## Act No. 157 Public Acts of 2005 Approved by the Governor\* September 29, 2005

## Filed with the Secretary of State September 30, 2005

EFFECTIVE DATE: September 30, 2005

### \*Item Vetoes

	HIGAN HISTORICAL PROGRAM	\$ 25,000	(Pages 2-3)
000: :07: =:=:	RARY OF MICHIGAN d access for Michigan project	\$ 481,800	(Page 3)
<b>Sec. 504</b> . Entire Section.	(Page 8)		
<b>Sec. 508.</b> Entire Section.	(Page 8)		
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# STATE OF MICHIGAN 93RD LEGISLATURE REGULAR SESSION OF 2005

**Introduced by Senators Clarke and Emerson** 

# ENROLLED SENATE BILL No. 274

AN ACT to make appropriations for the department of history, arts, and libraries for the fiscal year ending September 30, 2006; to provide for the expenditure of those appropriations; to provide for the disposition of fees and other income received by the state agencies; to create funds; to provide for the disbursement of certain grants; to provide for reports; 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:

#### PART 1

#### LINE-ITEM APPROPRIATIONS

Sec. 101. Subject to the conditions set forth in this act, the amounts listed in this part are appropriated for the department of history, arts, and libraries for the fiscal year ending September 30, 2006, from the funds indicated in this part. The following is a summary of the appropriations in this part:

# **DEPARTMENT OF HISTORY, ARTS, AND LIBRARIES**APPROPRIATION SHMMARY.

APPROPRIATION SUMMARY:	
Full-time equated unclassified positions	
Full-time equated classified positions	
GROSS APPROPRIATION	\$ 53,850,900
Interdepartmental grant revenues:	
Total interdepartmental grants and intradepartmental transfers	649,700
ADJUSTED GROSS APPROPRIATION	\$ 53,201,200
Federal revenues:	
Total federal revenues	8,218,300
Special revenue funds:	
Total private revenues	577,400
Total other state restricted revenues	2,583,600
State general fund/general purpose	\$ 41,821,900

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Sec. 102. DEPARTMENT OPERATIONS		
Full-time equated unclassified positions		
Full-time equated classified positions	d•	999 900
Unclassified salaries	Þ	222,300
Building occupancy charges and rent		2,001,700 2,746,100
Worker's compensation		16,000
Film office—1.0 FTE positions		174,700
Human resources optimization user charges		29,500
GROSS APPROPRIATION	s <sup></sup>	5,190,300
Appropriated from:	4	-,,,,
Special revenue funds:		
State general fund/general purpose	\$	5,190,300
Sec. 103. INFORMATION TECHNOLOGY		
Information technology services and projects	\$	790,700
GROSS APPROPRIATION		790,700
Appropriated from:	·	,
Interdepartmental grant revenues:		
IDG-MDOT, comprehensive transportation fund		200
IDG-MDOT, state aeronautics fund		100
IDG-MDOT, state trunkline fund		3,500
Special revenue funds:		
Game and fish protection fund		100
Mackinac Island state park fund		45,100
Special revenue, internal service and pension trust		3,100
State lottery fund		900
State general fund/general purpose	\$	737,700
Sec. 104. COUNCIL FOR ARTS AND CULTURAL AFFAIRS		
Full-time equated classified positions		
Administration—9.0 FTE positions	\$	694,400
Arts and cultural grants.	Ψ	9,828,400
GROSS APPROPRIATION	\$	10,522,800
Appropriated from:	,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
Federal revenues:		
NFAH-NEA, promotion of the arts, partnership agreements		700,000
Special revenue funds:		
State general fund/general purpose	\$	9,822,800
C 105 MACCHINA C 101 AND CHARD DADY CONFINCION		
Sec. 105. MACKINAC ISLAND STATE PARK COMMISSION		
Full-time equated classified positions 39.0	d•	1.046.000
Mackinac Island park operation—24.3 FTE positions	Þ	1,946,000
Historical facilities system—14.7 FTE positions  GROSS APPROPRIATION	s —	$\frac{1,692,900}{3,638,900}$
Appropriated from:	Ф	5,050,500
Interdepartmental grant revenues:		
IDG-MDOT, state trunkline fund		500,000
Special revenue funds:		900,000
Mackinac Island state park operation fees		150,000
Mackinac Island state park fund		1,489,800
State general fund/general purpose	\$	1,499,100
Sec. 106. MICHIGAN HISTORICAL PROGRAM		
Full-time equated classified positions	Ф	F 10F F00
Historical administration and services—71.0 FTE positions	\$	5,137,500
Federal programs—12.0 FTE positions		1,960,900
Heritage publications		700,000
Private grants and gifts		502,400

