

**SUBSTITUTE FOR
SENATE BILL NO. 959**

A bill to make appropriations for the department of military and veterans affairs for the fiscal year ending September 30, 2013; to provide for the expenditure of the appropriations; to provide for certain powers and duties of the department of military and veterans affairs, other state agencies, and local units of government related to the appropriations; and to provide for the preparation of certain reports related to the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1
2
3
4
5

PART 1

LINE-ITEM APPROPRIATIONS
FOR FISCAL YEAR 2012-2013

Sec. 101. Subject to the conditions set forth in this act, the amounts listed in this part for the department of military and

veterans affairs are appropriated for the fiscal year ending
September 30, 2013 from the funds indicated in this part. The
following is a summary of the appropriations in this part:

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

APPROPRIATION SUMMARY

Full-time equated unclassified positions..... 7.0

Full-time equated classified positions..... 834.0

GROSS APPROPRIATION..... \$ 168,573,600

Total interdepartmental grants and intradepartmental

transfers 1,166,500

Schedule of interdepartmental grant revenue sources:

IDG, challenge grant 165,800

IDG, community health 100,000

IDG, state police 900,000

Interdepartmental grant revenues..... 700

ADJUSTED GROSS APPROPRIATION..... \$ 167,407,100

Total federal revenues..... 99,239,400

Schedule of federal revenue sources:

DOD-DOA-NGB 69,073,300

DVA-VHA 26,160,100

HHS-HCFA, Medicare, hospital insurance..... 3,363,000

HHS-HCFA, title XIX, Medicaid..... 185,500

Federal counter narcotic revenues..... 50,000

Federal revenues 407,500

Total local revenues..... 1,503,600

Schedule of local revenue sources:

1	Local - school aid fund	1,500,000	
2	Local revenues	3,600	
3	Total private revenues.....		1,503,700
4	Schedule of private revenue sources:		
5	Private - veterans' home post and posthumous		
6	funds	540,000	
7	Private donations	959,500	
8	Private revenues	4,200	
9	Total other state restricted revenues.....		30,427,000
10	Schedule of restricted revenue sources:		
11	Rental fees	346,400	
12	Mackinac Bridge Authority	70,000	
13	Test project fees	100,000	
14	Income and assessments	20,345,900	
15	Lease revenue	12,200	
16	Michigan veterans' trust fund.....	5,166,500	
17	Michigan national guard construction fund..	3,250,000	
18	Military family relief fund	1,000,000	
19	State restricted revenue	136,000	
20	State general fund/general purpose.....	\$	34,733,400
21	State general fund/general purpose schedule:		
22	Ongoing state general fund/general		
23	purpose	32,177,500	
24	One-time state general fund/general		
25	purpose	2,555,900	
26	Sec. 102. MILITARY		
27	Full-time equated unclassified positions.....	7.0	

1	Full-time equated classified positions.....	284.0	
2	Military.....		\$ <u>55,739,100</u>
3	GROSS APPROPRIATION		55,739,100
4	Appropriated from:		
5	Interdepartmental grant revenues.....		1,000,000
6	Federal revenues.....		40,541,000
7	State restricted revenues.....		901,200
8	State general fund/general purpose.....		\$ 13,296,900
9	Schedule of programs:		
10	Headquarters and armories	11,958,800	
11	Unclassified military personnel.....	1,165,000	
12	Military appeals tribunal	900	
13	State active duty	100,100	
14	Homeland security	1,000,000	
15	Military training sites and support		
16	facilities	30,065,500	
17	Military training sites and support		
18	facilities test projects	100,000	
19	Departmentwide accounts	1,869,100	
20	Special maintenance - state	3,051,200	
21	Special maintenance - federal.....	5,300,000	
22	Counter narcotic operations	50,000	
23	Information technology services and		
24	projects	1,078,500	
25	Sec. 103. VETERANS AND COMMUNITY OUTREACH		
26	Full-time equated classified positions.....	49.0	
27	Veterans and community outreach.....		\$ <u>16,924,400</u>

