

SENATE SUBSTITUTE FOR
HOUSE BILL NO. 4289

A bill to make, supplement, and adjust appropriations for various state departments and agencies for the fiscal year ending September 30, 2012; to provide for the expenditure of the appropriations; and to repeal acts and parts of acts.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

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PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the various state departments and agencies to supplement appropriations for the fiscal year ending September 30, 2012, from the following funds:

APPROPRIATION SUMMARY

Full-time equated classified positions.....	143.0	
GROSS APPROPRIATION.....		\$ 72,623,600

1	Interdepartmental grant revenues:		
2	Total interdepartmental grants and intradepartmental		
3	transfers		0
4	ADJUSTED GROSS APPROPRIATION.....	\$	72,623,600
5	Federal revenues:		
6	Total federal revenues.....		23,358,500
7	Special revenue funds:		
8	Total local revenues.....		2,444,800
9	Total private revenues.....		0
10	Total other state restricted revenues.....		120,181,000
11	State general fund/general purpose.....	\$	(73,360,700)

12 **Sec. 102. DEPARTMENT OF ATTORNEY GENERAL**

13 **(1) APPROPRIATION SUMMARY**

14	GROSS APPROPRIATION.....	\$	900,000
15	Interdepartmental grant revenues:		
16	Total interdepartmental grants and intradepartmental		
17	transfers		0
18	ADJUSTED GROSS APPROPRIATION.....		900,000
19	Federal revenues:		
20	Total federal revenues.....		0
21	Special revenue funds:		
22	Total local revenues.....		0
23	Total private revenues.....		0
24	Total other state restricted revenues.....		0
25	State general fund/general purpose.....	\$	900,000

26 **(2) ATTORNEY GENERAL OPERATIONS**

1	Public safety initiative.....	\$	<u>900,000</u>
2	GROSS APPROPRIATION.....	\$	900,000
3	Appropriated from:		
4	State general fund/general purpose.....	\$	900,000
5	Sec. 103. DEPARTMENT OF COMMUNITY HEALTH		
6	(1) APPROPRIATION SUMMARY		
7	GROSS APPROPRIATION.....	\$	35,247,000
8	Interdepartmental grant revenues:		
9	Total interdepartmental grants and intradepartmental		
10	transfers		0
11	ADJUSTED GROSS APPROPRIATION.....	\$	35,247,000
12	Federal revenues:		
13	Total federal revenues.....		23,263,500
14	Special revenue funds:		
15	Total local revenues.....		2,444,800
16	Total private revenues.....		0
17	Total other state restricted revenues.....		113,049,500
18	State general fund/general purpose.....	\$	(103,510,800)
19	(2) HEALTH POLICY		
20	Primary care services.....	\$	<u>330,200</u>
21	GROSS APPROPRIATION.....	\$	330,200
22	Appropriated from:		
23	Federal revenues:		
24	Total federal revenues.....		218,400
25	State general fund/general purpose.....	\$	111,800
26	(3) CHRONIC DISEASE AND INJURY PREVENTION AND		

1	HEALTH PROMOTION		
2	Injury control intervention project	\$	<u>200,000</u>
3	GROSS APPROPRIATION.....	\$	200,000
4	Appropriated from:		
5	Federal revenues:		
6	Total federal revenues.....		100,000
7	State general fund/general purpose.....	\$	100,000
8	(4) FAMILY, MATERNAL, AND CHILDREN'S HEALTH		
9	SERVICES		
10	Dental programs.....	\$	<u>25,000</u>
11	GROSS APPROPRIATION.....	\$	25,000
12	Appropriated from:		
13	State general fund/general purpose.....	\$	25,000
14	(5) MEDICAL SERVICES		
15	Hospital services and therapy.....	\$	8,860,000
16	Auxiliary medical services.....		450,000
17	Health plan services.....		0
18	Special indigent care payments.....		7,220,400
19	Subtotal basic medical services program.....		16,530,400
20	Special Medicaid reimbursement.....		18,161,400
21	Subtotal special medical services payments.....		<u>18,161,400</u>
22	GROSS APPROPRIATION.....	\$	34,691,800
23	Appropriated from:		
24	Federal revenues:		
25	Total federal revenues.....		22,945,100
26	Special revenue funds:		
27	Total local revenues.....		2,444,800

