

**SUBSTITUTE FOR
SENATE BILL NO. 954**

A bill to make appropriations for the legislature, the executive, the department of attorney general, the department of state, the department of treasury, the department of technology, management, and budget, the department of civil rights, and certain state purposes related thereto for the fiscal year ending September 30, 2013; to provide for the expenditure of the appropriations; to provide for the disposition of fees and other income received by the state agencies; and to declare the effect of this act.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1
2
3
4
5

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the legislature, the executive, the department of attorney general, the department of state, the department of treasury, the department of technology,

management, and budget, the department of civil service, the department of civil rights, and certain state purposes related thereto, for the fiscal year ending September 30, 2013, from the following funds:

TOTAL GENERAL GOVERNMENT

APPROPRIATION SUMMARY

Full-time equated unclassified positions..... 43.0

Full-time equated classified positions..... 7,740.7

GROSS APPROPRIATION..... \$ 4,236,501,900

Interdepartmental grant revenues:

Total interdepartmental grants and intradepartmental

transfers 692,338,500

ADJUSTED GROSS APPROPRIATION..... \$ 3,544,163,400

Federal revenues:

Total federal revenues..... 722,234,100

Special revenue funds:

Total local revenues..... 8,007,000

Total private revenues..... 5,989,000

Total other state restricted revenues..... 1,869,254,900

State general fund/general purpose..... \$ 938,678,400

Sec. 102. DEPARTMENT OF ATTORNEY GENERAL

(1) APPROPRIATION SUMMARY

Full-time equated unclassified positions..... 6.0

Full-time equated classified positions..... 507.0

GROSS APPROPRIATION..... \$ 84,947,200

Interdepartmental grant revenues:

1	Total interdepartmental grants and intradepartmental	
2	transfers	24,082,100
3	ADJUSTED GROSS APPROPRIATION.....	\$ 60,865,100
4	Federal revenues:	
5	Total federal revenues.....	9,932,600
6	Special revenue funds:	
7	Total local revenues.....	0
8	Total private revenues.....	0
9	Total other state restricted revenues.....	17,242,000
10	State general fund/general purpose.....	\$ 33,690,500
11	State general fund/general purpose schedule:	
12	Ongoing state general fund/general	
13	purpose	33,297,200
14	One-time state general fund/general	
15	purpose	393,300
16	(2) ATTORNEY GENERAL OPERATIONS	
17	Full-time equated unclassified positions.....	6.0
18	Full-time equated classified positions.....	507.0
19	Attorney general.....	\$ 112,500
20	Unclassified positions--5.0 FTE positions.....	564,700
21	Attorney general operations--470.0 FTE positions.....	75,528,700
22	Child support enforcement--25.0 FTE positions.....	3,410,700
23	Prosecuting attorneys coordinating council--12.0 FTE	
24	positions	2,033,400
25	Public safety initiative.....	<u>900,000</u>
26	GROSS APPROPRIATION.....	\$ 82,550,000
27	Appropriated from:	

1	Interdepartmental grant revenues:	
2	IDG from MDCH, health policy.....	187,000
3	IDG from MDCH, WIC.....	87,200
4	IDG from DOC.....	598,200
5	IDG from MDE.....	359,300
6	IDG from MDEQ.....	2,174,000
7	IDG from MDHS.....	4,129,300
8	IDG from MSF, workforce development agency.....	232,800
9	IDG from MDLARA, children's protection registry.....	44,300
10	IDG from MDLARA, financial and insurance regulation..	1,308,600
11	IGD from MDLARA, health professions.....	2,153,400
12	IDG from MDLARA, licensing and regulation fees.....	224,100
13	IDG from MDLARA, Michigan occupational safety and	
14	health administration	106,000
15	IDG from MDLARA, remonumentation fees.....	96,300
16	IDG from MDTMB, civil service commission.....	300,600
17	IDG from MDTMB, risk management revolving fund.....	1,442,900
18	IDG from MDMVA.....	148,800
19	IDG from MDOT, comprehensive transportation fund.....	200,900
20	IDG from MDOT, state aeronautics fund.....	174,400
21	IDG from MDOT, state trunkline fund.....	2,387,000
22	IDG from MDSP, Michigan justice training fund.....	150,100
23	IDG from MDSP.....	352,700
24	IDG from Michigan state housing development authority	612,300
25	IDG from treasury.....	5,917,500
26	IDG from treasury, strategic fund.....	161,500
27	IDG from MDTMB.....	235,600