1	GROSS APPROPRIATION.....	\$	16,924,400
2	Appropriated from:		
3	Interdepartmental grant revenues.....		165,800
4	Federal revenues.....		4,973,400
5	Local revenues.....		1,500,000
6	Private revenues.....		959,500
7	State restricted revenues.....		5,766,500
8	State general fund/general purpose.....	\$	3,559,200
9	Schedule of programs:		
10	Veterans advice, advocacy and assistance		
11	grants	2,904,400	
12	Veterans service organizations college		
13	initiative	100	
14	Veterans service organizations technology		
15	assistance	100	
16	Veterans' affairs directorate		
17	administration	649,600	
18	Veterans' trust fund administration.....	1,420,000	
19	Veterans' trust fund grants	3,746,500	
20	Michigan emergency volunteers.....	5,000	
21	Challenge program	5,276,700	
22	Military family relief fund	600,000	
23	Starbase grant	2,322,000	
24	Sec. 104. HOMES		
25	Full-time equated classified positions.....	501.0	
26	Homes.....	\$	<u>65,552,200</u>
27	GROSS APPROPRIATION.....	\$	65,552,200

1	Appropriated from:		
2	Federal revenues.....		29,317,500
3	Private revenues.....		540,000
4	State restricted revenues.....		20,373,300
5	State general fund/general purpose.....	\$	15,321,400
6	Schedule of programs:		
7	Grand Rapids veterans' home	46,516,500	
8	Grand Rapids board of managers.....	665,000	
9	D.J. Jacobetti veterans' home.....	18,095,700	
10	D.J. Jacobetti board of managers.....	275,000	
11	Sec. 105. CAPITAL OUTLAY		
12	Capital outlay.....	\$	<u>27,250,000</u>
13	GROSS APPROPRIATION.....	\$	27,250,000
14	Appropriated from:		
15	Federal revenues.....		24,000,000
16	State restricted revenue.....		3,250,000
17	State general fund/general purpose.....	\$	0
18	Schedule of programs:		
19	Special maintenance, remodeling and		
20	additions	15,000,000	
21	Land acquisitions and appraisals.....	250,000	
22	Flint armory replacement	12,000,000	
23	Sec. 106. ONE-TIME BASIS ONLY APPROPRIATIONS		
24	One-time basis only appropriations.....	\$	<u>3,107,900</u>
25	GROSS APPROPRIATION.....	\$	3,107,900
26	Appropriated from:		
27	Interdepartmental grant revenues.....		700

1	Federal revenues.....	407,500
2	Local revenues.....	3,600
3	Private revenues.....	4,200
4	State restricted revenues.....	136,000
5	State general fund/ general purpose.....	2,555,900
6	Schedule of programs:	
7	State employee lump-sum payments.....	707,900
8	Special maintenance	2,400,000

9

PART 2

10

PROVISIONS CONCERNING APPROPRIATIONS

11

FOR FISCAL YEAR 2012-2013

12

GENERAL SECTIONS

13

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

14

constitution of 1963, total state spending from state resources

15

under part 1 for fiscal year 2012-2013 is \$65,160,400.00 and state

16

spending from state resources to be paid to local units of

17

government for fiscal year 2012-2013 is \$120,000.00. The itemized

18

statement below identifies appropriations from which spending to

19

local units of government will occur:

20

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

21

Military.....	\$	70,000
---------------	----	--------

22

Schedule of programs:

23

Payments in lieu of taxes.....	70,000
--------------------------------	--------

24

Veterans and community outreach.....	50,000
--------------------------------------	--------

25

Schedule of programs:

1	County counselor education and training expenses	<u>50,000</u>
2	TOTAL	\$ 120,000

3 Sec. 202. The appropriations authorized 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. As used in this act:

7 (a) "Department" means the department of military and veterans
 8 affairs.

9 (b) "IDG" means interdepartmental grant.

10 (c) "Large veterans service organization" means a VSO that can
 11 certify that its membership exceeds 30,000 individuals.

12 (d) "Medium veterans service organization" means a VSO that
 13 can certify that its membership is between 2,500 and 30,000
 14 individuals.