		For Fiscal Year Ending Sept. 30, 2006
Thunder Bay national marine sanctuary and underwater preserve	\$	195,400 25,000
GROSS APPROPRIATION	\$	8,521,200
Appropriated from:	*	-,,
Interdepartmental grant revenues:		
IDG-MDOT, comprehensive transportation fund		6,100
IDG-MDOT, state aeronautics fund		3,700
IDG-MDOT, state trunkline fund		136,100
Federal revenues:		
DOI-NPS, historic preservation grants-in-aid		1,395,700
Federal funds		565,200
Special revenue funds:		400.000
Private - grants and gifts		400,000
Private - Mann house trust fund		102,400
Game and fish protection fund		3,900 $700,000$
Marine safety fund		500
Special revenue, internal service and pension trust		76,200
State lottery fund		26,200
Waterways fund		900
State general fund/general purpose	\$	5,104,300
Sec. 107. LIBRARY OF MICHIGAN		
Full-time equated classified positions71.0		
Book distribution centers	\$	350,000
Collected gifts and fees		161,900
Library of Michigan operations—71.0 FTE positions		6,303,800
Library services and technology act		5,557,400
State aid to public libraries		7,177,300
State aid to cooperative libraries		4,649,800
Subregional state aid		505,000
Preservation and access for Michigan project	_	481,800
GROSS APPROPRIATION	\$	25,187,000
Appropriated from:		
Federal revenues:		E FFF 400
Library services and technology act		5,557,400
Special revenue funds: Private - gifts and bequests revenues		75,000
User fees		75,000 86,900
State general fund/general purpose	¢	19,467,700
State general randigeneral par pose	φ	10,401,100

#### PART 2

#### PROVISIONS CONCERNING APPROPRIATIONS

#### **GENERAL SECTIONS**

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2005-2006 is \$44,405,500.00 and state spending from state resources to be paid to local units of government for fiscal year 2005-2006 is \$15,280,600.00. The itemized statement below identifies appropriations from which spending to units of local government will occur:

#### DEPARTMENT OF HISTORY, ARTS, AND LIBRARIES

Arts and cultural grants	\$	2,948,500
State aid to libraries	Ċ	11,827,100
Subregional state aid		505,000
Total department of history, arts, and libraries		15,280,600

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. 203. As used in this appropriation act:

- (a) "Department" means the department of history, arts, and libraries.
- (b) "Director" means the director of the department of history, arts, and libraries.
- (c) "DOI-NPS" means the United States department of interior, national park service.
- (d) "Fiscal agencies" means the house fiscal agency and the senate fiscal agency.
- (e) "FTE" means full-time equated.
- (f) "IDG" means interdepartmental grant.
- (g) "MCACA" means the Michigan council for arts and cultural affairs.
- (h) "MDOT" means the Michigan department of transportation.
- (i) "NEA" means the national endowment for the arts.
- (j) "NFAH" means the national foundation of the arts and the humanities.
- (k) "Subcommittees" means all members of the appropriate subcommittees of the house and senate appropriations committees.
- Sec. 204. The department of civil service shall bill the departments at the end of the first fiscal quarter for the 1% charge authorized by section 5 of article XI of the state constitution of 1963. Payments shall be made for the total amount of the billing by the end of the second fiscal quarter.
- Sec. 205. (1) A hiring freeze is imposed on the state classified civil service. State departments and agencies are prohibited from hiring any new full-time state classified civil service employees and prohibited from filling any vacant state classified civil service positions. This hiring freeze does not apply to internal transfers of classified employees from 1 position to another within a department.
- (2) The state budget director shall grant exceptions to this hiring freeze when the state budget director believes that the hiring freeze will result in rendering a state department or agency unable to deliver basic services, cause a loss of revenue to the state, result in the inability of the state to receive federal funds, or would necessitate additional expenditures that exceed any savings from maintaining a vacancy. The state budget director shall report quarterly to the chairpersons of the senate and house standing committees on appropriations the number of exceptions to the hiring freeze approved during the previous quarter and the reasons to justify the exception.
- Sec. 207. At least 60 days before beginning any effort to privatize, the department shall submit a complete project plan to the subcommittees and the fiscal agencies. The plan shall include the criteria under which the privatization initiative will be evaluated. The evaluation shall be completed and submitted to the fiscal agencies and to the subcommittees within 30 months.
- Sec. 208. Unless otherwise specified, the department shall use the Internet to fulfill the reporting requirements of this act. Required reports may be transmitted via electronic mail to the recipients identified for each reporting requirement or they may be placed on the Internet or Intranet site.
- Sec. 209. Funds appropriated in part 1 shall not be used for the purchase of foreign goods or services, or both, if competitively priced and of comparable quality American goods or services, or both, are available. Preference should be given to goods or services, or both, manufactured or provided by Michigan businesses if they are competitively priced and of comparable value.
- Sec. 211. The department shall establish and maintain affirmative action programs based on guidelines developed by the state equal opportunity workforce planning council which was created by Executive Order No. 1996-13 in order to receive general fund/general purpose dollars.
- Sec. 213. From the funds appropriated in part 1 for information technology, departments and agencies shall pay user fees to the department of information technology for technology related services and projects. The user fees shall be subject to provisions of an interagency agreement between the departments and agencies and the department of information technology.
- Sec. 214. Amounts appropriated in part 1 for information technology may be designated as work projects and carried forward to support technology projects under the direction of the department of information technology. Funds designated in this manner are not available for expenditure until approved as work projects under section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a.

