

Act No. 530
Public Acts of 2002
Approved by the Governor*
July 25, 2002
Filed with the Secretary of State
July 25, 2002
EFFECTIVE DATE: July 25, 2002

*Item Vetoes

Sec. 104. DEPARTMENT OF CAREER DEVELOPMENT

(2) DEPARTMENT GRANTS

Glen Oaks Community College outreach center \$ 80,000 (Page 4)

Sec. 116. DEPARTMENT OF NATURAL RESOURCES

(3) GRANTS

National recreational trails (120,000) (Page 10)

Sec. 117. DEPARTMENT OF STATE

(2) ELECTION REGULATION

City of Flint mayoral election expenses 15,800 (Page 10)

Sec. 119. STATE SCHOOL AID APPROPRIATION

(2) DECLINING ENROLLMENT GRANTS

Declining enrollment grants..... 3,500,000 (Page 11)

Sec. 120. DEPARTMENT OF TRANSPORTATION

(2) ROAD AND BRIDGE PROGRAMS

Old 27 North - Whitemarsh project..... 120,000 (Page 12)

Sec. 204.

Entire Section. (Page 15)

Sec. 411.

Entire Section. (Page 17)

Sec. 551.

Entire Section. (Page 20)

**STATE OF MICHIGAN
91ST LEGISLATURE
REGULAR SESSION OF 2002**

Introduced by Rep. Shulman

ENROLLED HOUSE BILL No. 4373

AN ACT to make, supplement, and adjust appropriations for capital outlay and certain state departments and agencies for the fiscal year ending September 30, 2002 and fiscal year ending September 30, 2003; to implement the appropriations within the budgetary process; to authorize certain land transfers; to provide for the expenditure of appropriations; and to repeal acts and parts of acts.

The People of the State of Michigan enact:

PART 1

LINE-ITEM APPROPRIATIONS
FISCAL YEAR 2001-2002

Sec. 101. There is appropriated for capital outlay and for certain state departments and agencies for the fiscal year ending September 30, 2002, from the following funds:

APPROPRIATION SUMMARY:

Full-time equated positions	0.0	
GROSS APPROPRIATION.....	\$	1,021,747,225
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		307,000
ADJUSTED GROSS APPROPRIATION.....	\$	1,021,440,225
Federal revenues:		
Total federal revenues		676,509,800
Special revenue funds:		
Total local revenues		121,458,500
Total private revenues.....		230,000
Total other state restricted revenues		291,290,600
State general fund/general purpose	\$	(68,048,675)

Sec. 102. DEPARTMENT OF AGRICULTURE

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION.....	\$	235,000
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		0
ADJUSTED GROSS APPROPRIATION.....	\$	235,000

	For Fiscal Year Ending Sept. 30, 2002
Total federal revenues	\$ 0
Total local revenues	0
Total private revenues.....	0
Total other state restricted revenues	0
State general fund/general purpose	\$ 235,000
(2) ANIMAL INDUSTRY	
Indemnification payments	\$ 235,000
GROSS APPROPRIATION	\$ 235,000
Appropriated from:	
State general fund/general purpose	\$ 235,000
 Sec. 103. CAPITAL OUTLAY	
(1) APPROPRIATION SUMMARY	
GROSS APPROPRIATION	\$ 96,773,300
Interdepartmental grant revenues:	
Total interdepartmental grants and intradepartmental transfers	0
ADJUSTED GROSS APPROPRIATION	\$ 96,773,300
Total federal revenues	70,235,000
Total local revenues	15,000,000
Total private revenues.....	230,000
Total state restricted revenues.....	20,525,000
State general fund/general purpose	\$ (9,216,700)
(2) DEPARTMENT OF AGRICULTURE	
Farmland and open space development acquisition	\$ 2,000,000
GROSS APPROPRIATION	\$ 2,000,000
Appropriated from:	
Federal revenues:	
DAG, multiple grants.....	2,000,000
State general fund/general purpose	\$ 0
(3) STATE BUILDING AUTHORITY FINANCED CONSTRUCTION PROJECTS	
Department of corrections - 336 bed housing unit and replacement food service building at Camp Brighton, for design and construction (total authorized cost \$10,750,000; state building authority share \$3,675,000; federal share \$7,075,000)	\$ 7,075,000
Kellogg Community College - career development center/science building renovations, for design and construction (total authorized cost \$3,750,000; state building authority share \$1,874,800; Kellogg Community College share \$1,875,000; state general fund share \$200).....	100
Mid Michigan Community College - student assessment center, for design and construction (total authorized cost \$3,165,000; state building authority share \$1,582,300; Mid Michigan Community College share \$1,582,500; state general fund share \$200)	100
Monroe County Community College - instructional center for business training and performing arts building, for design and construction (total authorized cost \$12,000,000; state building authority share \$5,999,800; Monroe County Community College share \$6,000,000; state general fund share \$200).....	100
Washtenaw Community College - plumbers and pipefitters building, for design and construction (total authorized cost \$4,000,000; state building authority share \$1,999,800; Washtenaw Community College share \$2,000,000; state general fund share \$200)	100
St. Clair Community College - general campus renovations project, authorized for planning in 2000 PA 291, for final design and construction (total authorized cost \$13,000,000; state building authority share \$6,499,800; St. Clair Community College share \$6,500,000; state general fund share \$200)	100
University of Michigan-Dearborn - Hubbard Drive professional training and education building acquisition/engineering and science building renovations; phase I, building acquisition (total authorized cost \$32,800,000; state building authority share \$24,599,800; University of Michigan-Dearborn share \$8,200,000; state general fund share \$200); phase II, engineering and science building renovations (total authorized cost \$22,200,000; state building authority share \$16,650,000; University of Michigan-Dearborn share \$5,550,000; state general fund share \$0)	100
GROSS APPROPRIATION	\$ 7,075,600