15 (e) "Small veterans service organization" means a VSO that can
 16 certify that its membership is between 1,000 and 2,499 individuals.

17 (f) "VSO" means veterans service organization.

18 Sec. 204. The following shall constitute the appropriations
 19 from part 1 for interdepartmental grant funds received by the
 20 department from sources outside the department: \$165,800.00 from
 21 challenge grant; \$100,000.00 from the department of community
 22 health; and \$900,000.00 from the department of state police.

23 Sec. 206. (1) In addition to the funds appropriated in part 1,
 24 there is appropriated an amount not to exceed \$10,000,000.00 for
 25 federal contingency funds. These funds are not available for
 26 expenditure until they have been transferred to another line item
 27 in this act under section 393(2) of the management and budget act,

1 1984 PA 431, MCL 18.1393.

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

8 (3) In addition to the funds appropriated in part 1, there is
9 appropriated an amount not to exceed \$100,000.00 for local
10 contingency funds. These funds are not available for expenditure
11 until they have been transferred to another line item in this act
12 under section 393(2) of the management and budget act, 1984 PA 431,
13 MCL 18.1393.

14 (4) In addition to the funds appropriated in part 1, there is
15 appropriated an amount not to exceed \$100,000.00 for private
16 contingency funds. These funds are not available for expenditure
17 until they have been transferred to another line item in this act
18 under section 393(2) of the management and budget act, 1984 PA 431,
19 MCL 18.1393.

20 Sec. 209. Funds appropriated in part 1 shall not be used for
21 the purchase of foreign goods or services, or both, if
22 competitively priced and of comparable quality American goods or
23 services, or both, are available. Preference should be given to
24 goods or services, or both, manufactured or provided by Michigan
25 businesses, if they are competitively priced and of comparable
26 quality. In addition, preference should be given to goods or
27 services, or both, that are manufactured or provided by Michigan

1 businesses owned and operated by veterans, if they are
2 competitively priced and of comparable quality.

3 Sec. 210. The director of each department receiving
4 appropriations in part 1 shall take all reasonable steps to ensure
5 businesses in deprived and depressed communities compete for and
6 perform contracts to provide services or supplies, or both. Each
7 director shall strongly encourage firms with which the department
8 contracts to subcontract with certified businesses in depressed and
9 deprived communities for services, supplies, or both.

10 Sec. 212. The departments and agencies receiving
11 appropriations in part 1 shall receive and retain copies of all
12 reports funded from appropriations in part 1. Federal and state
13 guidelines for short-term and long-term retention of records shall
14 be followed. The department may electronically retain copies of
15 reports unless otherwise required by federal and state guidelines.

16 Sec. 215. The department shall not take disciplinary action
17 against an employee for communicating with a member of the
18 legislature or his or her staff.

19 Sec. 216. (1) Notwithstanding any other provision of this act,
20 the schedule of programs in part 1 lists programs which may, but
21 are not required to be, funded under this act.

22 (2) Notwithstanding any other provisions of this act, the
23 schedule of revenue sources in part 1 may or may not be received
24 from the funding entities listed.

25 (3) Any funding required by statute is not subject to funding
26 flexibility and shall be funded in accordance with that statute.

27 Sec. 217. The department shall improve its budgetary

1 efficiency pertaining to the delivery of core services delineated
2 in section 222 by doing all of the following:

3 (a) Prioritizing personnel over buildings in budgetary
4 efficiency considerations.

5 (b) Pursuing the physical or virtual consolidation of support
6 service functions such as information technology, human resources,
7 and accounting as a means of improving standardization and
8 efficiency.

9 (c) Seeking expenditure reductions whenever possible through
10 the streamlining of existing service delivery activities.

11 (d) Identifying efficiencies that can be gained via the
12 reduction or elimination of programs, policies, and practices which
13 have outlived their usefulness.

14 Sec. 219. (1) The department shall be available to meet on a
15 quarterly basis before the appropriate senate and house
16 appropriations subcommittee.

17 (2) The department shall provide all information necessary to
18 validate that the requirements of this part have been achieved.