- Sec. 215. (1) The department may provide and enter into agreements to provide general services, training, meetings, information, special equipment, software, and facility use, and technical consulting services to other principal executive departments, state agencies, local units of government, the judicial branch of government, other organizations, and patrons of department facilities. Fees for services shall be reasonably related to the cost of providing the services and shall be used to offset the costs of the services. The department may receive and expend funds in addition to those authorized in part 1 for the following:
- (a) Supplying census-related information and technical services, publications, statistical studies, population projections and estimates, and other demographic products.
  - (b) Microfilming and other document and data imaging services, media, storage, and copies.
  - (c) Patron copier and document reproduction services and copies.
  - (d) Conferences, training classes, exhibits, programs, and workshops conducted as part of the department's mission.
- (e) Use of specialized equipment, facilities, and software that permit distance learning and meetings, and group decision making.
  - (f) Special services including the rental of department exhibits and collections.
- (2) The funds received under this section may be deposited and expended from the history, arts, and libraries fund established in section 216 of this article.
- Sec. 216. (1) A fund known as the history, arts, and libraries fund is created in the department. The fund may be used to receive and expend funds in addition to those authorized in part 1. The fund balance may be carried forward for expenditure in subsequent fiscal years.
- (2) The department shall provide a report to the senate and house of representatives appropriations subcommittees on history, arts, and libraries of all revenues to and expenditures from the history, arts, and libraries fund. The report shall include an estimated fund balance for the fiscal year ending September 30, 2006. The report is due November 1, 2006.
- Sec. 217. (1) Due to the current budgetary problems in this state, out-of-state travel for the fiscal year ending September 30, 2006 shall be limited to situations in which 1 or more of the following conditions apply:
  - (a) The travel is required by legal mandate or court order or for law enforcement purposes.
- (b) The travel is necessary to protect the health or safety of Michigan citizens or visitors or to assist other states in similar circumstances.
- (c) The travel is necessary to produce budgetary savings or to increase state revenues, including protecting existing federal funds or securing additional federal funds.
  - (d) The travel is necessary to comply with federal requirements.
  - (e) The travel is necessary to secure specialized training for staff that is not available within this state.
  - (f) The travel is financed entirely by federal or nonstate funds.
- (2) If out-of-state travel is necessary but does not meet 1 or more of the conditions in subsection (1), the state budget director may grant an exception to allow the travel. Any exceptions granted by the state budget director shall be reported on a monthly basis to the house and senate appropriations committees.
- (3) Not later than January 1 of each year, each department shall prepare a travel report listing all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the chairs and members of the house and senate appropriations committees, the fiscal agencies, and the state budget director. The report shall include the following information:
- (a) The name of each person receiving reimbursement for travel outside this state or whose travel costs were paid by this state.
  - (b) The destination of each travel occurrence.
  - (c) The dates of each travel occurrence.
  - (d) A brief statement of the reason for each travel occurrence.
- (e) The transportation and related costs of each travel occurrence, including the proportion funded with state general fund/general purpose revenues, the proportion funded with state restricted revenues, the proportion funded with federal revenues, and the proportion funded with other revenues.
  - (f) A total of all out-of-state travel funded for the immediately preceding fiscal year.
- Sec. 218. It is the intent of the legislature to explore supplemental fund sourcing options for the department of history, arts, and libraries.