1	Federal revenues:	
2	DAG, state administrative match grant/food stamps	434,500
3	Federal funds.....	2,999,200
4	HHS, medical assistance, medigra nt.....	678,200
5	HHS-OS, state Medicaid fraud control units.....	5,590,000
6	National criminal history improvement program.....	108,100
7	Special revenue funds:	
8	Antitrust enforcement collections.....	690,300
9	Assigned claims assessments.....	150,600
10	Attorney general's operations fund.....	1,117,200
11	Auto repair facilities fees.....	296,300
12	Franchise fees.....	375,900
13	Game and fish protection fund.....	838,000
14	Liquor purchase revolving fund.....	1,321,400
15	Manufactured housing fees.....	246,200
16	Merit award trust fund.....	463,100
17	Michigan employment security act - administrative fund	2,024,400
18	Prisoner reimbursement.....	584,000
19	Prosecuting attorneys training fees.....	405,300
20	Public utility assessments.....	2,141,300
21	Real estate enforcement fund.....	474,300
22	Reinstatement fees.....	198,700
23	Retirement funds.....	943,400
24	Second injury fund.....	807,500
25	Self-insurers security fund.....	561,400
26	Silicosis and dust disease fund.....	221,700
27	State building authority revenue.....	109,500

1	State casino gaming fund.....	1,578,000
2	State lottery fund.....	312,500
3	Utility consumers fund.....	706,900
4	Waterways fund.....	126,700
5	Worker's compensation administrative revolving fund..	334,700
6	State general fund/general purpose.....	\$ 31,925,900
7	(3) INFORMATION TECHNOLOGY	
8	Information technology services and projects	\$ <u>1,371,300</u>
9	GROSS APPROPRIATION.....	\$ 1,371,300
10	Appropriated from:	
11	State general fund/general purpose	\$ 1,371,300
12	(4) ONE-TIME BASIS ONLY APPROPRIATIONS	
13	State employee lump-sum payments	\$ <u>1,025,900</u>
14	GROSS APPROPRIATION.....	\$ 1,025,900
15	Appropriated from:	
16	Interdepartmental grant revenues:	
17	IDG from state agency funds	297,300
18	Federal revenues:	
19	Federal revenues	122,600
20	Special revenue funds:	
21	State restricted revenues	212,700
22	State general fund/general purpose	\$ 393,300
23	Sec. 103. DEPARTMENT OF CIVIL RIGHTS	
24	(1) APPROPRIATION SUMMARY	
25	Full-time equated unclassified positions.....	5.0
26	Full-time equated classified positions.....	116.0

1	GROSS APPROPRIATION.....	\$	14,332,600
2	Interdepartmental grant revenues:		
3	Total interdepartmental grants and intradepartmental		
4	transfers		0
5	ADJUSTED GROSS APPROPRIATION.....	\$	14,332,600
6	Federal revenues:		
7	Total federal revenues.....		2,641,300
8	Special revenue funds:		
9	Total local revenues.....		0
10	Private revenues.....		18,700
11	Total other state restricted revenues.....		151,900
12	State general fund/general purpose.....	\$	11,520,700
13	State general fund/general purpose schedule:		
14	Ongoing state general fund/general		
15	purpose		11,416,400
16	One-time state general fund/general		
17	purpose		104,300
18	(2) CIVIL RIGHTS OPERATIONS		
19	Full-time equated unclassified positions.....		5.0
20	Full-time equated classified positions.....		116.0
21	Unclassified positions--5.0 FTE positions.....	\$	267,100
22	Civil rights operations--109.0 FTE positions.....		12,332,600
23	Commission on disability concerns--5.0 FTE positions .		654,700
24	Hispanic/Latino commission of Michigan--1.0 FTE		
25	positions		196,500
26	Asian Pacific American affairs commission--1.0 FTE		
27	position		<u>100,000</u>