19 (3) The department shall provide a corrective action plan
20 within 30 days of a quarterly report under this section for any
21 requirements of this part that have not been achieved. The
22 department shall provide a monthly status of corrective action
23 plans.

24 (4) The department shall provide a summary of fund shifts,
25 that have been approved by the state budget office, that have
26 occurred between core services on a quarterly basis to the senate
27 and house appropriations subcommittees.

1 (5) The department shall provide the following data to the
2 senate and house appropriations subcommittees:

3 (a) A list of all major work projects, including a status
4 report of each project.

5 (b) The department's financial status, featuring a report of
6 budgeted versus actual expenditures by part 1 line item including a
7 year-end projection of budget requirements. If projected department
8 budget requirements exceed the allocated budget, the report shall
9 include a plan to reduce overall expenses while still satisfying
10 specified service level requirements.

11 (c) Evidence of efficiencies and management of funds within
12 established appropriations, documented through the DTMB monthly
13 expenditure report as described in section 301(3) of this part.

14 (d) A list of projected armory closings from section 302(6) of
15 this part.

16 (e) A list of property sales as described in section 223 of
17 this part.

18 (6) The department shall provide a corrective action plan for
19 any service metrics that do not meet requirements. The department
20 shall provide a status of correction action plans at the next
21 quarterly review.

22 (7) The Grand Rapids and D.J. Jacobetti veterans' homes shall
23 provide to the appropriate senate and house appropriations
24 subcommittees the results of the veterans' homes annual veterans'
25 affairs inspection and their corrective action plans.

26 Sec. 220. The department shall provide the following data to
27 the appropriate senate and house appropriations subcommittees on an

1 annual basis:

2 (a) Using information received from the grant recipients in
3 section 401 of this part, a progress report on metric requirements,
4 copies of certified financial audits and tax reports of grant
5 recipients, a listing from grant recipients of expenditures by
6 spending category, including a listing of individual salaries of
7 each officer and administrative staff, a listing of volunteer hours
8 including the hours, series, and donations provided to residents of
9 the Grand Rapids veterans' home and the D.J. Jacobetti veterans'
10 home. The department shall provide within the report a specific
11 notification whether any veterans grant recipients failed to comply
12 with established reporting requirements.

13 (b) The Grand Rapids veterans' home and the D.J. Jacobetti
14 veterans' home shall produce a report including an accounting of
15 member populations and bed space available, a description and
16 accounting of services and activities provided to members,
17 financial information, and current state nursing home licensure
18 status.

19 (c) A detailed report of the Michigan veteran's trust fund
20 that includes information on grants provided from the emergency
21 grant program, including details concerning the methodology of
22 allocations, the selection of emergency grant program authorized
23 agents, and a detailed breakdown of trust fund expenditures for
24 that year. The report shall also provide an update on the
25 department's efforts to reduce program administrative costs and
26 maintain the Michigan veterans' trust fund corpus to its original
27 amount of at least \$50,000,000.00.

1 Sec. 222. The appropriations in part 1 are for the core
2 services, support services, and work projects of the department,
3 including, but not limited to, the following core services:
4 armories and joint forces readiness, maintenance and operation of
5 army national guard training facilities, operation and maintenance
6 of air national guard air bases, veterans affairs directorate and
7 administration of the veterans trust fund, administration and
8 oversight of veterans advice, advocacy, and assistance grants,
9 training support for county veterans counselors, administration of
10 the military family relief fund, the Michigan youth challenge
11 academy program, and the administration of the Grand Rapids
12 veterans' home and the D.J. Jacobetti veterans' home.

13 Sec. 223. Sixty days prior to the public announcement of the
14 intention to sell any department property, the department shall
15 submit notification of that intent to the appropriate senate and
16 house appropriations subcommittees and the senate and house fiscal
17 agencies.

18 Sec. 224. The department shall consult with the senate and
19 house appropriations subcommittees on state police and military and
20 veterans affairs regarding the projected closing or consolidation
21 of any national guard armories.

22 Sec. 225. Funds appropriated in part 1 shall not be used by a
23 principal executive department, state agency, or authority to hire
24 a person to provide legal services that are the responsibility of
25 the attorney general. This prohibition does not apply to legal
26 services for bonding activities and for those activities that the
27 attorney general authorizes.