Appropriated from:	
Federal revenues:	
DOJ, violent offender incarceration - truth-in-sentencing	\$ 7,075,000
State general fund/general purpose	\$ 600
(4) DEPARTMENT OF MILITARY AFFAIRS	
Lump-sum projects:	
For department of military affairs remodeling and additions and special maintenance projects ...	\$ 2,415,000
Jackson armory replacement (total project cost \$10,000,000; federal share \$7,500,000; state share \$2,500,000)	10,000,000
Calumet armory replacement (total project cost \$5,500,000; federal share \$4,125,000; state share \$1,375,000)	5,500,000
Grand Ledge armory airfleet support facility (total project cost \$1,500,000; federal share \$1,500,000)	1,500,000
Lansing combined maintenance shop - originally appropriated in PA 114 of 1997, to increase the total authorized cost (total authorized cost is increased from \$18,500,000 to \$24,500,000; federal share is increased from \$18,100,000 to \$23,950,000; state armory construction fund share is increased from \$400,000 to \$550,000)	6,000,000
GROSS APPROPRIATION	\$ 25,415,000
Appropriated from:	
Federal revenues:	
DOD, department of the army, national guard bureau	21,160,000
Private revenues:	
Northern Michigan law enforcement training group	230,000
Special revenue funds:	
Armory construction fund	4,025,000
State general fund/general purpose	\$ 0
(5) DEPARTMENT OF NATURAL RESOURCES	
(a) STATE PARKS	
State parks infrastructure - Sterling state park	\$ 15,500,000
GROSS APPROPRIATION	\$ 15,500,000
Appropriated from:	
Special revenue funds:	
State park improvement revenue bonds	15,500,000
State general fund/general purpose	\$ 0
(b) FISHERIES	
Fisheries research vessels	1,000,000
GROSS APPROPRIATION	\$ 1,000,000
Appropriated from:	
Special revenue funds:	
Game and fish protection fund	1,000,000
State general fund/general purpose	\$ 0
(6) DEPARTMENT OF TRANSPORTATION	
AERONAUTICS FUND: AIRPORT PROGRAMS	
Airport safety and protection plan	\$ 55,000,000
GROSS APPROPRIATION	\$ 55,000,000
Appropriated from:	
Federal revenues:	
DOT, federal aviation administration	40,000,000
Special revenue funds:	
Local aeronautics match	15,000,000
State general fund/general purpose	\$ 0
(7) STATE BUILDING AUTHORITY RENT	
State building authority rent - state agencies	\$ (3,057,300)
State building authority rent - department of corrections	(2,056,100)
State building authority rent - universities	(4,417,000)
State building authority rent - community colleges	313,100
GROSS APPROPRIATION	\$ (9,217,300)
Appropriated from:	
State general fund/general purpose	\$ (9,217,300)

Sec. 104. DEPARTMENT OF CAREER DEVELOPMENT

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION.....	\$ 161,080,000
Interdepartmental grant revenues:	
Total interdepartmental grants and intradepartmental transfers	0
ADJUSTED GROSS APPROPRIATION.....	\$ 161,080,000
Federal revenues:	
Total federal revenues	167,000,000
Special revenue funds:	
State general fund/general purpose	\$ (5,920,000)

(2) DEPARTMENT GRANTS

Focus:HOPE	\$ 0
Glen Oaks Community College outreach center	80,000
Job training programs subgrantees	16,800,000
Welfare-to-work programs.....	136,200,000
Michigan virtual university long-distance learning.....	1,000,000
GROSS APPROPRIATION.....	\$ 154,080,000

Appropriated from:

Federal revenues:	
Federal section 903(d), SSA funds	206,000,000
HHS, temporary assistance for needy families.....	(46,000,000)
Special revenue funds:	
State general fund/general purpose	\$ (5,920,000)

(3) EMPLOYMENT SERVICE AGENCY

Employment services.....	\$ 7,000,000
GROSS APPROPRIATION.....	\$ 7,000,000

Appropriated from:

Federal revenues:	
Federal section 903(d), SSA funds	7,000,000
Special revenue funds:	
State general fund/general purpose	\$ 0

Sec. 105. COMMUNITY COLLEGES

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION.....	\$ 66,000
Interdepartmental grant revenues:	
Total interdepartmental grants and intradepartmental transfers	0
ADJUSTED GROSS APPROPRIATION.....	\$ 66,000
Total federal revenues	0
Total local revenues	0
Total private revenues.....	0
Total other state restricted revenues.....	0
State general fund/general purpose	\$ 66,000

(2) GRANTS

Renaissance zone tax reimbursement funding.....	\$ 66,000
GROSS APPROPRIATION.....	\$ 66,000
Appropriated from:	
State general fund/general purpose	\$ 66,000

Sec. 106. DEPARTMENT OF COMMUNITY HEALTH

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION.....	\$ 544,209,600
Interdepartmental grant revenues:	
Total interdepartmental grants and intradepartmental transfers	0
ADJUSTED GROSS APPROPRIATION.....	\$ 544,209,600
Federal revenues:	
Total federal revenues	281,979,100
Special revenue funds:	
Total local revenues	106,458,500

	For Fiscal Year Ending Sept. 30, 2002
Total private revenues.....	\$ 0
Total other state restricted revenues.....	218,214,000
State general fund/general purpose	\$ (62,442,000)
(2) COMMUNITY MENTAL HEALTH/SUBSTANCE ABUSE SERVICES PROGRAMS	
Medicaid mental health services	\$ 15,731,500
GROSS APPROPRIATION.....	\$ 15,731,500
Appropriated from:	
Federal revenues:	
Total federal revenues	8,864,700
Special revenue funds:	
State general fund/general purpose	\$ 6,866,800
(3) EPIDEMIOLOGY	
Bioterrorism preparedness	\$ 31,200,000
GROSS APPROPRIATION.....	\$ 31,200,000
Appropriated from:	
Federal revenues:	
Total federal revenues	31,200,000
Special revenue funds:	
State general fund/general purpose	\$ 0
(4) COMMUNITY LIVING, CHILDREN, AND FAMILIES	
Local MCH.....	\$ 4,214,000
GROSS APPROPRIATION.....	\$ 4,214,000
Appropriated from:	
Special revenue funds:	
Total other state restricted revenues	4,214,000
State general fund/general purpose	\$ 0
(5) CHILDREN'S SPECIAL HEALTH CARE SERVICES	
Medical care and treatment.....	\$ 28,951,000
GROSS APPROPRIATION.....	\$ 28,951,000
Appropriated from:	
Federal revenues:	
Total federal revenues	14,186,000
Special revenue funds:	
State general fund/general purpose	\$ 14,765,000
(6) MEDICAL SERVICES	
Hospital services and therapy.....	\$ 3,519,400
Physician services.....	29,384,000
Medicare premium payments	9,594,000
Pharmaceutical services	(31,970,300)
Home health services.....	(1,108,000)
Transportation.....	1,147,000
Auxiliary medical services	5,492,000
Long-term care services.....	78,445,600
Health plan services.....	186,563,000
Adult home help.....	8,089,200
Subtotal basic medical services program	289,155,900
State and local medical programs.....	8,498,700
Special adjustor payments	166,458,500
Subtotal special medical services payments	174,957,200
GROSS APPROPRIATION.....	\$ 464,113,100
Appropriated from:	
Federal revenues:	
Total federal revenues	227,728,400
Special revenue funds:	
Total local revenues	106,458,500
Total other state restricted revenues	214,000,000
State general fund/general purpose	\$ (84,073,800)

Sec. 107. DEPARTMENT OF CONSUMER AND INDUSTRY SERVICES

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION.....	\$	65,000,000
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		0
ADJUSTED GROSS APPROPRIATION.....	\$	65,000,000
Federal revenues:		
Total federal revenues		75,000,000
Special revenue funds:		
Total local revenues		0
Total private revenues.....		0
Total other state restricted revenues		(10,000,000)
State general fund/general purpose	\$	0

(2) BUREAU OF WORKER'S AND UNEMPLOYMENT COMPENSATION

Unemployment programs.....	\$	65,000,000
GROSS APPROPRIATION.....	\$	65,000,000
Appropriated from:		
Federal revenues:		
Federal section 903(d), SSA funds		75,000,000
Special revenue funds:		
Contingent fund, penalty and interest account		(10,000,000)
State general fund/general purpose	\$	0