1	Total other state restricted revenues	113,049,500
2	State general fund/general purpose	\$ (103,747,600)
3	Sec. 104. DEPARTMENT OF CORRECTIONS	
4	(1) APPROPRIATION SUMMARY	
5	GROSS APPROPRIATION	\$ 3,400,000
6	Interdepartmental grant revenues:	
7	Total interdepartmental grants and intradepartmental	
8	transfers	0
9	ADJUSTED GROSS APPROPRIATION	\$ 3,400,000
10	Federal revenues:	
11	Total federal revenues	0
12	Special revenue funds:	
13	Total local revenues	0
14	Total private revenues	0
15	Total other state restricted revenues	0
16	State general fund/general purpose	\$ 3,400,000
17	(2) CORRECTIONAL FACILITIES ADMINISTRATION	
18	Camp Brighton site redevelopment	\$ 400,000
19	Public safety initiative	<u>3,000,000</u>
20	GROSS APPROPRIATION	\$ 3,400,000
21	Appropriated from:	
22	State general fund/general purpose	\$ 3,400,000
23	Sec. 105. DEPARTMENT OF EDUCATION	
24	(1) APPROPRIATION SUMMARY	
25	Full-time equated classified positions	2.0

1	GROSS APPROPRIATION.....	\$	125,000
2	Interdepartmental grant revenues:		
3	Total interdepartmental grants and intradepartmental		
4	transfers		0
5	ADJUSTED GROSS APPROPRIATION.....	\$	125,000
6	Federal revenues:		
7	Total federal revenues.....		0
8	Special revenue funds:		
9	Total local revenues.....		0
10	Total private revenues.....		0
11	Total other state restricted revenues.....		0
12	State general fund/general purpose.....	\$	125,000
13	(2) EDUCATIONAL IMPROVEMENT AND INNOVATION SERVICES		
14	Full-time equated classified positions..... 2.0		
15	Educational improvement and innovation operations--		
16	2.0 FTE positions	\$	<u>125,000</u>
17	GROSS APPROPRIATION.....	\$	125,000
18	Appropriated from:		
19	State general fund/general purpose.....	\$	125,000

20 **Sec. 106. DEPARTMENT OF LICENSING AND REGULATORY**

21 **AFFAIRS**

22 **(1) APPROPRIATION SUMMARY**

23	Full-time equated classified positions..... 6.0		
24	GROSS APPROPRIATION.....	\$	3,470,000
25	Interdepartmental grant revenues:		
26	Total interdepartmental grants and intradepartmental		

1	transfers		0
2	ADJUSTED GROSS APPROPRIATION.....	\$	3,470,000
3	Federal revenues:		
4	Total federal revenues.....		0
5	Special revenue funds:		
6	Total local revenues.....		0
7	Total private revenues.....		0
8	Total other state restricted revenues.....		1,970,000
9	State general fund/general purpose.....	\$	1,500,000
10	(2) OCCUPATIONAL REGULATION		
11	Full-time equated classified positions.....	6.0	
12	Bureau of fire services--6.0 FTE positions.....	\$	<u>470,000</u>
13	GROSS APPROPRIATION.....	\$	470,000
14	Appropriated from:		
15	Special revenue funds:		
16	Fireworks safety fund.....		470,000
17	State general fund/general purpose.....	\$	0
18	(3) MICHIGAN ADMINISTRATIVE HEARING SYSTEM		
19	Michigan administrative hearing system.....	\$	<u>1,500,000</u>
20	GROSS APPROPRIATION.....	\$	1,500,000
21	Appropriated from:		
22	Special revenue funds:		
23	Tax tribunal fund.....		1,500,000
24	State general fund/general purpose.....	\$	0
25	(4) DEPARTMENT GRANTS		
26	Independent living.....	\$	<u>1,500,000</u>
27	GROSS APPROPRIATION.....	\$	1,500,000