Sec. 219. The department shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.

Sec. 220. The department shall publish the proposed minutes of the Michigan film advisory commission on the Internet within 8 business days after the meeting to which the minutes refer. Approved minutes of the Michigan film advisory commission shall be posted on the Internet within 8 business days after their approval.

#### MICHIGAN COUNCIL FOR ARTS AND CULTURAL AFFAIRS

- Sec. 401. (1) The MCACA in the department shall administer the arts and cultural grants appropriated in part 1.
- (2) The MCACA shall render fair and independent decisions concerning arts and cultural grant requests and shall do all of the following:
  - (a) Use published criteria to evaluate program quality.
- (b) Seek to award grants on an equitable geographic basis to the extent possible given the quality of grant applications received.
- (c) Give priority to projects that serve multiple counties or that leverage significant additional public and private investment.
- (3) The MCACA shall not award grants for projects or activities that include displays of human wastes on religious symbols, displays of sex acts, and depictions of flag desecration.
- (4) The MCACA shall provide for fair, equitable, and efficient distribution of funds granted through the regional regranting program. The MCACA shall provide for an annual assessment of grant management and distribution of minigrant awards by designated regional regranting agencies and review the methodology employed.
- (5) The MCACA shall continue and expand its efforts to encourage and support nonprofit arts and cultural organizations to transition from solely volunteer-based organizations to professionally directed operations. Criteria for support include the requirement of collaboration between these organizations and other community organizations.
- Sec. 402. The MCACA may award grants to counties, cities, villages, townships, community foundations and organizations in the following categories:
- (a) Anchor organization program for organizations that serve regional and statewide audiences. Anchor organizations shall demonstrate a commitment to education, to mentoring smaller organizations, and to reaching underserved audiences.
  - (b) Arts projects program.
  - (c) Arts and learning program.
  - (d) Artists in residence for education program.
  - (e) Arts organization development program.
  - (f) Capital improvement program.
  - (g) Local arts agencies services program.
  - (h) Regional regranting program.
  - (i) Partnership program.
  - (j) Rural arts and cultural program.
  - (k) Cultural projects program.
  - (l) Historical projects program.
  - (m) Discretionary grants program.
- Sec. 403. (1) From the state funds appropriated in part 1 for arts and cultural grants, no one organization may receive more than 17% of this funding. It is the intent of the legislature that this percentage be reduced to 16% in fiscal year 2007, and 15% in fiscal year 2008.
- (2) The MCACA shall make every effort to provide total grant awards in the anchor organization program at a level not to exceed 70% of the total amount appropriated for arts and cultural grants.
- (3) As documented in the audit report that is submitted as part of the grant application process, the total of all grants awarded to any organization receiving grants within the anchor organization program may not exceed 15% of their "total unrestricted revenues, gains, and other support," as defined by the financial accounting standards board in the accounting standards for not-for-profit organizations.

- (4) Before any amount appropriated for arts and cultural grants in part 1 may be expended for a grant to an eligible recipient, the department shall execute a grant agreement with the recipient. The grant agreement shall identify the projects funded and specify the category in section 402 under which the grant is awarded.
  - Sec. 404. Grant applicants must meet and adhere to the following requirements:
- (a) Each applicant shall pay a nonrefundable application fee of \$300.00 or 3% of the desired grant amount, whichever is less. The department may use the application fee to offset its direct and indirect costs.
- (b) An applicant for a grant under the anchor organization program shall submit with the application the applicant's most recent annual audit report which states their "total unrestricted revenues, gains, and other support," as defined by the financial accounting standards board in the accounting standards for not-for-profit organizations. The audit report must cover an audit period that ends within 18 months of the date of the application.
- (c) Each applicant shall identify proposed matching funds from local and/or private sources on a dollar-for-dollar basis. The dollar-for-dollar match may include the reasonable value of services, materials, and equipment as allowed under the federal internal revenue code for charitable contributions.