1	GROSS APPROPRIATION.....	\$	13,550,900
2	Appropriated from:		
3	Federal revenues:		
4	EEOC, state and local antidiscrimination agency		
5	contracts		1,142,600
6	HUD, grant.....		1,459,100
7	Special revenue funds:		
8	Private revenues.....		18,700
9	State restricted indirect funds.....		151,900
10	State general fund/general purpose.....	\$	10,778,600
11	(3) INFORMATION TECHNOLOGY		
12	Information technology services and projects.....	\$	<u>652,800</u>
13	GROSS APPROPRIATION.....	\$	652,800
14	Appropriated from:		
15	Federal revenues:		
16	EEOC, state and local antidiscrimination agency		
17	contracts		15,000
18	State general fund/general purpose.....	\$	637,800
19	(4) ONE-TIME BASIS ONLY APPROPRIATIONS		
20	State employee lump-sum payments.....	\$	<u>128,900</u>
21	GROSS APPROPRIATION.....	\$	128,900
22	Appropriated from:		
23	Federal revenues:		
24	Federal revenues.....		24,600
25	State general fund/general purpose.....	\$	104,300
26	Sec. 104. EXECUTIVE OFFICE		

1 **(1) APPROPRIATION SUMMARY**

2	Full-time equated unclassified positions.....	10.0	
3	Full-time equated classified positions.....	74.2	
4	GROSS APPROPRIATION.....		\$ 4,887,900
5	Interdepartmental grant revenues:		
6	Total interdepartmental grants and intradepartmental		
7	transfers		0
8	ADJUSTED GROSS APPROPRIATION.....		\$ 4,887,900
9	Federal revenues:		
10	Total federal revenues.....		0
11	Special revenue funds:		
12	Total local revenues.....		0
13	Total private revenues.....		0
14	Total other state restricted revenues.....		0
15	State general fund/general purpose.....		\$ 4,887,900
16	State general fund/general purpose schedule:		
17	Ongoing state general fund/general		
18	purpose	4,829,200	
19	One-time state general fund/general		
20	purpose	58,700	
21	(2) EXECUTIVE OFFICE OPERATIONS		
22	Full-time equated unclassified positions.....	10.0	
23	Full-time equated classified positions.....	74.2	
24	Governor.....		\$ 159,300
25	Lieutenant governor.....		111,600
26	Executive office--74.2 FTE positions.....		3,708,500
27	Unclassified positions--8.0 FTE positions.....		<u>849,800</u>

1	GROSS APPROPRIATION.....	\$	4,829,200
2	Appropriated from:		
3	State general fund/general purpose.....	\$	4,829,200
4	(3) ONE-TIME BASIS ONLY APPROPRIATIONS		
5	State employee lump-sum payments.....	\$	<u>58,700</u>
6	GROSS APPROPRIATION.....	\$	58,700
7	Appropriated from:		
8	State general fund/general purpose.....	\$	58,700
9	Sec. 105. LEGISLATURE		
10	(1) APPROPRIATION SUMMARY		
11	GROSS APPROPRIATION.....	\$	132,565,200
12	Interdepartmental grant revenues:		
13	Total interdepartmental grants and intradepartmental		
14	transfers		3,792,100
15	ADJUSTED GROSS APPROPRIATION.....	\$	128,773,100
16	Federal revenues:		
17	Total federal revenues.....		0
18	Special revenue funds:		
19	Total local revenues.....		0
20	Total private revenues.....		400,000
21	Total other state restricted revenues.....		3,000,500
22	State general fund/general purpose.....	\$	125,372,600
23	State general fund/general purpose schedule:		
24	Ongoing state general fund/general		
25	purpose		125,187,800
26	One-time state general fund/general		