Sec. 108. DEPARTMENT OF CORRECTIONS

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION.....	\$	4,500,000
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		0
ADJUSTED GROSS APPROPRIATION.....	\$	4,500,000
Federal revenues:		
Total federal revenues		0
Special revenue funds:		
Total local revenues		0
Total private revenues.....		0
Total other state restricted revenues		4,500,000
State general fund/general purpose	\$	0

(2) COMMUNITY CORRECTIONS

County jail reimbursement program	\$	4,500,000
GROSS APPROPRIATION.....	\$	4,500,000
Appropriated from:		
Special revenue funds:		
State restricted revenues and reimbursements.....		4,500,000
State general fund/general purpose	\$	0

Sec. 109. DEPARTMENT OF EDUCATION

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION.....	\$	24,377,000
Total interdepartmental grants and intradepartmental transfers		0
ADJUSTED GROSS APPROPRIATION.....	\$	24,377,000
Federal revenues:		
Total federal revenues		24,011,900
Special revenue funds:		
Total local revenues		0
Total private revenues.....		0
Total other state restricted revenues		0
State general fund/general purpose	\$	365,100

(2) FIELD SERVICES

Field services operations.....		53,000
GROSS APPROPRIATION.....	\$	53,000

Appropriated from:	
Federal revenues:	
Total federal revenues	\$ 53,000
Special revenue funds:	
State general fund/general purpose	\$ 0
(3) OFFICE OF SCHOOL EXCELLENCE	
School excellence operations.....	\$ 597,000
GROSS APPROPRIATION.....	\$ <u>597,000</u>
Appropriated from:	
Federal revenues:	
Total federal revenues	597,000
Special revenue funds:	
State general fund/general purpose	\$ 0
(4) GRANTS AND DISTRIBUTIONS	
FEDERAL PROGRAMS:	
Reading first state grants.....	\$ 5,700,000
Improving teacher quality grants.....	16,500,000
Language acquisition grants.....	1,161,900
STATE PROGRAMS:	
School breakfast programs	\$ 365,100
GROSS APPROPRIATION.....	\$ <u>23,727,000</u>
Appropriated from:	
Federal revenues:	
Total federal revenues	23,361,900
Special revenue funds:	
State general fund/general purpose	\$ 365,100
 Sec. 110. DEPARTMENT OF ENVIRONMENTAL QUALITY	
(1) APPROPRIATION SUMMARY	
GROSS APPROPRIATION.....	\$ 19,315,100
Interdepartmental grant revenues:	
Total interdepartmental grants and intradepartmental transfers	0
ADJUSTED GROSS APPROPRIATION.....	\$ 19,315,100
Federal revenues:	
Total federal revenues	0
Special revenue funds:	
Total local revenues	0
Total private revenues.....	0
Total other state restricted revenues.....	19,315,100
State general fund/general purpose	\$ 0
(2) DEPARTMENT SUPPORT SERVICES	
State sites cleanup.....	\$ 965,100
GROSS APPROPRIATION.....	\$ <u>965,100</u>
Appropriated from:	
Special revenue funds:	
State site cleanup fund	965,100
State general fund/general purpose	\$ 0
(3) SURFACE WATER QUALITY	
Surface water surveillance program	\$ 3,350,000
GROSS APPROPRIATION.....	\$ <u>3,350,000</u>
Appropriated from:	
Special revenue funds:	
Environmental response fund	3,350,000
State general fund/general purpose	\$ 0
(4) ENVIRONMENTAL RESPONSE	
Environmental cleanup and redevelopment program.....	\$ 11,049,800
Contaminated site investigations, cleanup, and revitalization	3,399,800
State cleanup (part 201 of 1994 PA 451)	<u>550,400</u>
GROSS APPROPRIATION.....	\$ <u>15,000,000</u>

Appropriated from:	
Special revenue funds:	
Environmental protection fund.....	\$ 15,000,000
State general fund/general purpose	\$ 0

Sec. 111. FAMILY INDEPENDENCE AGENCY

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION.....	\$ 41,050,500
Interdepartmental grant revenues:	
Total interdepartmental grants and intradepartmental transfers	0
ADJUSTED GROSS APPROPRIATION.....	\$ 41,050,500
Federal revenues:	
Total federal revenues	20,000,000
Special revenue funds:	
Total local revenues	0
Total private revenues.....	0
Total other state restricted revenues	6,050,500
State general fund/general purpose	\$ 15,000,000

(2) EXECUTIVE OPERATIONS

Child support automation.....	\$ 6,050,500
GROSS APPROPRIATION.....	\$ 6,050,500

Appropriated from:	
Special revenue funds:	
Total other state restricted revenue.....	6,050,500
State general fund/general purpose	\$ 0

(3) PUBLIC ASSISTANCE

Family independence program.....	15,000,000
Homestead property tax credit for low-income families	20,000,000
GROSS APPROPRIATION.....	\$ 35,000,000

Appropriated from:	
Federal revenues:	
Total federal revenues	20,000,000
State general fund/general purpose	\$ 15,000,000

Sec. 112. HIGHER EDUCATION

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION.....	\$ 9,200,000
Interdepartmental grant revenues:	
Total interdepartmental grants and intradepartmental transfers	0
ADJUSTED GROSS APPROPRIATION.....	\$ 9,200,000
Federal revenues:	
Total federal revenues	0
Special revenue funds:	
Total local revenues	0
Total private revenues.....	0
Total other state restricted revenues	9,200,000
State general fund/general purpose	\$ 0

(2) GRANTS AND FINANCIAL AID

Michigan merit award program	\$ 9,200,000
GROSS APPROPRIATION.....	\$ 9,200,000

Appropriated from:	
Special revenue funds:	
Michigan merit award trust fund.....	9,200,000
State general fund/general purpose	\$ 0

Sec. 113. HISTORY, ARTS, AND LIBRARIES

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION.....	\$ 3,211,500
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Interdepartmental grant revenues:	
Total interdepartmental grants and intradepartmental transfers	\$ 0
ADJUSTED GROSS APPROPRIATION.....	\$ 3,211,500
Federal revenues:	
Total federal revenues	3,000,000
Special revenue funds:	
Total local revenues	0
Total private revenues.....	0
Total other state restricted revenues	0
State general fund/general purpose	\$ 211,500
(2) LIBRARY OF MICHIGAN	
Federal aid to libraries	\$ 2,000,000
Grant to Detroit public library.....	935,200
Grand Rapids public library	64,800
Renaissance zone reimbursement.....	211,500
GROSS APPROPRIATION.....	\$ 3,211,500
Appropriated from:	
Federal revenues:	
Federal section 903(d), SSA funds	3,000,000
State general fund/general purpose	\$ 211,500