1 Sec. 226. The department shall seek partnerships with United
2 States armed forces reserve units for the colocation of activities,
3 including sharing in the acquisition and costs for facilities.

4 Sec. 227. Bids for contract services shall not exclude public
5 employee unions from the bid process.

6 Sec. 228. Not later than November 15, the department shall
7 prepare and transmit a report that provides for estimates of the
8 total general fund/general purpose appropriations lapses at the
9 close of the fiscal year. This report shall summarize the projected
10 year-end general fund/general purpose appropriations lapses by
11 major departmental program or program areas. The report shall be
12 transmitted to the office of the state budget, the chairpersons of
13 the senate and house standing committees on appropriations, and the
14 senate and house fiscal agencies.

15 Sec. 229. Within 14 days after the release of the executive
16 budget recommendation, the department shall provide the state
17 budget director, the senate and house appropriations chairs, the
18 senate and house appropriations subcommittees on state police and
19 military and veterans affairs, respectively, and the senate and
20 house fiscal agencies with an annual report on estimated state
21 restricted fund balances, state restricted fund projected revenues,
22 and state restricted fund expenditures for the fiscal years ending
23 September 30, 2012 and September 30, 2013.

24 **MILITARY**

25 Sec. 301. (1) The department shall provide administrative
26 support for department operations.

1 (2) The department shall maintain the staffing and resources
2 necessary to ensure proper accountability of state funds.

3 (3) The department shall maintain the staffing and resources
4 necessary to adhere to the state of Michigan financial management
5 guide for accounting, contracting, purchasing, budgeting, and
6 financial reporting and the administrative guide to state
7 government.

8 Sec. 302. (1) The department shall operate and maintain
9 national guard armories.

10 (2) The department shall provide resources necessary to ensure
11 that armories are maintained in accordance with army regulation
12 210-14.

13 (3) The department shall evaluate armories for consolidation,
14 energy, and utility efficiency and identify work projects that
15 would improve this efficiency.

16 (4) The department shall establish a system that measures the
17 condition and adequacy of armory facilities using both quality and
18 functionality criteria based off the installation status report-
19 infrastructure inspections that are conducted annually as a
20 requirement set forth by the national guard.

21 (5) The department shall identify and upgrade 15 red armories
22 to yellow or green facilities as determined by the measure
23 established in subsection (4).

24 (6) The department shall consult with the house and senate
25 appropriations subcommittees on state police and military and
26 veterans affairs regarding the projected closing or consolidation
27 of any national guard armories.

1 Sec. 303. (1) The department shall provide army national guard
2 forces, when directed, for state and local emergencies and in
3 support of national military requirements.

4 (2) The department shall provide resources necessary to train
5 and equip military forces to standards set by the United States
6 armed forces.

7 Sec. 304. (1) The department shall operate and maintain army
8 national guard training facilities, including Fort Custer and Camp
9 Grayling.

10 (2) The department shall provide resources necessary to meet
11 building maintenance requirements per performance specifications
12 established in master cooperative agreement appendix 1, section
13 104, national guard bureau regulations.

14 (3) Army national guard training facilities security
15 management shall secure all locations, monitor alarm equipment, and
16 adhere to state laws, statutes, and army regulation 190-56 and
17 master cooperative agreement appendix 3, section 308, national
18 guard bureau regulations.

19 (4) Using individual facility assessments, the department
20 shall improve the adequacy of utilities and infrastructure of the
21 air bases. The department shall improve quality rating at the air
22 base facilities based on the number of faults corrected and dollars
23 available (spent) during the fiscal year.

24 Sec. 305. (1) The department shall provide air national guard
25 forces, when directed, for state and local emergencies and in
26 support of national military requirements.

27 (2) The department shall provide resources necessary to train

1 and equip military forces to standards set by the United States
2 armed forces.

3 (3) Using individual facility assessments, the department
4 shall improve the adequacy of utilities and infrastructure of the
5 military training sites and support facilities. The department
6 shall improve quality rating at the facilities based on the number
7 of faults corrected and dollars available (spent) during the fiscal
8 year.