1	purpose	184,800	
2	(2) LEGISLATURE		
3	Senate.....	\$	27,623,900
4	Senate automated data processing.....		2,264,600
5	Senate fiscal agency.....		3,105,200
6	House of representatives.....		42,773,100
7	House automated data processing.....		1,797,900
8	House fiscal agency.....		3,105,200
9	Capitol restoration maintenance and renewal		<u>3,100,000</u>
10	GROSS APPROPRIATION.....	\$	83,769,900
11	Appropriated from:		
12	State general fund/general purpose	\$	83,769,900
13	(3) LEGISLATIVE COUNCIL		
14	Legislative council.....	\$	9,975,200
15	Legislative service bureau automated data processing .		1,221,800
16	Worker's compensation.....		132,600
17	NCSL.....		147,500
18	Council of state governments.....		147,500
19	NCCUSL.....		53,000
20	National association dues.....		77,000
21	Legislative corrections ombudsman.....		<u>624,500</u>
22	GROSS APPROPRIATION.....	\$	12,379,100
23	Appropriated from:		
24	Special revenue funds:		
25	Private - gifts and bequests revenues		400,000
26	State general fund/general purpose	\$	11,979,100
27	(4) LEGISLATIVE RETIREMENT SYSTEM		

1	General nonretirement expenses	\$	<u>4,410,000</u>
2	GROSS APPROPRIATION	\$	4,410,000
3	Appropriated from:		
4	Special revenue funds:		
5	Court fees		1,109,800
6	State general fund/general purpose	\$	3,300,200
7	(5) PROPERTY MANAGEMENT		
8	Capitol building	\$	2,680,400
9	Cora Anderson building		8,731,600
10	Farnum building and other properties		<u>1,906,500</u>
11	GROSS APPROPRIATION	\$	13,318,500
12	Appropriated from:		
13	State general fund/general purpose	\$	13,318,500
14	(6) OFFICE OF THE AUDITOR GENERAL		
15	Unclassified positions	\$	313,500
16	Field operations		<u>18,103,300</u>
17	GROSS APPROPRIATION	\$	18,416,800
18	Appropriated from:		
19	Interdepartmental grant revenues:		
20	IDG from MDTMB, civil service commission		141,100
21	IDG from MDLARA, liquor purchase revolving fund		14,500
22	IDG from MDOT, comprehensive transportation fund		32,900
23	IDG from MDOT, Michigan transportation fund		267,400
24	IDG from MDOT, state aeronautics fund		25,600
25	IDG from MDOT, state trunkline fund		620,700
26	IDG, single audit act		2,630,900
27	Special revenue funds:		

1	21st century jobs fund.....	60,600
2	Clean Michigan initiative implementation bond fund...	46,400
3	Commercial mobile radio system emergency telephone	
4	fund	46,400
5	Contract audit administration fees	65,200
6	Correctional industries revolving fund.....	38,500
7	Fee adequacy, air quality delegated authority	11,800
8	Game and fish protection fund.....	26,500
9	Legislative retirement system.....	23,000
10	Michigan economic development corporation.....	65,700
11	Michigan education trust fund.....	37,100
12	Michigan justice training commission fund.....	34,800
13	Michigan state housing development authority fees	27,300
14	Michigan strategic fund.....	107,700
15	Michigan tobacco settlement authority.....	32,600
16	Michigan veterans' trust fund.....	30,000
17	Motor transport revolving fund.....	6,400
18	Office services revolving fund.....	8,400
19	State disbursement unit, office of child support	33,300
20	State services fee fund.....	1,152,400
21	Waterways fund.....	9,500
22	State general fund/general purpose.....	\$ 12,820,100
23	(7) ONE-TIME BASIS ONLY APPROPRIATIONS	
24	State employee lump-sum payments	\$ <u>270,900</u>
25	GROSS APPROPRIATION.....	\$ 270,900
26	Appropriated from:	
27	Interdepartmental grant revenues:	

