

SUBSTITUTE FOR
HOUSE BILL NO. 6294

A bill to make, supplement, and adjust appropriations for the departments of community health and treasury for the fiscal year ending September 30, 2006; to provide for the expenditure of the appropriations; and to prescribe certain conditions for the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

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PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of treasury and certain other state purposes, as set forth in this part for the fiscal year ending September 30, 2006, from the following funds:

DEPARTMENT OF TREASURY

1 **APPROPRIATION SUMMARY**

2	GROSS APPROPRIATION	\$	5,000,000
3	Interdepartmental grant revenues:		
4	Total interdepartmental grants and		
5	intradepartmental transfers		0
6	ADJUSTED GROSS APPROPRIATION	\$	5,000,000
7	Federal revenues:		
8	Total federal revenues		0
9	Special revenue funds:		
10	Total local revenues		0
11	Total private revenues		0
12	Total other state restricted revenues.....		5,000,000
13	State general fund/general purpose.....	\$	0

14 **MICHIGAN STRATEGIC FUND**

15	Statewide network of cord blood stem cell		
16	banks	\$	<u>5,000,000</u>
17	GROSS APPROPRIATION	\$	5,000,000
18	Appropriated from:		
19	Special revenue funds:		
20	21st century jobs trust fund		5,000,000
21	State general fund/general purpose.....	\$	0

22 PART 2

23 PROVISIONS CONCERNING APPROPRIATIONS

24 **GENERAL SECTIONS**

25 Sec. 201. Pursuant to section 30 of article IX of the state

1 constitution of 1963, total state spending under part 1 for fiscal
2 year 2005-2006 is \$5,000,000.00. State payments to local units of
3 government under this act are \$0.

4 Sec. 202. The appropriations made and the expenditures
5 authorized under this act and the departments, agencies,
6 commissions, boards, offices, and programs for which an
7 appropriation is made under this act are subject to the management
8 and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

9 **DEPARTMENT OF TREASURY**

10 Sec. 301. From the funds appropriated in part 1, the
11 department of treasury shall distribute the funds to the department
12 of community health to establish a statewide network of cord blood
13 stem cell banks and award grants to qualified stem cell banks. The
14 funds appropriated in part 1 are to allocate funds already
15 appropriated and do not increase the amount appropriated in section
16 88j of the Michigan strategic fund act, 1984 PA 270, MCL 125.2088j.

17 Sec. 302. The unexpended funds appropriated in part 1 for the
18 statewide network of cord blood stem cell banks are considered work
19 project appropriations and any unencumbered or unallotted funds are
20 carried forward into the succeeding fiscal year. If the funds are
21 carried forward, the department of community health is responsible
22 for expending the funds as provided in this act. The following is
23 in compliance with section 451a of the management and budget act,
24 1984 PA 431, MCL 18.1451a:

25 (a) The purpose of the project is to develop a statewide
26 network of cord blood stem cell banks.

1 (b) The project shall be accomplished by contract or state
2 employees.

3 (c) The total estimated cost of the project is \$5,000,000.00.

4 (d) The tentative completion date is September 30, 2010.

5 **DEPARTMENT OF COMMUNITY HEALTH**

6 Sec. 401. (1) From the funds received under section 301, the
7 department of community health shall establish a statewide network
8 of cord blood stem cell banks and award grants to qualified stem
9 cell banks. The funds shall also be used to promote the statewide
10 network of cord blood stem cell banks and to increase awareness and
11 knowledge about the benefits of cord blood and stem cell research.
12 The funds may be expended for the department of community health's
13 administrative costs related to the administration of programs or
14 activities authorized under this section, but shall not exceed 5%
15 of the gross appropriation. The funds shall not be used for any
16 fixed capital costs, including, but not limited to, new buildings
17 or building additions. The funds appropriated in part 1 are to
18 allocate funds already appropriated and do not increase the amount
19 appropriated in section 88j of the Michigan strategic fund act,
20 1984 PA 270, MCL 125.2088j.

21 (2) The department of community health shall report by April
22 1, 2007, and annually thereafter, to the house of representatives
23 and senate appropriations subcommittees on community health, the
24 house and senate fiscal agencies, the house of representatives and
25 senate policy committees on public health, and the state budget
26 director accounting for the expenditure of the funds distributed in

1 accordance with this act.