
3 the headquarters of a federal and state sponsored manufacturing technol-  
4 ogy center, or a consortium consisting of any combination of districts,  
5 intermediate districts, community colleges, nonprofit organizations  
6 described in this subsection, or public or private nonprofit colleges or  
7 universities described in this subsection.

8 (7) On or before October 1, 1998, the department of Michigan jobs  
9 commission shall publish proposed application criteria, instructions, and  
10 forms for use by eligible applicants. The department of Michigan jobs  
11 commission shall provide at least a 2-week period for public comment  
12 prior to finalization of the application criteria, instructions, and  
13 forms.

14 (8) Applications for all grants shall be submitted to the department  
15 of Michigan jobs commission and each application shall contain at least  
16 all of the following:

17 (a) The name, address, and total number of employees of each busi-  
18 ness organization whose employees are receiving job training.

19 (b) A description of the specific job skills that will be taught.

20 (c) A clear statement of the project's scope of activities and the  
21 number of participants to be involved.

22 (d) A commitment to maintain participant records in a form and  
23 manner required by the department.

24 (e) A budget which relates to the proposed activities and various  
25 program components and which demonstrates whether the estimated costs are  
26 reasonable and justified.

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1 (f) Other criteria determined by the department of Michigan jobs  
2 commission to be important.

3 (9) Priority in the department's awarding of grants shall be based  
4 on the following criteria:

5 (a) Demonstrated need for the type of training offered and prospects  
6 for participant job placement or job retention and for strengthening the  
7 state's economic base.

8 (b) The average state unemployment rate for the 12-month period  
9 immediately preceding application for state grant assistance for the  
10 locality of the business organization.

11 (c) The number of persons who will become employed as a result of  
12 participation in the proposed program and the number of persons at risk  
13 of becoming unemployed to be trained in the program.

14 (d) Qualifications of the project director and key personnel who  
15 will be used in the program.

16 (e) Cost per participant and participant contact hours of training.

17 (f) Strength of commitment to guaranteed job placement upon comple-  
18 tion of training.

19 (g) Other criteria determined by the department of Michigan jobs  
20 commission to be important.

21 (10) Not more than \$5,000,000.00 of the amount appropriated in part  
22 1 for economic development job training may be allocated to rapid  
23 response grants for employee training programs which maintain or attract  
24 permanent jobs for Michigan residents. A grant under this subsection  
25 shall be awarded to eligible applicants under subsection (1)(a) by the  
26 chief executive officer of the department of Michigan jobs commission.

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1           (11) Participants in economic development job training programs  
2 shall be 16 years or older and not enrolled and counted in membership in  
3 a school district or intermediate school district.

4           (12) A grant awarded under this section may extend beyond the end of  
5 the fiscal year in which the grant is awarded and the funds awarded for  
6 the grant may be carried over into the next fiscal year for payment in  
7 the next fiscal year. Unexpended and unencumbered amounts remaining in  
8 the fiscal year ending September 30, 1999, from economic development job  
9 training grants awarded prior to September 15, 1998, may be used to award  
10 additional economic development job training grants during the fiscal  
11 year ending September 30, 1999.

12           (13) A recipient of a grant under this section shall not charge  
13 tuition or fees to participants in the program funded by the grant.  
14 However, a nonprofit organization may charge tuition or fees if the  
15 tuition plan or fees are recognized by the state and the nonprofit organ-  
16 ization receives additional funding from other governmental or private  
17 funding sources for its programs.

18           (14) If a participant in a program funded under this section is an  
19 employee of a business organization whose employees are receiving job  
20 training under the program and the participant was an employee of that  
21 business organization prior to 30 days before the date of the grant  
22 application, the business organization shall provide at least 25% of the  
23 program's costs, excluding the costs of participants' wages for the time  
24 participants are involved in program training. For purposes of meeting  
25 the 25% match requirement, small business organizations with 250 or fewer  
26 employees worldwide at the time of application may include the costs of  
27 pretraining needs assessments and wages paid to participants while

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1 enrolled in training. This subsection does not apply to an individual  
2 who becomes a new employee of a business organization as a result of the  
3 individual's participation in the program.

4 (15) A grant awarded to an economic development job training grant  
5 recipient that guarantees a predetermined number of specified jobs for  
6 new employees that are directly related to the participant's area of  
7 training or for existing employees shall be paid to the grant recipient  
8 according to the following schedule:

9 (a) 40% of the grant amount shall be paid within 30 days after the  
10 grant is awarded.

11 (b) 40% of the grant amount shall be paid at the completion of the  
12 training period, after the grant recipient submits to the department an  
13 interim report specifying actual costs of the training program and train-  
14 ing outcomes of the students.