Sec. 115. DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION.....	\$ 891,625
Interdepartmental grant revenues:	
Total interdepartmental grants and intradepartmental transfers	0
ADJUSTED GROSS APPROPRIATION.....	\$ 891,625
Federal revenues:	
Total federal revenues	585,000
Special revenue funds:	
Total local revenues	0
Total private revenues.....	0
Total other state restricted revenues	0
State general fund/general purpose	\$ 306,625
(2) GRAND RAPIDS VETERAN'S HOME	
Grand Rapids veteran's home	\$ 0
GROSS APPROPRIATION.....	\$ 0
Appropriated from:	
Federal revenues:	
HHS-CMS, title XIX, Medicaid	500,000
HHS-HCFA, Medicare, hospital insurance.....	85,000
Special revenue funds:	
State general fund/general purpose	\$ (585,000)

(3) VETERANS SERVICE ORGANIZATIONS

American legion	\$ 120,800
Disabled American veterans.....	99,800
Marine corps league	252,225
American veterans of World War II and Korea.....	63,400
Veterans of foreign wars.....	120,800
Michigan paralyzed veterans of America	22,600
Purple heart.....	118,425
Veterans of World War I.....	100
Polish legion of American veterans.....	30,900
Jewish veterans of America.....	30,900
State of Michigan council Vietnam veterans of America	21,700
Catholic war veterans	9,975
GROSS APPROPRIATION.....	\$ 891,625
Appropriated from:	
State general fund/general purpose	\$ 891,625

Sec. 116. DEPARTMENT OF NATURAL RESOURCES

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION.....	\$	2,944,700
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		0
ADJUSTED GROSS APPROPRIATION.....	\$	2,944,700
Federal revenues:		
Total federal revenues		(120,000)
Special revenue funds:		
Total local revenues		0
Total private revenues.....		0
Total other state restricted revenues		3,064,700
State general fund/general purpose	\$	0

(2) FOREST, MINERAL, AND FIRE MANAGEMENT

Timber harvest.....	\$	1,042,900
GROSS APPROPRIATION.....	\$	1,042,900
Appropriated from:		
Special revenue funds:		
Forest resource revenue		1,042,900
State general fund/general purpose	\$	0

(3) GRANTS

National recreational trails	\$	(120,000)
Grant to counties—marine safety		2,021,800
GROSS APPROPRIATION.....	\$	1,901,800
Appropriated from:		
Federal revenues:		
DOT, federal		(120,000)
Special revenue funds:		
Marine safety fund		2,021,800
State general fund/general purpose	\$	0

Sec. 117. DEPARTMENT OF STATE

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION.....	\$	95,800
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		0
ADJUSTED GROSS APPROPRIATION.....	\$	95,800
Federal revenues:		
Total federal revenues		0
Special revenue funds:		
Total local revenues		0
Total private revenues.....		0
Total other state restricted revenues		0
State general fund/general purpose	\$	95,800

(2) ELECTION REGULATION

City of Flint mayoral election expenses.....	\$	15,800
Election administration and services		80,000
GROSS APPROPRIATION.....	\$	95,800
Appropriated from:		
Special revenue funds:		
State general fund/general purpose	\$	95,800

Sec. 118. DEPARTMENT OF STATE POLICE

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION.....	\$	7,844,700
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		307,000
ADJUSTED GROSS APPROPRIATION.....	\$	7,537,700

Federal revenues:	
Total federal revenues	\$ 0
Special revenue funds:	
Total local revenues	0
Total private revenues.....	0
Total state restricted revenues.....	6,287,700
State general fund/general purpose	\$ 1,250,000
(2) DEPARTMENTWIDE APPROPRIATIONS	
Court judgments	\$ 1,250,000
GROSS APPROPRIATION.....	\$ 1,250,000
Appropriated from:	
State general fund/general purpose	\$ 1,250,000
(3) HIGHWAY SAFETY PLANNING	
Secondary road patrol and traffic accident basic grants	\$ 4,500,000
GROSS APPROPRIATION.....	\$ 4,500,000
Appropriated from:	
Special revenue funds:	
Secondary road patrol and training fund	4,500,000
State general fund/general purpose	\$ 0
(4) FORENSIC SCIENCES	
Laboratory operations	\$ 585,000
DNA analysis program.....	400,000
GROSS APPROPRIATION.....	\$ 985,000
Appropriated from:	
Special revenue funds:	
Forensic science reimbursement fees	400,000
State forensic laboratory fund.....	585,000
State general fund/general purpose	\$ 0
(5) UNIFORM SERVICES	
Reimbursed services	\$ 770,000
GROSS APPROPRIATION.....	\$ 770,000
Appropriated from:	
Special revenue funds:	
State police service fees	770,000
State general fund/general purpose	\$ 0
(6) MOTOR CARRIER ENFORCEMENT	
Truck safety enforcement team operations	\$ 307,000
Safety projects	32,700
GROSS APPROPRIATION.....	\$ 339,700
Appropriated from:	
Interdepartmental grant revenues:	
IDT, truck safety fund.....	307,000
Special revenue funds:	
Motor carrier fees.....	32,700
State general fund/general purpose	\$ 0
 Sec. 119. STATE SCHOOL AID APPROPRIATION	
(1) APPROPRIATION SUMMARY	
GROSS APPROPRIATION.....	\$ 3,500,000
ADJUSTED GROSS APPROPRIATION.....	\$ 3,500,000
Total federal revenues	\$ 0
Total local revenues	0
Total private revenues.....	0
Total other state restricted revenues.....	3,500,000
State general fund/general purpose	\$ 0
(2) DECLINING ENROLLMENT GRANTS	
Declining enrollment grants	\$ 3,500,000
GROSS APPROPRIATION.....	\$ 3,500,000

Appropriated from:	
Special revenue funds:	
State school aid fund	\$ 3,500,000
State general fund/general purpose	\$ 0

Sec. 120. DEPARTMENT OF TRANSPORTATION

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION	\$ 34,753,600
Interdepartmental grant revenues:	
Total interdepartmental grants and intradepartmental transfers	0
ADJUSTED GROSS APPROPRIATION	\$ 34,753,600

Federal revenues:

Total federal revenues	24,120,000
Special revenue funds:	
Total local revenues	0
Total private revenues	0
Total other state restricted revenues	10,633,600
State general fund/general purpose	\$ 0

(2) ROAD AND BRIDGE PROGRAMS

State trunkline federal aid and road and bridge construction	\$ 6,000,000
Old 27 North - Whitmarsh project	120,000
Local federal aid and road and bridge construction	18,000,000
GROSS APPROPRIATION	\$ 24,120,000

Appropriated from:

Federal revenues:

DOT-FHWA, highway research, planning, and construction	24,000,000
DOT, federal	120,000

Special revenue funds:

State general fund/general purpose	\$ 0
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(3) BUS TRANSIT DIVISION: STATUTORY OPERATING

Local bus operating	\$ 4,247,300
Bus capital	764,000
GROSS APPROPRIATION	\$ 5,011,300

Appropriated from:

Special revenue funds:

Comprehensive transportation fund	5,011,300
State general fund/general purpose	\$ 0