9 Sec. 306. (1) The department shall operate and maintain air
10 national guard air bases, including Selfridge air national guard
11 base, Battle Creek air national guard base, and Alpena combat
12 readiness training center.

13 (2) The department shall provide resources necessary to meet
14 facility maintenance at air national guard bases, including
15 maintenance and preventive maintenance of authorized building and
16 systems at no less than the minimum standards required by
17 applicable federal, state, and local agencies.

18 (3) The department shall maintain the staffing and resources
19 necessary to provide security services at air national guard bases,
20 including the security of the location and the monitoring of alarm
21 equipment, in accordance with air force instruction 31-101 and
22 master cooperative agreement appendix 23, section 2308, national
23 guard bureau regulations.

24 **VETERANS AND COMMUNITY OUTREACH**

25 Sec. 401. (1) The department shall provide advice, advocacy,
26 and assistance services to Michigan veterans.

1 (2) The department shall maintain the staffing and resources
2 necessary to develop and operate a program that will provide
3 benefits counseling and representation to veterans of this state
4 for the purpose of assisting veterans to obtain United States
5 department of veteran affairs health, financial, and memorial
6 benefits for which they are eligible.

7 (3) Grants recipients in this section shall submit a report to
8 the department on the number of claims filed for veterans in this
9 state with the United States department of veterans affairs and the
10 number of actual claims awarded.

11 (4) The department shall create a 5-member advisory board
12 consisting of presidents/commanders from 2 large veterans service
13 organizations, 2 medium veterans service organizations, and 1 small
14 veterans service organization. The board shall meet no less than
15 twice a year, without reimbursement by the department, and have the
16 following duties:

17 (a) Assist the department in establishing criteria for grant
18 awards. The department, while utilizing advice provided by the
19 board in establishing grant criteria, is solely responsible for
20 determination of the amounts and recipients of the grants.

21 (b) Serve as a liaison between the grant recipients, the
22 department, and the legislature.

23 (c) Assist the department in developing plans, reviewing
24 service delivery, and identifying goals to better assist veterans
25 in applying for and receiving benefits from the federal, state, and
26 local governments.

27 (d) Provide a forum regarding veterans' issues, including

1 suggesting changes in department programs that address veterans'
2 changing needs.

3 (5) Of the appropriation in part 1 for veterans advice,
4 advocacy, and assistance, grants shall be distributed by the
5 department in the form of 5 grants for the period beginning October
6 1, 2012, including 1 specialized grant. The specialized grant shall
7 be awarded to a group specializing in advocacy for paralyzed
8 veterans.

9 (6) Money used for grants shall be used only for salaries,
10 wages, related personnel costs, in-state training, and equipment
11 for accredited veteran service advocacy officers and necessary
12 support and managerial staff.

13 (7) The department shall take steps to improve the
14 coordination of veterans' benefits counseling in the state to
15 maximize the effective and efficient use of taxpayer dollars in
16 this goal and to ensure that every veteran is served.

17 (8) The department shall increase its responsibility in the
18 administration, management, oversight, and outreach of the delivery
19 of services to veterans by working with grant recipients, the
20 veterans advisory board, county veterans counselors, and
21 representatives from the Michigan veterans trust fund to identify,
22 implement, and evaluate steps to do all the following:

23 (a) Improve national standing with regard to veterans affairs
24 benefits granted per veteran.

25 (b) Increase the percentage of veterans in this state who
26 become aware of their eligibility for service-connected disability
27 or pension benefits from the United States department of veterans

1 affairs.

2 (c) Increase the percentage of veterans in this state who
3 become aware of their eligibility for enrollment in the veterans
4 affairs health care system.

5 (d) Expand training opportunities for veteran service
6 organization service officers.

7 (e) Increase the percentage of veterans in this state who
8 become aware of their eligibility for education benefits under the
9 post-9/11 veterans education assistance improvements act of 2010.

10 (f) Increase the percentage of veterans in this state who
11 become aware of job training and job placement opportunities.