15 (c) 20% of the grant amount shall be paid at the conclusion of the  
16 grant period, as determined by the department.

17 (16) A recipient of a grant under this section shall allow the  
18 department of Michigan jobs commission or the department's designee to  
19 audit all records related to the grant for all entities that receive  
20 money, either directly or indirectly through a contract, from the grant  
21 funds. A grant recipient or contractor shall reimburse the state for all  
22 disallowances found in the audit.

23 (17) The department of Michigan jobs commission shall provide to the  
24 state budget director and the house and senate fiscal agencies by April  
25 15 and November 1 of each year a report on the economic development job  
26 training grants. The report due by April 15 shall provide the  
27 information described in this subsection for each grant or contract

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1 awarded during the preceding 2 quarters of the state fiscal year. The  
2 report due by November 1 shall provide this information for each grant or  
3 contract awarded during the preceding full fiscal year. The report shall  
4 contain all of the following:

5 (a) The amount and recipient of each grant or contract.

6 (b) The number of participants under each grant or contract and the  
7 number of new hires who are in training under the grant.

8 (c) The names, addresses, and total number of employees of all busi-  
9 ness organizations for whom training is or will be provided.

10 (d) The matching funds, if any, to be provided by a business  
11 organization.

(18) 0.16 percent of the total appropriation in part 1 for economic  
development job training grants shall be allocated for a youth neighborhood and  
park clean up initiative. The funding will be used to provide minimum wage  
salaries to those youth that participate in the program.

12 Sec. 407. (1) The appropriation in part 1 to the department of  
13 Michigan jobs commission for the work first program shall be expended for  
14 grants which provide employment and training services to public assist-  
15 ance recipients.

16 (2) An applicant may be a district, intermediate district, community  
17 college, public or private nonprofit college or university, nonprofit  
18 organization that provides school-to-work transition programs or that  
19 provides employment and training services or vocational rehabilitation  
20 programs or state licensed accredited vocational or technical education  
21 programs, proprietary school licensed by the state board, local workforce  
22 development board, or a consortium consisting of any combination of dis-  
23 tricts, intermediate districts, community colleges, nonprofit organiza-  
24 tions described in this subdivision, licensed proprietary schools, or  
25 public or private nonprofit colleges or universities described in this  
26 subdivision.

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1           (3) The department of Michigan jobs commission shall make every  
2 effort to place a minimum of 25% of clients who participate in the work  
3 first program in positions that provide wages of \$5.00 per hour or more.

4           (4) When the work first job search requirements have been completed,  
5 if the participant has not found employment, the work first site shall  
6 provide a written summary to the family independence agency which identi-  
7 fies the barriers which may have prevented the participant from obtaining  
8 employment and the steps taken by the work first site to assist the  
9 client in removing those barriers. The work first site shall also iden-  
10 tify appropriate education and job training programs which would be  
11 available to the participant.

12           (5) The department of Michigan jobs commission shall submit to the  
13 house and senate fiscal agencies and the state budget director by March  
14 15, 1999 a report on the work first program, including the number of par-  
15 ticipants served under this section, the number of persons who located  
16 employment through work first, the average wage of participants who found  
17 employment, the number of persons who retained jobs for 90 days, the  
18 number of participants placed in employment training and education pro-  
19 grams, the number of clients referred to work first who failed to report,  
20 and the number of participants referred back to the family independence  
21 agency with sanctions recommended by the family independence agency.

22           (6) Work first program participants shall be limited to recipients  
23 of the family independence program established under section 57a of the  
24 social welfare act, 1939 PA 280, MCL 400.57a, and such individuals  
25 referred to a job club program by a county family independence agency  
26 board or a county friend of the court as long as the participation in the  
27 job club is part of an application made under this section.

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1           (7) Participants in the work first program shall not be enrolled and  
2 counted in membership in a school district or intermediate school  
3 district.

4           (8) A grant awarded under this section may extend beyond the end of  
5 the fiscal year in which the grant is awarded and the funds awarded for  
6 the grant may be available in the subsequent fiscal year for payment in  
7 the next fiscal year.

8           (9) The department of Michigan jobs commission shall provide to the  
9 state budget director and the house and senate fiscal agencies by April  
10 15 and November 1 of each year a report on the work first grants. The  
11 report due by April 15 shall provide the information described in this  
12 subsection for each grant or contract awarded during the preceding 2  
13 quarters of the state fiscal year. The report due by November 1 shall  
14 provide this information for each grant or contract awarded during the  
15 preceding full fiscal year. The report shall contain both of the  
16 following:

17           (a) The amount and recipient of each grant or contract.