Sec. 405. Each grant recipient shall provide the MCACA with the following:

- (a) The MCACA shall receive proof of the entire amount of the matching funds, services, materials, or equipment by the end of the award period.
  - (b) Within 30 days following the end of the grant period, a final report that includes the following:
  - (i) Project revenues and expenditures including grant matching fund amounts.
  - (ii) Number of patrons attracted or benefiting during the grant period.
  - (iii) A narrative summary of each project and its outcome.
- (c) By April 7 of the grant year, each recipient of a grant greater than \$100,000.00 shall submit an interim report that includes the items identified in subdivision (b).

Sec. 406. (1) The department shall make the following reports:

- (a) An electronic report identifying the website location that contains a list of all grant recipients, sorted by county. This report shall be provided to each legislator within 1 business day of the announcement of annual awards by the MCACA.
- (b) An electronic report to the appropriations subcommittees, the state budget office, and the fiscal agencies, within 30 days after the MCACA announces the annual grant awards, that includes all of the following:
  - (i) A listing of each applicant.
  - (ii) The county of residence of the applicant.
  - (iii) The amount requested.
  - (iv) The amount awarded.
  - (v) The grant category under which an applicant applied.
  - (vi) A summary of projects funded for each recipient.
  - (vii) The expected number of patrons for an applicant during the grant period.
  - (viii) The amount of matching funds proposed by each applicant.
- (ix) A listing containing the information in subdivision (a) and subparagraphs (i) to (viii) for any regranted funds in the preceding fiscal year.
- (c) An annual report to the appropriations subcommittees, the state budget office, and the fiscal agencies is due when materials are first distributed by the MCACA seeking grant applications for the subsequent fiscal year. The report shall contain the following:
  - (i) The MCACA guidelines for awarding grants.
  - (ii) A summary of any changes in the program guidelines from the previous fiscal year.
- (2) The council shall report to the chairpersons of the house and senate appropriations subcommittees on history, arts, and libraries by August 1 all unexpended or unencumbered discretionary grant funding that is available. The council shall not redistribute any unexpended or unencumbered grant funds during the fiscal year without a 10-day notice to the chairpersons of the house and senate appropriations subcommittees on history, arts, and libraries.
- Sec. 407. It is the intent of the legislature to amend the income tax act of 1967, MCL 206.1 to 206.532, to create a designation on the Michigan income tax form for contributions to the Michigan council for arts and cultural affairs grant program.

#### MICHIGAN HISTORICAL PROGRAM

Sec. 501. The federal funds appropriated in part 1 for the historic site preservation grants are for work projects and shall not lapse at the end of the fiscal year but shall continue to be available for expenditure until the projects for which the funds were reserved have been completed or are terminated. The purpose of these work projects is the identification, designation, and preservation of historic resources. The method used will be to solicit applications, score applications based upon established criteria, and award subgrants. The department shall execute a grant agreement with each recipient. The total cost is \$1,348,000.00 and the tentative completion date is September 30, 2007.

Sec. 502. Funds collected by the department under sections 6, 7, and 7a of 1913 PA 271, MCL 399.6, 399.7, and 399.7a, are appropriated to the department for the purpose for which they were received and may be carried forward for expenditure in subsequent fiscal years.

Sec. 503. For the purposes of administering the museum store as provided in section 7a of 1913 PA 271, MCL 399.7a, the department is exempt from section 261 of the management and budget act, 1984 PA 431, MCL 18.1261.

- Sec. 504. (1) From the state funds appropriated in part 1, the department may award discretionary historical grants to preserve Michigan lighthouses. The department may award up to \$25,000.00 in grants for this purpose and may use a portion of those funds to assist in the transfer of lighthouses from federal ownership. A portion of the funds may also be dedicated to program administration and project coordination.
- (2) The department shall allocate grant funds under this section pursuant to eligibility and scoring requirements established by the department. The method used will be to solicit applications from eligible recipients, score applications based on the established criteria, and award grants through executed contracts.
- (3) Grants under this section may be awarded for purposes of stabilization, rehabilitation, or other preservation work on a Michigan lighthouse, but shall not be awarded for operational purposes.
- (4) The funds appropriated in part 1 and allocated by this section are for work projects. The funds shall not lapse to the general fund at the end of the fiscal year but shall remain available in subsequent fiscal years, until funds have been expended, the projects for which the funds were reserved have been completed, or the projects are terminated, whichever occurs first.