12 Sec. 402. (1) The Michigan veterans' trust fund board together
13 with the department shall provide emergency grants for disbursement
14 from the Michigan veterans' trust fund.

15 (2) The Michigan veterans' trust fund board together with the
16 department shall maintain the staffing and resources necessary to
17 provide outreach to veterans who may need and qualify for veterans
18 trust fund emergency grants.

19 (3) The Michigan veterans' trust fund board shall work to
20 increase the percentage of grant applications that are approved and
21 received by eligible families by 5% over those approved and
22 received by eligible families in fiscal year 2010-2011.

23 Sec. 403. (1) The department shall provide grants for
24 disbursement from the military family relief fund.

25 (2) The department shall maintain the staffing and resources
26 necessary to provide outreach to the Michigan families of active
27 members of the armed forces.

1 (3) The department shall work to increase the percentage of
2 military family relief grant applications that are approved and
3 received by eligible families by 5% over those approved and
4 received by eligible families in fiscal year 2010-2011.

5 Sec. 404. (1) The department shall provide training support
6 for county veterans counselors.

7 (2) The department shall provide resources necessary to
8 provide county veterans counselors with training to ensure quality
9 services to veterans.

10 (3) The department shall work with counties towards the goal
11 of having at least 1 county veterans counselor in every county in
12 this state.

13 (4) The Michigan veterans' affairs directorate administration
14 and the Michigan veterans' trust fund administration shall take
15 steps to assist the county veterans counselors of this state to
16 obtain training necessary for the execution of their duties.

17 Sec. 405. (1) The department shall maintain the Michigan youth
18 challenge academy to provide values, skills, education, and self-
19 discipline instruction for at-risk youth.

20 (2) The department shall ensure that at least 65% of the
21 cadets who enroll in the Michigan youth challenge academy meet the
22 requirement for graduation from the academy.

23 (3) The department shall ensure that at least 65% of the
24 cadets who enroll in Michigan youth challenge academy take the
25 general educational development exam and that at least 70% of those
26 taking the exam earn a passing grade.

27 (4) The department shall take steps to recruit candidates to

1 the challenge program from economically disadvantaged areas,
2 including those with low-income and high-unemployment backgrounds.

3 (5) The department shall partner with the department of human
4 services to identify youth who may be eligible for the challenge
5 program from those youth served by department of human services
6 programs. These eligible youth shall be given priority for
7 enrollment in the program.

8 (6) The funds appropriated in this act for private donations
9 to the Michigan youth challenge program shall be considered state
10 restricted revenue, and unexpended funds remaining at the close of
11 the fiscal year shall not lapse to the general fund but shall be
12 carried forward to the subsequent fiscal year.

13 HOMES

14 Sec. 501. (1) The department shall provide compassionate,
15 quality interdisciplinary care at the state's Grand Rapids and D.J.
16 Jacobetti veterans' homes so that members can achieve their highest
17 potential of wellness, independence, self-worth, and dignity.

18 (2) The department shall provide resources necessary to
19 provide adequate nursing care services to veterans in accordance
20 with federal standards, including the following:

21 (a) A licensed minimum number of 403 residents in skilled
22 nursing beds at the Grand Rapids veterans' home.

23 (b) A licensed minimum number of 72 residents in domiciliary
24 beds at the Grand Rapids veterans' home.

25 (c) A licensed minimum number of 158 residents in skilled
26 nursing beds at the D.J. Jacobetti veterans' home.

1 (d) A licensed minimum number of 11 residents in domiciliary
2 beds at the D.J. Jacobetti veterans' home.

3 (3) The Grand Rapids and D.J. Jacobetti veterans' homes shall
4 ensure that their medical staffing is in accordance with United
5 States department of veterans administration standards.

6 (4) The Grand Rapids and D.J. Jacobetti veterans' homes shall
7 ensure that transportation is assured for each resident for every
8 medical appointment outside the veterans' home.

9 (5) The Grand Rapids and D.J. Jacobetti veterans' homes shall
10 ensure that each member resident receives daily laundry service.

11 (6) The Grand Rapids and D.J. Jacobetti veterans' homes shall
12 ensure that maintenance and custodial services are provided for
13 each home in accordance with applicable local, state, and federal
14 standards.