1	Appropriated from:		
2	State general fund/general purpose	\$	1,500,000
3	Sec. 107. DEPARTMENT OF MILITARY AND VETERANS		
4	AFFAIRS		
5	(1) APPROPRIATION SUMMARY		
6	GROSS APPROPRIATION.....	\$	300,000
7	Interdepartmental grant revenues:		
8	Total interdepartmental grants and intradepartmental		
9	transfers		0
10	ADJUSTED GROSS APPROPRIATION.....		300,000
11	Federal revenues:		
12	Total federal revenues.....		0
13	Special revenue funds:		
14	Total local revenues.....		0
15	Total private revenues.....		0
16	Total other state restricted revenues.....		0
17	State general fund/general purpose.....	\$	300,000
18	(2) CAPITAL OUTLAY		
19	Grand Rapids home for veterans - emergency domestic		
20	water system repairs	\$	<u>300,000</u>
21	GROSS APPROPRIATION.....	\$	300,000
22	Appropriated from:		
23	State general fund/general purpose.....	\$	300,000
24	Sec. 108. DEPARTMENT OF STATE		
25	(1) APPROPRIATION SUMMARY		

1	GROSS APPROPRIATION.....	\$	1,000,000
2	Interdepartmental grant revenues:		
3	Total interdepartmental grants and intradepartmental		
4	transfers		0
5	ADJUSTED GROSS APPROPRIATION.....	\$	1,000,000
6	Federal revenues:		
7	Total federal revenues.....		0
8	Special revenue funds:		
9	Total local revenues.....		0
10	Total private revenues.....		0
11	Total other state restricted revenues.....		0
12	State general fund/general purpose.....	\$	1,000,000
13	(2) CUSTOMER DELIVERY SERVICES		
14	Branch operations.....	\$	400,000
15	Central operations.....		<u>600,000</u>
16	GROSS APPROPRIATION.....	\$	1,000,000
17	Appropriated from:		
18	State general fund/general purpose.....	\$	1,000,000
19	Sec. 109. DEPARTMENT OF STATE POLICE		
20	(1) APPROPRIATION SUMMARY		
21	Full-time equated classified positions.....		110.0
22	GROSS APPROPRIATION.....	\$	11,034,000
23	Interdepartmental grant revenues:		
24	Total interdepartmental grants and intradepartmental		
25	transfers		0
26	ADJUSTED GROSS APPROPRIATION.....	\$	11,034,000

1	Federal revenues:		
2	Total federal revenues.....		95,000
3	Special revenue funds:		
4	Total local revenues.....		0
5	Total private revenues.....		0
6	Total other state restricted revenues.....		0
7	State general fund/general purpose.....	\$	10,939,000
8	(2) FIELD SERVICES BUREAU		
9	Full-time equated classified positions..... 110.0		
10	Field services bureau--110.0 FTE positions.....	\$	<u>8,384,000</u>
11	GROSS APPROPRIATION.....	\$	8,384,000
12	Appropriated from:		
13	Federal revenues.....		95,000
14	State general fund/general purpose.....	\$	8,289,000
15	(3) SUPPORT SERVICES		
16	Support services.....	\$	<u>2,650,000</u>
17	GROSS APPROPRIATION.....	\$	2,650,000
18	Appropriated from:		
19	State general fund/general purpose.....	\$	2,650,000
20	Sec. 110. DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND		
21	BUDGET		
22	(1) APPROPRIATION SUMMARY		
23	GROSS APPROPRIATION.....	\$	80,000
24	Interdepartmental grant revenues:		
25	Total interdepartmental grants and intradepartmental		
26	transfers		0

1	ADJUSTED GROSS APPROPRIATION.....	\$	80,000
2	Federal revenues:		
3	Total federal revenues.....		0
4	Special revenue funds:		
5	Total local revenues.....		0
6	Total private revenues.....		0
7	Total other state restricted revenues.....		0
8	State general fund/general purpose.....	\$	80,000
9	(2) CAPITAL OUTLAY		
10	Planning grant for state emergency operations center,		
11	Michigan cyber command center, and Michigan public		
12	safety communications system	\$	<u>80,000</u>
13	GROSS APPROPRIATION.....	\$	80,000
14	Appropriated from:		
15	State general fund/general purpose.....	\$	80,000
16	Sec. 111. STATE TRANSPORTATION DEPARTMENT		
17	(1) APPROPRIATION SUMMARY		
18	GROSS APPROPRIATION.....	\$	1,450,000
19	Interdepartmental grant revenues:		
20	Total interdepartmental grants and intradepartmental		
21	transfers		
22	ADJUSTED GROSS APPROPRIATION.....	\$	1,450,000
23	Federal revenues:		
24	Total federal revenues.....		0
25	Special revenue funds:		
26	Total local revenues.....		0