Sec. 505. From the funds appropriated in part 1 for historical administration and services, \$25,000.00 shall be allocated to support the operations of the Michigan freedom trail commission as specified in section 4 of the Michigan freedom trail commission act, 1998 PA 409, MCL 399.84. These funds shall be used to reimburse commission members, to pay for necessary contractual services of the commission, and to hire not more than 1.0 FTE position in the department's Michigan historical center to support commission operations.

Sec. 506. Proceeds in excess of costs incurred in the conduct of auctions, sales, or transfers of artifacts no longer considered suitable for the collections of the state historical museum are appropriated to the department and may be expended upon receipt for additional material for the collection. The department shall notify the chairpersons, vice chairpersons, and minority vice chairpersons of the senate and house appropriations subcommittees on history, arts, and libraries 1 week prior to any auctions or sales.

Sec. 507. Unless prohibited by law, the department shall make available to the historical society of Michigan the use of the Michigan history magazine subscriber list, or a portion of the Michigan history magazine subscriber list, at a cost not to exceed the actual expense incurred for providing a single mailing.

Sec. 508. From the funds appropriated in part 1 in the historical administration and services line item, \$100,000.00 shall be used to fund a competitive historical grant program. Eligible applicants include all state and local historical societies and the state historical preservation network. Awards shall be made for projects that can leverage additional public and private investment and may involve, but are not limited to, capital improvements projects, restorations, research, educational programs, and publications.

Sec. 509. Of the funds appropriated in part 1 for the historical grants, \$25,000.00 shall be allocated to support Michigan history day.

#### LIBRARY OF MICHIGAN

Sec. 601. In order to receive subregional state aid as appropriated in part 1 to the library of Michigan, a subregional library's fiscal agency must agree to maintain local funding support at the same level in the current fiscal year as in the fiscal agency's preceding fiscal year. If a reduction in expenditures equally affects all agencies in a local unit of government that is the subregional library's fiscal agency, that reduction shall not be interpreted as a reduction in local

support and shall not disqualify a subregional library from receiving state aid under part 1. If a reduction in income affects a library cooperative or district library that is a subregional library's fiscal agency or a reduction in expenditures for the subregional library's fiscal agency, a reduction in expenditures for the subregional library shall not be interpreted as a reduction in local support and shall not disqualify a subregional library from receiving state aid under part 1.

Sec. 602. The funds appropriated in part 1 for a subregional library shall not be released until a budget for that subregional library has been approved by the department for expenditures for library services directly serving the blind and persons with disabilities. Subregional state aid shall be used only for providing services to the blind and to persons with disabilities.

Sec. 603. Of the funds appropriated in part 1 for the operation of the library of Michigan, a portion may be used for statewide database access such as making computerized databases, searches of those databases, and the products of those searches available through the libraries of Michigan. Only those libraries that qualify under the federal library services and technology act, subtitle B of title II of the museum and library services act, title II of the arts, humanities, and cultural affairs act of 1976, Public Law 94-462, 110 Stat. 3009-295, are eligible to participate in these activities.

Sec. 607. The funds appropriated in part 1 for book distribution centers shall be equally distributed to the public enrichment foundation and the Michigan friends of education.

Sec. 609. The appropriation in part 1 for the preservation and access for Michigan project shall be used to digitize materials currently in the possession of public libraries in the state and to preserve, store, and make these digitized images accessible via the Michigan electronic library. The subject materials are to be significant in the state's history, the only existing copies of unique items, or of broad interest to the citizens of Michigan. To the extent possible, the department shall seek to award these funds on an equitable geographic basis given the quality of proposals received. No single recipient shall receive funding in excess of 45% of the total appropriation.

Sec. 610. Of the total appropriation for state aid to cooperative libraries, \$4,334,600.00 shall be distributed at a rate of 43.478 cents per capita for payments as provided under section 13 of the state aid to public libraries act, 1977 PA 89, MCL 397.563, and \$315,200.00 shall be distributed on the basis of \$8.69 per square mile for payments to cooperative libraries as provided under section 16(4) of the state aid to public libraries act, 1977 PA 89, MCL 397.566.

#### MACKINAC ISLAND STATE PARK COMMISSION

Sec. 700. If additional general fund/general purpose funding is appropriated for the Mackinac Island state park commission, a like amount shall be transferred from the Mackinac Island park operation line item in part 1 to the arts and cultural grants and the state aid to libraries line items. The amount shall be equally divided between the appropriations.

This act is ordered to take immediate effect.

	Carol Morey Viventi
	Secretary of the Senate
	Clerk of the House of Representatives
Approved	
Governor	