(4) INTERCITY PASSENGER AND FREIGHT

Freight preservation and development	\$ 5,432,300
GROSS APPROPRIATION	\$ 5,432,300

Appropriated from:

Special revenue funds:

Comprehensive transportation fund	5,432,300
State general fund/general purpose	\$ 0

(5) PUBLIC TRANSPORTATION DEVELOPMENT

Specialized services	\$ 190,000
GROSS APPROPRIATION	\$ 190,000

Appropriated from:

Special revenue funds:

Comprehensive transportation fund	190,000
State general fund/general purpose	\$ 0

Sec. 121. DEPARTMENT OF TREASURY

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION	\$ 2,698,800
Interdepartmental grant revenues:	
Total interdepartmental grants and intradepartmental transfers	0
ADJUSTED GROSS APPROPRIATION	\$ 2,698,800

	For Fiscal Year Ending Sept. 30, 2002
Federal revenues:	
Total federal revenues	\$ 10,698,800
Special revenue funds:	
Total local revenues	0
Total private revenues.....	0
Total other state restricted revenues	0
State general fund/general purpose	\$ (8,000,000)
(2) DEBT SERVICE	
School bond loan fund debt service payments	\$ (9,000,000)
GROSS APPROPRIATION	\$ (9,000,000)
Appropriated from:	
Special revenue funds:	
State general fund/general purpose	\$ (9,000,000)
(3) FINANCIAL PROGRAMS	
Michigan merit award board/MEAP administration.....	\$ 10,698,800
GROSS APPROPRIATION	\$ 10,698,800
Appropriated from:	
Federal revenues:	
DED-OESE, grants for federal assessments	10,698,800
State general fund/general purpose	\$ 0
(4) GRANTS	
Senior citizen cooperative housing tax exemption program.....	\$ 1,000,000
GROSS APPROPRIATION	\$ 1,000,000
Appropriated from:	
State general fund/general purpose	\$ 1,000,000

PART 1A
LINE-ITEM APPROPRIATIONS
FISCAL YEAR 2002-2003

Sec. 151. There is appropriated for capital outlay and for certain state departments and agencies for the fiscal year ending September 30, 2003, from the following funds:

APPROPRIATION SUMMARY:

GROSS APPROPRIATION	\$ (59,200,000)
Interdepartmental grant revenues:	
Total interdepartmental grants and intradepartmental transfers	0
ADJUSTED GROSS APPROPRIATION	\$ (59,200,000)
Federal revenues:	
Total federal revenues	0
Special revenue funds:	
Total local revenues	0
Total private revenues.....	0
Total other state restricted revenues	(50,000,000)
State general fund/general purpose	\$ (9,200,000)

Sec. 152. CAPITAL OUTLAY

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION	\$ (9,200,000)
Interdepartmental grant revenues:	
Total interdepartmental grants and intradepartmental transfers	0
ADJUSTED GROSS APPROPRIATION	\$ (9,200,000)
Total federal revenues	0
Total local revenues	0

	For Fiscal Year Ending Sept. 30, 2003
Total private revenues.....	\$ 0
Total state restricted revenues.....	0
State general fund/general purpose	\$ (9,200,000)
(2) DEPARTMENT OF MANAGEMENT AND BUDGET	
Major special maintenance and remodeling for department of community health	\$ (500,000)
Major special maintenance and remodeling for department of corrections.....	(2,077,700)
Major special maintenance and remodeling for department of management and budget	(712,500)
Major special maintenance and remodeling for department of state police	(256,300)
Major special maintenance and remodeling for family independence agency	(550,000)
Major special maintenance and remodeling for department of management and budget - statewide emergency special maintenance.....	2,116,200
GROSS APPROPRIATION.....	\$ (1,980,300)
Appropriated from:	
State general fund/general purpose	\$ (1,980,300)
(3) DEPARTMENT OF MILITARY AND VETERANS AFFAIRS	
For department of military affairs remodeling and additions and special maintenance projects ...	\$ (1,219,700)
GROSS APPROPRIATION.....	\$ (1,219,700)
Appropriated from:	
State general fund/general purpose	\$ (1,219,700)
(4) DEPARTMENT OF TRANSPORTATION	
Northwest airlines midfield terminal project.....	\$ (6,000,000)
GROSS APPROPRIATION.....	\$ (6,000,000)
Appropriated from:	
State general fund/general purpose	\$ (6,000,000)
Sec. 153. HIGHER EDUCATION	
(1) APPROPRIATION SUMMARY	
GROSS APPROPRIATION.....	\$ (50,000,000)
Interdepartmental grant revenues:	
Total interdepartmental grants and intradepartmental transfers	0
ADJUSTED GROSS APPROPRIATION.....	\$ (50,000,000)
Total federal revenues	0
Total local revenues	0
Total private revenues.....	0
Total state restricted revenues.....	(50,000,000)
State general fund/general purpose	\$ 0
(2) GRANTS AND FINANCIAL AID	
Michigan merit award program	\$ (50,000,000)
GROSS APPROPRIATION.....	\$ (50,000,000)
Appropriated from:	
Michigan merit award trust fund.....	\$ (50,000,000)
State general fund/general purpose	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS FISCAL YEAR 2001-2002

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending in part 1 from state sources for fiscal year 2001-02 is estimated at \$223,241,925.00 in this act and state spending from state sources paid to local units of government for fiscal year 2001-02 is as follows:

CAREER DEVELOPMENT

Glen Oaks Community College outreach center	\$ 80,000
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COMMUNITY COLLEGES	
Renaissance zone tax reimbursement program	\$ 66,000
EDUCATION	
School breakfast program	\$ 365,100
HISTORY, ARTS, AND LIBRARIES	
Renaissance zone tax reimbursement program	\$ 211,500
SCHOOL AID	
Declining enrollment grants	\$ 3,500,000
STATE	
City of Flint mayoral election expenses	\$ 15,800
STATE POLICE	
Secondary road patrol and traffic accident basic grants	\$ 4,500,000
TRANSPORTATION	
Comprehensive transportation fund: local bus operating	\$ 3,247,300
TREASURY	
Senior citizen cooperative housing tax exemption program.....	\$ 1,000,000
TOTAL	\$ <u>12,985,700</u>

Sec. 202. The appropriations authorized under this act are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 204. For the fiscal year ending September 30, 2002, all general fund/general purpose unreserved balances at the final close of the fiscal year, excluding the \$79,500,000.00 received by the general fund pursuant to a transfer from the contingent fund under the Michigan employment security act, 1936 (Ex Sess) PA 1, MCL 421.1 to 421.75, on June 30, 2002, are appropriated and shall be transferred to the countercyclical budget and economic stabilization fund pursuant to section 354(4) of the management and budget act, 1984 PA 431, MCL 18.1354.

ATTORNEY GENERAL

Sec. 301. In addition to the funds appropriated in 2001 PA 83, there is appropriated up to \$500,000.00 from litigation expense reimbursements awarded to the state. The funds may be expended for the payment of attorney fees assessed against the governor or the attorney general when acting in an official capacity as the named party in litigation against the state. The funds may also be expended for the payment of state costs incurred under section 16 of chapter X of the code of criminal procedure, 1927 PA 175, MCL 770.16. Unexpended funds at the end of the fiscal year are carried forward for expenditure in the following year, up to a maximum authorization of \$500,000.00.