1	Interdepartmental grant revenues	59,000
2	Special revenue funds:	
3	State restricted revenues	27,100
4	State general fund/general purpose	\$ 184,800
5	Sec. 106. DEPARTMENT OF STATE	
6	(1) APPROPRIATION SUMMARY	
7	Full-time equated unclassified positions..... 6.0	
8	Full-time equated classified positions..... 1,692.0	
9	GROSS APPROPRIATION.....	\$ 220,822,500
10	Interdepartmental grant revenues:	
11	Total interdepartmental grants and intradepartmental	
12	transfers	20,000,000
13	ADJUSTED GROSS APPROPRIATION.....	\$ 200,822,500
14	Federal revenues:	
15	Total federal revenues	1,810,000
16	Special revenue funds:	
17	Total local revenues	0
18	Total private revenues	100
19	Total other state restricted revenues	184,971,100
20	State general fund/general purpose	\$ 14,041,300
21	State general fund/general purpose schedule:	
22	Ongoing state general fund/general	
23	purpose	13,606,400
24	One-time state general fund/general	
25	purpose	434,900
26	(2) EXECUTIVE DIRECTION	

1	Full-time equated unclassified positions.....	6.0	
2	Full-time equated classified positions.....	30.0	
3	Secretary of state.....	\$	112,500
4	Unclassified positions--5.0 FTE positions.....		453,200
5	Operations--30.0 FTE positions.....		<u>3,807,600</u>
6	GROSS APPROPRIATION.....	\$	4,373,300
7	Appropriated from:		
8	Special revenue funds:		
9	Auto repair facilities fees.....		69,200
10	Driver fees.....		254,200
11	Expedient service fees.....		66,800
12	Parking ticket court fines.....		9,300
13	Personal identification card fees.....		29,900
14	Reinstatement fees - operator licenses.....		234,000
15	Transportation administration collection fund.....		2,363,600
16	Vehicle theft prevention fees.....		40,700
17	State general fund/general purpose.....	\$	1,305,600
18	(3) DEPARTMENT SERVICES		
19	Full-time equated classified positions.....	157.0	
20	Operations--150.0 FTE positions.....	\$	23,108,200
21	Assigned claims assessments--7.0 FTE positions.....		<u>1,098,600</u>
22	GROSS APPROPRIATION.....	\$	24,206,800
23	Appropriated from:		
24	Special revenue funds:		
25	Abandoned vehicle fees.....		481,900
26	Assigned claims assessments.....		1,098,600
27	Auto repair facilities fees.....		426,700

1	Driver improvement course fund.....		309,200
2	Child support clearance fees.....		35,200
3	Driver fees.....		786,100
4	Expedient service fees.....		264,100
5	Marine safety fund.....		81,900
6	Off-road vehicle title fees.....		8,200
7	Parking ticket court fines.....		54,300
8	Personal identification card fees.....		122,600
9	Reinstatement fees - operator licenses.....		705,800
10	Scrap tire fund.....		75,100
11	Snowmobile registration fee revenue.....		18,300
12	Transportation administration collection fund.....		19,337,400
13	Vehicle theft prevention fees.....		250,300
14	State general fund/general purpose.....	\$	151,100
15	(4) REGULATORY SERVICES		
16	Full-time equated classified positions.....	175.5	
17	Operations--173.5 FTE positions.....		\$ 19,888,100
18	Motorcycle safety education administration--2.0 FTE		
19	positions		321,800
20	Motorcycle safety education grants.....		<u>1,500,000</u>
21	GROSS APPROPRIATION.....	\$	21,709,900
22	Appropriated from:		
23	Special revenue funds:		
24	Auto repair facilities fees.....		4,265,300
25	Driver education provider and instructor fund.....		75,100
26	Driver fees.....		2,615,700
27	Expedient service fees.....		36,200