1	Total private revenues.....		0
2	Total other state restricted revenues.....		1,450,000
3	State general fund/general purpose.....	\$	0
4	(2) FINANCE, CONTRACTS, AND SUPPORT SERVICES		
5	Welcome center operations.....	\$	<u>200,000</u>
6	GROSS APPROPRIATION.....	\$	200,000
7	Appropriated from:		
8	Special revenue funds:		
9	State trunkline fund.....		200,000
10	State general fund/general purpose.....	\$	0
11	(3) INTERCITY PASSENGER AND FREIGHT		
12	Freight preservation and development.....	\$	<u>1,000,000</u>
13	GROSS APPROPRIATION.....	\$	1,000,000
14	Appropriated from:		
15	Special revenue funds:		
16	Comprehensive transportation fund.....		1,000,000
17	State general fund/general purpose.....	\$	0
18	(4) PUBLIC TRANSPORTATION DEVELOPMENT		
19	Service initiatives.....	\$	<u>250,000</u>
20	GROSS APPROPRIATION.....	\$	250,000
21	Appropriated from:		
22	Special revenue funds:		
23	Comprehensive transportation fund.....		250,000
24	State general fund/general purpose.....	\$	0
25	Sec. 112. DEPARTMENT OF TREASURY		
26	(1) APPROPRIATION SUMMARY		

1	Full-time equated classified positions.....	25.0	
2	GROSS APPROPRIATION.....		\$ 15,617,600
3	Interdepartmental grant revenues:		
4	Total interdepartmental grants and intradepartmental		
5	transfers		0
6	ADJUSTED GROSS APPROPRIATION.....		\$ 15,617,600
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.....		3,711,500
13	State general fund/general purpose.....		\$ 11,906,100
14	(2) LOCAL GOVERNMENT PROGRAMS		
15	Full-time equated classified positions.....	10.0	
16	Supervision of the general property tax law--10.0 FTE		
17	positions		\$ <u>10,000,000</u>
18	GROSS APPROPRIATION.....		\$ 10,000,000
19	Appropriated from:		
20	State general fund/general purpose.....		\$ 10,000,000
21	(3) TAX PROGRAMS		
22	Full-time equated classified positions.....	15.0	
23	Health insurance claims assessment--15.0 FTE positions		\$ <u>1,257,600</u>
24	GROSS APPROPRIATION.....		\$ 1,257,600
25	Appropriated from:		
26	Special revenue funds:		
27	Health insurance claims assessment fund.....		1,257,600

1	State general fund/general purpose.....	\$	0
2	(4) PAYMENTS IN LIEU OF TAXES		
3	Commercial forest reserve.....	\$	342,500
4	Purchased lands.....		2,403,300
5	Swamp and tax reverted lands.....		<u>934,100</u>
6	GROSS APPROPRIATION.....	\$	3,679,900
7	Appropriated from:		
8	Special revenue funds:		
9	Game and fish protection fund.....		273,500
10	Michigan natural resources trust fund.....		2,155,100
11	Michigan state waterways fund.....		25,300
12	State general fund/general purpose.....	\$	1,226,000
13	(5) MICHIGAN STRATEGIC FUND		
14	Precollege programs in engineering and sciences.....	\$	<u>680,100</u>
15	GROSS APPROPRIATION.....	\$	680,100
16	Appropriated from:		
17	State general fund/general purpose.....	\$	680,100

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

GENERAL SECTIONS

21 Sec. 201. In accordance with the provisions of section 30 of
 22 article IX of the state constitution of 1963, total state spending
 23 from state resources in this appropriation act for the fiscal year
 24 ending September 30, 2012 is \$46,820,300.00 and state
 25 appropriations paid to local units of government are \$7,610,000.00.

1 Sec. 202. The appropriations made and expenditures authorized
2 under this act and the departments, commissions, boards, offices,
3 and programs for which appropriations are made under this act are
4 subject to the management and budget act, 1984 PA 431, MCL 18.1101
5 to 18.1594.