CAPITAL OUTLAY

Sec. 401. (1) The following project costs are adjusted as indicated for correctional facility projects authorized by 1998 PA 273:

(a) For Florence Crane correctional facility, the total project cost is decreased from \$5,000,000.00 to \$4,565,000.00. The state building authority share is reduced from \$4,960,000.00 to \$4,525,000.00; the state general fund share remains the same.

(b) For Macomb correctional facility, the total project cost is decreased from \$9,600,000.00 to \$9,550,000.00. The state building authority share is reduced from \$9,527,000.00 to \$9,477,000.00; the state general fund share remains the same.

(c) For Camp Pugsley, the total project cost is decreased from \$22,100,000.00 to \$20,600,000.00. The state building authority share is reduced from \$21,820,000.00 to \$20,320,000.00; the state general fund share remains the same.

(d) For Thumb correctional facility, the total project cost is decreased from \$8,400,000.00 to \$8,050,000.00. The state building authority share is reduced from \$8,322,000.00 to \$7,972,000.00; the state general fund share remains the same.

(e) For Cooper Street new housing unit, the total project cost is decreased from \$4,287,000.00 to \$3,700,000.00. The state building authority share is reduced from \$4,287,000.00 to \$3,700,000.00; the state general fund share remains the same.

(f) For Parnall new housing unit, the total project cost is decreased from \$5,713,000.00 to \$4,960,000.00. The state building authority share is reduced from \$5,713,000.00 to \$4,960,000.00; the state general fund share remains the same.

(2) From the reduced state building authority authorizations in subsection (1) totaling \$3,675,000.00, that authorization is provided in part 1 for the design and construction of a 336-bed housing unit and replacement food service building at Camp Brighton.

Sec. 402. The \$15,500,000.00 appropriation for state park infrastructure includes bond proceeds in an amount not to exceed \$1,500,000.00 to establish a debt service reserve for costs associated with bond issuance.

Sec. 403. Project financing is adjusted for the following department of natural resources - waterways boating program project authorized by 1998 PA 538: Ottawa County, Harbor Island launch: the total project cost remains \$927,000.00, the Michigan state waterways fund share of this project is increased from \$1,550.00 to \$695,300.00, and the federal fund share is reduced from \$693,750.00 to \$0.00.

Sec. 404. The appropriations in part 1 for the Jackson and Calumet armory replacement projects are contingent on the sale of the Oak Park armory. Proceeds from the Oak Park armory sale are to be deposited into the armory construction fund.

Sec. 405. The department of natural resources may transfer \$1,000,000.00 from the wildlife resource protection fund to the game and fish protection fund for the purchase of fishing research vessels to be used in the enforcement and administration of the game, fish, and fur laws of the state.

Sec. 406. The department of management and budget may demolish, dismantle, or otherwise dispose of the following department of corrections buildings: building 27 at Muskegon correctional facility, Braver building at Ryan correctional facility, buildings 163, 164, and 165 at Cotton correctional facility, all facilities at Camp Waterloo, buildings 9, 10, 21, 22, and 41 at Crane-Lakeland correctional facility, building 22 at Cassidy Lake correctional facility, buildings 12, 13, 16, 29, 71, 72, 73, 76, 80, 82, and 90 at Michigan reformatory, buildings 20, 35, 47, 68, 83, 101, and 102 at Marquette branch prison, building 34 at Jackson maximum correctional facility, building 155 at Charles Egeler correctional facility, buildings 46 and 47 at Huron Valley men's correctional facility, building 8 at Camp Lehman, and buildings 16 and 17 at Michigan training unit.

Sec. 407. The planning authorization for the Kellogg Community College - West Michigan center for manufacturing and research, authorized in 2000 PA 291, is changed to the career development center/science building renovation project.

Sec. 408. Of the amounts appropriated in part 1 and 2001 PA 45 for farmland and open space development acquisition, the funds shall be used for the purchase of development rights and the awarding of grants by the agriculture preservation fund board, as provided in sections 36111 and 36202 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.36111 and 324.36202.

Sec. 410. (1) From the funds appropriated in part 1 for the University of Michigan-Dearborn - Hubbard Drive professional training and education building acquisition/engineering and science building renovations, the total authorized cost for the engineering and science building renovations (phase II), shall be increased from \$22,200,000.00 to \$35,000,000.00 (state building authority share increased from \$16,650,000.00 to \$26,249,900.00; University of Michigan-Dearborn share increased from \$5,550,000.00 to \$8,750,000.00; state general fund share remains \$100.00) only if the building acquisition (phase I) does not occur.

(2) The University of Michigan-Dearborn shall notify the state budget director within 30 days if the university elects not to proceed with the building acquisition (phase I) as authorized in part 1.

(3) The program and schematic planning approval requirements for the building acquisition (phase I) are hereby waived. The project may proceed to acquisition, contingent upon the approval of the requirements of the state building authority.

(4) The engineering and science building renovations project (phase II) shall not move into final design and construction, until program and schematic planning documents are approved by the department and the joint capital outlay subcommittee.

Sec. 411. The total authorized cost in part 1 for the St. Clair County Community College general campus renovation project is \$4,000,000.00 above that approved by the joint capital outlay subcommittee in order to include funds for the renovation of the North building.

Sec. 412. By September 30, 2002, Michigan State University, in collaboration with the state departments of agriculture and natural resources, shall provide to the house and senate appropriations subcommittees on agriculture an operational cost analysis of the new animal health diagnostics laboratory.

CAREER DEVELOPMENT

Sec. 420. The appropriation for job training programs subgrantees under section 903(d) of title IX of the social security act, chapter 531, 116 Stat. 31, 42 U.S.C. 1103, is a work project appropriation and any unencumbered or unallotted funds are carried forward into the following fiscal year. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to support one-stop center operations and provide for facility and data system improvements in the one-stop centers.

(b) The work project will be accomplished through the use of grants.

(c) The total estimated completion cost of the work project is \$23,800,000.00.

(d) The tentative completion date is September 30, 2004.

Sec. 421. The appropriation for welfare-to-work programs under section 903(d) of title IX of the social security act, chapter 531, 116 Stat. 31, 42 U.S.C. 1103, is a work project appropriation and any unencumbered or unallotted funds are carried forward into the following fiscal year. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to support job search and job readiness activities.

(b) The work project will be accomplished through the use of grants.

(c) The total estimated completion cost of the work project is \$182,200,000.00.

(d) The tentative completion date is September 30, 2004.

Sec. 422. The appropriation for employment service agency under section 903(d) of title IX of the social security act, chapter 531, 116 Stat. 31, 42 U.S.C. 1103, is a work project appropriation and any unencumbered or unallotted funds are carried forward into the following fiscal year. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to provide for a web-based career search portal, including business start-up assistance, and maintenance of job search databases and management information systems to improve customer service.