15 (7) The Grand Rapids and D.J. Jacobetti veterans' homes shall
16 ensure that each resident receives a medical and care assessment
17 including a dietary plan upon admission to the home, with meals and
18 snacks provided in accordance with the plan and R 325.20803 of the
19 Michigan administrative code.

20 (8) The money appropriated in this article for the boards of
21 managers may be expended for facility improvements, the purchase
22 and repair of equipment and furnishings, member services, and other
23 purposes that benefit the Grand Rapids and D.J. Jacobetti veterans'
24 homes.

25 (9) Appropriations in this article for the Grand Rapids and
26 D.J. Jacobetti veterans' homes shall not be used for any purpose
27 other than for veterans and veterans' families.

1 (10) The department shall, prior to altering the spending plan
2 by the board of managers of post and posthumous funds, report to
3 the appropriate senate and house appropriations subcommittees 30
4 days prior to that action and shall indicate the rationale for that
5 decision.

6 (11) Any contractor providing competency evaluated nursing
7 assistants (CENA) to the Grand Rapids and D.J. Jacobetti veterans'
8 homes shall ensure that each CENA has at least 8 hours of training
9 on information provided by the veterans' home.

10 (12) Any contractor providing competency evaluated nursing
11 assistants to the Grand Rapids and D.J. Jacobetti veterans' homes
12 shall ensure that each CENA has at least 1 eight-hour shift of
13 shadowing at the veterans' home.

14 (13) Any contractor providing competency evaluated nursing
15 assistants to the Grand Rapids and D.J. Jacobetti veterans' homes
16 shall ensure that each CENA is competent in the basic skills needed
17 to perform his or her assigned duties at the veterans' home.

18 (14) Any contractor providing competency evaluated nursing
19 assistants to the Grand Rapids and D.J. Jacobetti veterans' homes
20 shall ensure that each CENA has at least 1 year of experience in
21 long-term care.

22 (15) The Grand Rapids and D.J. Jacobetti veterans' homes shall
23 provide each CENA at least 12 hours of in-service training once
24 that individual has been assigned to the veterans' home.

25 (16) The Grand Rapids and D.J. Jacobetti veterans' homes shall
26 ensure that care services are provided to each resident of the
27 veterans' homes in accordance with standards set by the United

1 States department of veterans' affairs.

2 **CAPITAL OUTLAY**

3 Sec. 601. (1) The director shall allocate lump-sum
4 appropriations made in this article consistent with statutory
5 provisions and the purposes for which funds were appropriated.
6 Lump-sum allocations shall address priority program or facility
7 needs and may include, but are not limited to, design,
8 construction, remodeling and addition, special maintenance, major
9 special maintenance, energy conservation, and demolition.

10 (2) The state budget director may authorize that funds
11 appropriated for lump-sum appropriations shall be available for no
12 more than 3 fiscal years following the fiscal year in which the
13 original appropriation was made. Any remaining balance from
14 allocations made in this section shall lapse to the fund from which
15 it was appropriated pursuant to the lapsing of funds as provided in
16 the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

17 Sec. 602. The appropriations in part 1 for capital outlay
18 shall be carried forward at the end of the fiscal year consistent
19 with section 248 of the management and budget act, 1984 PA 431, MCL
20 18.1248.

21 PART 2A
22 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
23 FOR FISCAL YEAR 2013-2014

24 **GENERAL SECTIONS**

1 Sec. 1201. (1) It is the intent of the legislature to provide
2 appropriations for the fiscal year ending on September 30, 2014 for
3 the line items listed in part 1. The fiscal year 2013-2014
4 appropriations are anticipated to be the same as those for fiscal
5 year 2012-2013, except that the line items will be adjusted for
6 changes in caseload and related costs, federal fund match rates,
7 economic factors, and available revenue. These adjustments will be
8 determined after the January 2013 consensus revenue estimating
9 conference.

10 (2) The department shall identify and upgrade 15 red armories
11 to yellow or green facilities as determined by the measure
12 established in section 302(4).