18           (b) The number of participants in each service delivery area and the  
19 number of clients placed in employment in each service delivery area.

20           (10) The department of Michigan jobs commission will work with the  
21 family independence agency to coordinate support services to work first  
22 participants relating to special/emergency needs.

23           (11) Work first program participants must receive or be provided an  
24 explanation of the program including their benefits and responsibilities  
25 before the job interview phase of the program.

26           Sec. 408. The department of Michigan jobs commission shall continue  
27 to maintain all files, lists, resources, and computer information of the

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1 Michigan child care clearinghouse. All clearinghouse assets shall  
2 continue to be available to all Michigan citizens at a location desig-  
3 nated by the executive branch of government.

4       Sec. 409. The travel administration may establish and collect a fee  
5 to cover the cost of materials and processing of photographic prints,  
6 slides, videotapes, and travel product data base information that are  
7 requested by the media and other segments of the public and private  
8 sectors. The fees collected shall be appropriated for all expenses nec-  
9 essary to purchase and distribute these photographic prints, slides, vid-  
10 eotapes, and travel product data base information. The funds are avail-  
11 able for expenditure when they are received by the department of  
12 treasury.

13       Sec. 410. The department of Michigan jobs commission shall inform  
14 the members of the regulatory subcommittees of the house and senate  
15 appropriations committees of any decisions to close any foreign outreach  
16 office. Tax dollars shall not be expended to ship automobiles for use by  
17 state officials.

18       Sec. 411. Funding provided to the development finance agency grant  
19 and loan program established in 1984 PA 236 shall be utilized to estab-  
20 lish a revolving loan fund and shall carry forward until the purposes for  
21 which the sums were appropriated are completed. The department of  
22 Michigan jobs commission may loan, contract, or grant, or any combination  
23 thereof, the funds and earnings of this revolving loan fund for the  
24 express public purpose of helping to promote the formation of minority  
25 owned business development investment companies, with incentives to  
26 encourage the financing of minority owned businesses.

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1           Sec. 411a. Of the funds appropriated in part 1 for precollege  
2 programs in the engineering and the sciences, \$500,000.00 shall be  
3 provided in the form of a grant to the Detroit precollege engineering  
4 program, incorporated and \$344,700.00 shall be provided in the form of a  
5 grant to the Grand Rapids area precollege engineering program.

6           Sec. 413. Funds appropriated to the department of Michigan jobs  
7 commission, Michigan promotion program, shall not be expended for the  
8 purpose of nontourism-related promotional projects that would target the  
9 citizens of this state as its prime audience.

10           Sec. 414. (1) The appropriation in part 1 to the department of  
11 Michigan jobs commission includes funds for the Michigan business round-  
12 table program. Before distribution of any grants under this program, the  
13 department of Michigan jobs commission shall submit to the chairpersons  
14 of the regulatory subcommittees of the house and senate appropriations  
15 committees a list of the grants recommended for distribution.

16           (2) The department of Michigan jobs commission shall submit not  
17 later than December 1, 1998 to the regulatory subcommittees of the house  
18 and senate appropriations committees, the house and senate fiscal agen-  
19 cies, and the state budget director an annual report for the immediately  
20 preceding fiscal year regarding the Michigan business roundtable  
21 program. The report shall include, but is not limited to, an accounting  
22 of each grant awarded through the program, specifying the grantee and the  
23 amount awarded, and a review of the performance and accomplishments of  
24 the program during the review period.

25           Sec. 416. The department of Michigan jobs commission shall submit  
26 an annual status report to the regulatory subcommittees of the house and  
27 senate appropriations committees on all activities, grants, and

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1 investment programs financed from the strategic fund/renaissance fund.  
2 The report shall provide a list of individual grants and loans made from  
3 the fund.

4       Sec. 417. The department of Michigan jobs commission shall submit  
5 an annual report to the regulatory subcommittees of the house and senate  
6 appropriations committees on all activities of the Michigan film office.

7       Sec. 418. The department of Michigan jobs commission may receive  
8 and expend contributions from the Michigan strategic fund/renaissance  
9 fund to procure or acquire services, studies, and analyses on behalf of  
10 the fund which the fund determines are necessary to carry out its func-  
11 tions and duties.

12       Sec. 419. Any funds appropriated to the department of Michigan jobs  
13 commission for fiscal year 1998-99 that are committed or encumbered in a  
14 contractual agreement may be available in the subsequent fiscal year  
15 until the project specified in the contractual agreement is completed. A  
16 listing of the contractual agreements shall be forwarded to the regula-  
17 tory subcommittees not later than November 30, 1999.