(b) The work project will be accomplished through the use of interagency agreements, state employees, and an agreement with Michigan virtual university.

(c) The total estimated completion cost of the work project is \$7,000,000.00.

(d) The tentative completion date is September 30, 2004.

COMMUNITY HEALTH

Sec. 451. The department of community health shall provide to the chairpersons of the senate and house of representatives appropriations subcommittees on community health and to the senate and house fiscal agencies, as soon as possible, all of the following:

(a) Semiannual progress reports on the Michigan public health preparedness and response to bioterrorism initiative, including a detailed budget narrative.

(b) Copies of the needs assessment and implementation plan for the Michigan hospital preparedness plan upon completion by the department of community health, including a detailed budget narrative.

Sec. 452. (1) The department of community health shall establish a separate contingency appropriations account, in an amount not to exceed \$100,000,000.00. The sole purpose of this account shall be to provide funding for an increase in Medicaid capitation rates, payable to community health services programs, for Medicaid mental health services.

(2) In order to receive a capitation rate increase, a community mental health services program or an affiliation of community mental health services programs shall be required to provide, from internal resources, funds that can be used as a bona fide source for the state match required under the Medicaid program and be identifiable as local funds as reported in the June 2002 financial status report as the annual budget for Medicaid match. These funds shall not include either state funds received by a community mental health services program for services provided to non-Medicaid recipients or the state matching portion of the Medicaid capitation payments made to a community mental health services program.

(3) The distribution of the increase in the capitation payment rates described in subsections (1) and (2), if any, shall be based on a formula developed by a committee established within the department of community health, including representatives from community mental health services programs or affiliates of community mental health services programs and department staff.

(4) The Medicaid capitation rate increase distribution formula, developed by the committee specified in subsection (3), shall be based upon an analysis of recipient characteristics, comparative needs, actuarial trends, equitable adjustments between funding sources, and other relevant considerations. The committee may also recommend changes in community mental health non-Medicaid funding formula payments to community mental health services programs in conjunction with establishing the formula described in this section in order to maximize funding for all community mental health services programs. The committee shall report its findings to the senate and house appropriations subcommittees on community health.

(5) The enactment of this section shall not result in any increase in the local match or county match obligation above the level of funding for mental health services reported in the June 2002 financial status report as the annual budget for local match in fiscal year 2001-2002.

(6) This section shall not be implemented if it is found not to be in compliance with federal laws or regulations.

Sec. 454. The department may implement a program to make increased payments for Medicaid services to hospitals located in geographic areas where the nonfederal share of the Medicaid payment is obtained from local units of government. Any increase in payments specified in this section is contingent upon such payments not exceeding federal Medicaid upper payment limit requirements.

CONSUMER AND INDUSTRY SERVICES

Sec. 501. The office of financial and insurance services shall provide copies of the quarterly and annual financial filings of health maintenance organizations to the senate and house fiscal agencies on a timely basis.

Sec. 502. The appropriation for unemployment programs under section 903(d) of title IX of the social security act, chapter 531, 116 Stat. 31, 42 U.S.C. 1103, is a work project appropriation and any unencumbered or unallotted funds are carried forward into the following fiscal year. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to provide for an Internet-based claim system, update computer software systems to improve customer service for unemployment claimants, and support for unemployment agency operations.

(b) The work project will be accomplished through the use of interagency agreements, state employees, and contracts.

(c) The total estimated completion cost of the work project is \$75,000,000.00.

(d) The tentative completion date is September 30, 2004.

ENVIRONMENTAL QUALITY

Sec. 510. The unexpended portion of funds appropriated in part 1 for state sites cleanup and surface water surveillance is considered work project appropriations and any unencumbered or unallotted funds are carried forward into the succeeding fiscal year. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the projects to be carried forward is to provide contaminated site cleanup.

(b) The projects will be accomplished by contract.

(c) The total estimated cost of all projects is identified in each line-item appropriation.

(d) The tentative completion date is September 30, 2006.

HISTORY, ARTS, AND LIBRARIES

Sec. 520. The appropriations for the grant to the Detroit public library, the Grand Rapids public library, and federal aid to libraries under section 903(d) of title IX of the social security act, chapter 531, 116 Stat. 31, 42 U.S.C. 1103, are work project appropriations and unencumbered or unallotted funds are carried forward into the following fiscal year. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to provide libraries with computers and train library staff to assist claimants in accessing unemployment agency websites.

(b) The work project will be accomplished through the use of grants.

(c) The total estimated completion cost of the work project is \$4,000,000.00.

(d) The tentative completion date is September 20, 2004.

MICHIGAN STRATEGIC FUND

Sec. 540. (1) The funding appropriated in part 1 of 2000 PA 291 for the Michigan core communities fund will be used to create an urban revitalization infrastructure program in the Michigan strategic fund for economic development awards to create new jobs or contribute to redevelopment and encourage private investment in core communities.

(2) Awards will be provided to qualified local governmental units as defined in the obsolete property rehabilitation act, 2000 PA 146, MCL 125.2781 to 125.2797, or certified technology parks, as defined in the local development financing act, 1986 PA 281, MCL 125.2151 to 125.2174.

(3) Awards may be used for land and property acquisition and assembly, demolition, site development, utility modifications and improvements, street and road improvements, telecommunication infrastructure, site location and relocation, infrastructure improvements, and any other costs related to the successful development and implementation of core community or certified technology park projects, at the discretion of the Michigan economic development corporation.

(4) Funding may be provided in the form of loans, grants, sales or cash flow participation agreements, guarantees, or any combination of these. A cash match of at least 10%, or local repayment guarantee with a dedicated funding source, is required. Priority shall be given to projects which are integrated with existing economic development programs, and to projects in proportion to the amount that local matching rates exceed 10%.

(5) The Michigan economic development corporation shall have all administrative responsibility for the Michigan core communities fund and shall establish application and application scoring criteria and approve awards. The Michigan economic development corporation may utilize up to 1/2 of 1% of the fund for administrative purposes.

(6) Funds shall be awarded through an open competitive process based on criteria including the following: project impact; project marketability; lack of adequate infrastructure or land assembly financing sources; local administrative capacity; and the level of local matching funds. Awardees shall agree to expedite the local development process, such as fast-track permitting procedures, streamlined regulatory requirements, standardized construction and building codes, and the use of competitive construction permitting fees.

(7) The appropriation of the Michigan core communities fund is a work project appropriation and any unencumbered or any allotted funds are carried forward into the following fiscal year. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project to be carried out is to provide awards to qualified local governmental units and certified technology parks for local economic development projects as defined by this section.

(b) The project will be accomplished through contracts.

(c) The total estimated cost of all awards is identified in the line-item appropriation.

(d) The tentative completion date is September 30, 2005.

(8) Funds will be awarded as part of 4 separate application periods. Deadlines for submitting applications for each of the 4 periods will be no later than September 1, January 1, April 1, and July 1 of each year. Awards for each of the application periods will be made on a quarterly basis.

(9) No single applicant shall be awarded more than \$10,000,000.00.