6 Sec. 203. For the fiscal year ending September 30, 2012,
7 \$106,900,000.00 is transferred from the state general fund to the
8 countercyclical budget and economic stabilization fund created in
9 section 351 of the management and budget act, 1984 PA 431, MCL
10 18.1351.

11 COMMUNITY HEALTH

12 Sec. 301. (1) If allowable room exists within the federal
13 disproportionate share hospital allotment and the centers for
14 Medicare and Medicaid services approves the distribution
15 methodology specified in this section, then up to \$10,000,000.00 is
16 appropriated for special Medicaid reimbursement, of which
17 \$3,386,000.00 shall be from general fund/general purpose revenue,
18 in order to increase hospital uncompensated care payments. The
19 distribution of those payments shall be allocated to make payments
20 to hospitals and hospital systems meeting the criteria outlined in
21 subsection (2).

22 (2) Hospitals and hospital systems eligible for payments under
23 subsection (1) shall receive their Medicaid reimbursements via
24 diagnosis related group payments, shall meet the medical services
25 administration disproportionate share hospital requirements for
26 obstetrical services, shall have received less than \$1,800,000.00

1 in disproportionate share hospital payments in fiscal year 2010-
2 2011 from the \$45,000,000.00 disproportionate share hospital pool,
3 and shall have at least 1.0% of the statewide total indigent volume
4 as defined in subsection (3).

5 (3) For the purpose of this section, "indigent volume" means
6 the indigent volume reported by hospitals in their cost reports
7 provided to the department of community health for reporting
8 periods ending during fiscal year 2009-2010.

9 **DEPARTMENT OF EDUCATION**

10 Sec. 351. From the funds appropriated in part 1, the
11 department of education may issue a request for proposals for a
12 statewide license for all school districts to utilize an Internet-
13 based computer adaptive testing service to test students. The use
14 of this testing service may begin in the 2012-2013 school year, and
15 to the extent practicable, the department of education may strive
16 to find a test that is at least as rigorous as the Michigan
17 education assessment program tests.

18 **HUMAN SERVICES**

19 Sec. 401. (1) From the money appropriated in part 1 for foster
20 care payments and from child care fund, the department shall pay
21 providers of foster care services not less than a \$37.00
22 administrative rate.

23 (2) From the funds appropriated in part 1 for foster care
24 payments and from child care fund, the department shall pay
25 providers of general independent living services not less than a

1 \$28.00 administrative rate.

2 **LICENSING AND REGULATORY AFFAIRS**

3 Sec. 451. All funds appropriated in part 1 for independent
4 living shall be used for the support of Michigan's centers for
5 independent living in compliance with federal rules and regulations
6 for such centers and projects to build capacity for centers for
7 independent living to deliver independent living services.
8 Applications for such funds shall be reviewed in accordance with
9 procedures established by the department of licensing and
10 regulatory affairs. Outcomes achieved from these funds will be
11 reported by the department of licensing and regulatory affairs on a
12 quarterly basis. Distribution of these funds will follow the
13 formula established by the centers for independent living through
14 their disability network Michigan association, as contained in the
15 approved state plan for independent living.

16 **STATE POLICE**

17 Sec. 501. The department shall cancel lease number 10142,
18 located at 36725 Division Road, Richmond, Michigan, upon at least
19 60 days' prior written notice to the lessor. The department is
20 prohibited from expending any appropriations described in part 1 of
21 article XVI of 2011 PA 63 for rental payments, operational
22 expenses, contracts, services, and materials associated with the
23 lease described in this section effective 90 days after the
24 effective date of this act.

1 **DEPARTMENT OF TRANSPORTATION**

2 Sec. 601. The funds appropriated in part 1 for welcome center
3 operations shall be used first to maintain a minimum of 8 hours of
4 operation, 7 days per week, at the Mackinaw City, St. Ignace, and
5 Sault Ste. Marie welcome centers. Any remaining funds shall be
6 distributed equally among the remaining welcome centers across the
7 state.

8 **REPEALERS**

9 Enacting section 1. Section 546 of article X of 2011 PA 63 is
10 repealed.