18       Sec. 419a. (1) In addition to the funds appropriated for the  
19 department of Michigan jobs commission in part 1, there is appropriated  
20 an amount not to exceed \$48,000,000.00 for federal contingency funds.  
21 These funds are not available for expenditure until they have been trans-  
22 ferred to another line item in this act pursuant to section 393(2) of the  
23 management and budget act, 1984 PA 431, MCL 18.1393.

24       (2) In addition to the funds appropriated in part 1, there is appro-  
25 priated an amount not to exceed \$2,000,000.00 for state restricted con-  
26 tingency funds. These funds are not available for expenditure until they  
27 have been transferred to another line item in this act pursuant to

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

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

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

13 Sec. 420. The local match requirements for vocational rehabilita-  
14 tion facilities establishment grants shall not exceed 21.3%.

15 Sec. 421. Funds earned or authorized by the United States depart-  
16 ment of labor in excess of the gross appropriation in part 1 for the  
17 employment service agency from the United States department of labor are  
18 appropriated and may be expended for staffing and related expenses  
19 incurred in the operation of its programs. These funds may be spent  
20 after the department of Michigan jobs commission notifies the regulatory  
21 subcommittees of the house and senate appropriations committees of the  
22 purpose and amount of each grant award.

23 Sec. 424. The department of Michigan jobs commission shall report  
24 to the regulatory subcommittees of the house and senate appropriations  
25 committees by September 30, 1999, on the distribution of the Michigan  
26 community service commission volunteer investment grants.

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1           Sec. 426. Of the funds appropriated in part 1 for economic  
2 development job training grants, the department shall not use these funds  
3 to finance the startup or in any way subsidize any private distributor of  
4 liquor products in Michigan.

5           Sec. 427. State and federal funds allocated to local workforce  
6 development boards for disbursement shall not be appropriated unless the  
7 local workforce development boards maintain a partnership with governmen-  
8 tal agencies, public school districts, and public colleges located within  
9 the local service delivery area. State and federal funds shall not be  
10 appropriated to any local workforce developmental board for disbursement  
11 if areas with a population base of 200,000 or more are not permitted to  
12 be designated as service delivery areas.

13           Sec. 429. The department of Michigan jobs commission shall work  
14 cooperatively with the department of civil service to identify state  
15 employees who will lose their jobs as a result of an agency or program  
16 being reorganized, modified, or eliminated and shall develop training  
17 programs and provide training to these individuals that will provide them  
18 an opportunity and skills necessary to secure new employment within state  
19 government or the private sector. The department of Michigan jobs com-  
20 mission shall submit to the regulatory subcommittees of the house and  
21 senate appropriations committees an annual report on its activities and  
22 progress.

23           Sec. 433. Of the funds appropriated in part 1 for the department of  
24 Michigan jobs commission employment service, if DOL-ETA, employment serv-  
25 ice funds are withheld by the United States department of labor, the  
26 department of Michigan jobs commission may use economic development job  
27 training grant funds to fund employment service allocations.

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1       Sec. 435a. Of the funds appropriated in section 103(6) for  
2 vocational rehabilitation independent living, not less than \$1,000,000.00  
3 shall be used for the support of centers for independent living which are  
4 in compliance with federal standards for such centers, for the develop-  
5 ment of new centers in areas presently unserved or underserved, for tech-  
6 nical assistance to centers, and for projects to build capacity of cen-  
7 ters to deliver independent living services. Applications for such funds  
8 shall be reviewed in accordance with criteria and procedures established  
9 by the statewide independent living council, the Michigan rehabilitation  
10 services unit within the department of Michigan jobs commission, and the  
11 Michigan commission for the blind. Funds must be used in a manner con-  
12 sistent with the priorities established in the state plan for independent  
13 living.

14       Sec. 436. From the funds appropriated in section 103(6) for voca-  
15 tional rehabilitation independent living, \$49,500.00 shall be distributed  
16 to the superior alliance for independent living in Marquette County.

17       Sec. 440. (1) From the funds appropriated in section 103, the  
18 department of Michigan jobs commission in conjunction with the family  
19 independence agency shall conduct a study of the effect of the enhanced  
20 vocational-technical training program and report the results of the study  
21 to the house and senate appropriations regulatory subcommittees not later  
22 than March 1, 1999. The study shall examine all of the following about  
23 the participants and former participants in the programs:

24       (a) Whether they have obtained jobs.

25       (b) What kind of jobs they have obtained.