(10) Fifteen days prior to the award of the funds, notification shall be provided to the speaker of the house of representatives, the senate majority leader, the members of the house and senate appropriations committees, and the house and senate fiscal agencies.

(11) Funds shall not be awarded for any of the following purposes:

(a) Land sited for use as, or support for, a gaming facility.

(b) Land or other facilities owned or operated by a gaming facility.

(c) Publicly owned land or facilities which may directly or indirectly support a gaming facility.

(12) As used in this section, "Michigan economic development corporation" means the public body corporate created under section 28 of article VII of the state constitution of 1963 and the urban cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to 124.512, by a contractual interlocal agreement effective April 5, 1999, between local participating economic development corporations formed under the economic development corporations act, 1974 PA 338, MCL 125.1601 to 125.1636, and the Michigan strategic fund. If the Michigan economic development corporation is unable for any reason to perform its duties under this act, the Michigan strategic fund may exercise those duties.

DEPARTMENT OF NATURAL RESOURCES

Sec. 545. Pursuant to generally accepted accounting principles and state accounting policies, the appropriation in section 116 to grant to counties—marine safety, is to provide 1-time funding to correct estimated accrued liabilities for grants earned by but not yet billed by or paid to local units of government.

SCHOOL AID

Sec. 551. (1) The funds appropriated under part 1 for declining enrollment grants shall be carried forward to 2002-2003 and shall be allocated to school districts that meet all of the following:

(a) Are located in the Upper Peninsula.

(b) Have a pupil membership for 2002-2003, as calculated under section 6(4) of the state school aid act of 1979, 1979 PA 94, MCL 388.1606, of less than 1,550 pupils.

(c) Have 4.5 or fewer pupils per square mile, as determined by the department of education. If a school district educates and counts in its membership pupils in grades 9 to 12 who reside in a contiguous school district that does not operate grades 9 to 12 and if 1 or both of the affected school districts request the department of education to use the determination allowed under this sentence, the department of education shall include the square mileage of both school districts in determining the number of pupils per square mile for each of the school districts for the purposes of this subdivision.

(2) The amount paid to an eligible school district under this section shall be an amount equal to the amount the school district would have received if it were eligible for a pupil membership adjustment for 2002-2003 under section 6(4)(y) of the state school aid act of 1979, 1979 PA 94, MCL 388.1606.

STATE POLICE

Sec. 552. The department of state police, in keeping with its role as the general law enforcement agency of the state and the law enforcement agency of last resort for communities that are either without or seriously underserved by local law enforcement resources, shall provide general law enforcement assistance to the city of Highland Park until such time that adequate law enforcement services can be provided to the city by other means.

TREASURY

Sec. 601. The department of treasury may expend revenues received under the Michigan public educational facilities authority, Executive Order No. 2002-3, for necessary salaries, wages, supplies, contractual services, equipment, worker's compensation insurance premiums, and grants to the civil service commission and state employees' retirement fund.

Sec. 602. The department of treasury may expend revenues received under the Michigan broadband development authority act, 2002 PA 49, 484.3201 to 484.3225, for necessary salaries, wages, supplies, contractual services, equipment, worker's compensation insurance premiums, and grants to the civil service commission and state employees' retirement fund.

Sec. 603. At the close of the fiscal year ending September 30, 2002, any unreserved balance remaining in the state services fee fund is appropriated and shall be transferred to the state general fund.

REPEALER

Sec. 701. Section 418 of 2001 PA 80 is repealed.

Sec. 702. Section 646 of 2001 PA 82 is repealed.

PART 2A

PROVISIONS CONCERNING APPROPRIATIONS FISCAL YEAR 2002-2003

GENERAL SECTIONS

Sec. 1201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending in part 1a from state sources for fiscal year 2002-03 is estimated at \$(59,200,000.00) in this act and state spending from state sources paid to local units of government for fiscal year 2002-03 is \$0.00.

Sec. 1202. Subject to section 1205, the appropriation to the department of management and budget in part 1a for lump sum special maintenance is to establish an emergency special maintenance account. All agencies with state-owned facilities are eligible to receive funds from this account. The director shall allocate project expenditures in a manner that the director deems most appropriate, with priority given to those projects that address specific health and safety needs. The reporting requirements contained in section 601(3) of 2001 PA 45 also apply to these allocations.

Sec. 1203. Subject to section 1205, the department of transportation shall expend no more than \$6,000,000.00 in fiscal year 2002-03 for the northwest airlines midfield terminal project. It is the intent of the legislature that all appropriations supporting contractual obligations entered into by the department of transportation for the midfield terminal project will be enacted and expended by September 30, 2004.

Sec. 1204. For the fiscal year ending September 30, 2003, there is transferred and appropriated from the Michigan merit awards trust fund to the general fund the amount of \$150,000,000.00. The amount described in this section shall be reduced to \$100,000,000.00 if the tax on cigarettes under the tobacco products tax act, 1993 PA 327, MCL 205.421 to 205.436, is increased by 30 cents or more per pack on or before September 30, 2002.

Sec. 1205. Sections 1202 and 1203 and all appropriations under part 1a shall not take effect if the tax on cigarettes under the tobacco products tax act, 1993 PA 327, MCL 205.421 to 205.436, is increased by 30 cents or more per pack on or before September 30, 2002.

Sec. 1206. For the fiscal year ending September 30, 2003, there is transferred and appropriated from the tobacco settlement trust fund to the general fund the amount of \$1,000,000.00. This amount shall be reduced to \$0.00 if the tax on cigarettes under the tobacco products tax act, 1993 PA 327, MCL 205.421 to 205.436, is increased by 30 cents or more per pack on or before September 30, 2002.

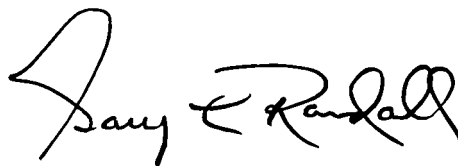
Sec. 1207. (1) A budgetary savings line item with a negative amount of \$173,200.00 is created for the fiscal year 2002-03 capital outlay budget under the department of management and budget. The negative appropriation shall be satisfied through efficiencies and other savings identified by the department director and approved by the state budget director.

(2) Appropriation authorization adjustments required due to negative appropriations for budgetary savings shall be made only after the approval of transfers by the legislature pursuant to section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 1208. The unexpended portion of funds appropriated in part 1 of 2000 PA 52 for environmental education curriculum, contaminated lake and river sediments cleanup, voluntary stormwater permit grants, failing on-site septic systems, protecting high quality waters, illicit storm sewer connection grants, remedial action plan and lakewide management plan implementation grants, brownfield grants and loans, waterfront redevelopment, abandoned well

management grants, household hazardous waste collection, and regional pollution prevention grants are appropriated for the same purposes for fiscal year 2002-03. Any unexpended or unencumbered funds shall lapse to the clean Michigan initiative fund and shall be subject to reappropriation.

This act is ordered to take immediate effect.



Clerk of the House of Representatives.



Secretary of the Senate.

Approved

Governor.