26       (c) How long they have retained those jobs and if they have had more  
27 than 1 job, how long were they at each job.

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1 (d) Current hourly wages.

2 (e) Whether they are receiving basic health care benefits, tuition  
3 reimbursement, or training from their employers.

4 (f) Whether they continue to receive any type of public assistance.

5 (g) Any other information the departments consider relevant.

6 (2) The departments shall acquire data on the factors listed above  
7 for all program participants if there are less than 100 overall partici-  
8 pants in the program. If there are 100 or more program participants, the  
9 departments shall acquire this data from a representative sample of 10%  
10 of the overall number of participants.

11 Sec. 441. From the funds appropriated in section 103(6) for the  
12 enhanced technical vocational training program, the Michigan jobs commis-  
13 sion may use up to \$12,500,000.00, but not less than \$4,000,000.00, to  
14 administer a program that meets all of the following criteria:

15 (a) The training program shall be available statewide.

16 (b) Eligible participants shall include family independence program  
17 recipients and work first clients referred by the family independence  
18 agency.

19 (c) Training shall be limited to not longer than 12 months in  
20 duration.

21 (d) Training shall be directed to achieving or gaining skills that  
22 will lead to a career for the participant.

23 (e) Training shall be reasonably calculated to lead to full-time,  
24 skilled employment.

25 (f) Participants may receive any additional support needed to facil-  
26 itate participation in the training program within reasonable parameters

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1 established by the Michigan jobs commission including, but not limited  
2 to, all of the following:

3 (i) Child care, including evening or nighttime care if appropriate.

4 (ii) Transportation.

5 (g) Eligible family independence program recipients and work first  
6 clients that commence training will be allowed to complete training.

7 Sec. 442. (1) The department of Michigan jobs commission shall have  
8 at least 1 disabled veterans outreach program specialist or local veter-  
9 ans employment representative present at each Michigan works! employment  
10 services office on a full- or part-time basis during hours of operation.

11 (2) The department of Michigan jobs commission shall ensure that  
12 each Michigan works! employment services office shall have the necessary  
13 equipment to allow the disabled veterans outreach specialist or local  
14 veterans employment representative to perform his or her duties in the  
15 same manner they were performed prior to February 1, 1998.

16 (3) The department of Michigan jobs commission shall require each  
17 Michigan works! employment services office to have an employee available  
18 to ask each individual who enters the office for service whether that  
19 individual is a veteran and to refer each veteran to the disabled veter-  
20 ans outreach program specialist or local veterans employment representa-  
21 tive on duty at the time.

22 (4) The department of Michigan jobs commission shall require that  
23 each Michigan works! employment services office shall have posted in a  
24 conspicuous place within the office a notice advising veterans that a  
25 disabled veterans outreach program specialist or a local veterans employ-  
26 ment representative is available to assist him or her.

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HB 5592 as amended May 26, 1998

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1 (5) The department of Michigan jobs commission shall require each  
2 Michigan works! employment services office to provide free mediated  
3 services to employers wishing to hire a veteran.

4 Sec. 447. No funds appropriated in part 1 to the department of Michigan  
5 jobs commission for welfare-to-work programs may be used to pay for traffic or  
6 parking violations.

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14 Sec. 448. (1) The department of Michigan jobs commission shall  
15 determine the feasibility of an alternative approach to reporting data on  
16 participants in the work first program. Alternatives may include but are  
17 not limited to:

18 (a) Reporting data by county for those counties with a population of  
19 15,000 or greater.

20 (b) Number of participants retaining jobs for more than 12 months.

21 (c) Number of requests for supportive services.

22 (d) Number of participants enrolled in job training or secondary and  
23 postsecondary education classes as an assignment for work first.

24 (2) If the department determines that a report similar to the one  
25 outlined in this section is feasible, the department shall submit this  
26 report on an annual basis to the house and senate appropriations

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- 1 subcommittees on regulatory and the house and senate fiscal agencies and  
2 shall make it available to the public.

Sec. 449. (1) The department of Michigan jobs commission, K.I. Sawyer base conversion authority, may receive and expend federal, state restricted, and private revenue funds in accordance with 1993 PA 159, MCL 3.571 to 3.580.

(2) The department of Michigan jobs commission shall submit an annual report to the department of management and budget and the fiscal agencies of the house and senate concerning the following:

(a) Expenditures.

(b) Funds received but not appropriated by the state.

Sec. 450. As a condition of receiving funds under part 1 of this act, the department of Michigan jobs commission shall not expend any of the economic development job training grant funds to train any employee who is an officer of a corporation in a corporation employing more than 250 employees.