1	Motorcycle safety fund.....		1,821,800
2	Notary fee fund.....		14,100
3	Parking ticket court fines.....		21,300
4	Personal identification card fees.....		108,100
5	Reinstatement fees - operator licenses.....		2,108,200
6	Transportation administration collection fund.....		9,262,700
7	Vehicle theft prevention fees.....		1,369,600
8	State general fund/general purpose.....	\$	11,800
9	(5) CUSTOMER DELIVERY SERVICES		
10	Full-time equated classified positions.....	1,286.5	
11	Branch operations--911.5 FTE positions.....	\$	80,602,300
12	Central operations--348.0 FTE positions.....		42,128,500
13	Commemorative license plates--24.0 FTE positions.....		2,147,300
14	Credit and debit assessment service fees.....		5,000,000
15	Specialty license plates--3.0 FTE positions.....		1,000,000
16	Olympic center plate.....		75,700
17	Organ donor program.....		<u>79,100</u>
18	GROSS APPROPRIATION.....	\$	131,032,900
19	Appropriated from:		
20	Interdepartmental grant revenues:		
21	IDG from MDOT, Michigan transportation fund.....		20,000,000
22	Federal revenues:		
23	Federal funds.....		1,460,000
24	Special revenue funds:		
25	Private funds.....		100
26	Abandoned vehicle fees.....		204,800
27	Driver improvement course fund.....		1,248,400

1	Auto repair facilities fees.....	100,400
2	Child support clearance fees.....	311,700
3	Credit and debit assessment service fees.....	5,000,000
4	Driver fees.....	25,849,900
5	Expedient service fees.....	2,555,800
6	Enhanced driver license and enhanced official state	
7	personal identification card fund.....	5,302,300
8	Marine safety fund.....	1,355,700
9	Michigan state police auto theft fund.....	123,700
10	Mobile home commission fees.....	508,200
11	Off-road vehicle title fees.....	152,200
12	Parking ticket court fines.....	1,545,400
13	Personal identification card fees.....	2,205,000
14	Recreation passport fee.....	1,000,000
15	Reinstatement fees - operator licenses.....	1,554,400
16	Snowmobile registration fee revenue.....	372,000
17	Transportation administration collection fund.....	57,876,800
18	Vehicle theft prevention fees.....	218,900
19	State general fund/general purpose.....	\$ 2,087,200
20	(6) ELECTION REGULATION	
21	Full-time equated classified positions.....	43.0
22	Election administration and services--	43.0 FTE
23	positions	\$ 6,020,000
24	County clerk education and training fund.....	100,000
25	Help America vote act.....	350,000
26	Fees to local units.....	<u>109,800</u>
27	GROSS APPROPRIATION.....	\$ 6,579,800

1	Appropriated from:	
2	Federal revenues:	
3	Federal funds - HAVA HHS.....	350,000
4	Special revenue funds:	
5	Notary education and training fund.....	100,000
6	Notary fee fund.....	330,000
7	State general fund/general purpose.....	\$ 5,799,800
8	(7) DEPARTMENTWIDE APPROPRIATIONS	
9	Building occupancy charges/rent.....	\$ 9,686,400
10	Worker's compensation.....	<u>290,200</u>
11	GROSS APPROPRIATION.....	\$ 9,976,600
12	Appropriated from:	
13	Special revenue funds:	
14	Auto repair facilities fees.....	135,300
15	Driver fees.....	728,800
16	Expedient service fees.....	26,000
17	Parking ticket court fines.....	447,500
18	Transportation administration collection fund.....	5,923,700
19	State general fund/general purpose.....	\$ 2,715,300
20	(8) INFORMATION TECHNOLOGY	
21	Information technology services and projects.....	\$ <u>21,248,800</u>
22	GROSS APPROPRIATION.....	\$ 21,248,800
23	Appropriated from:	
24	Special revenue funds:	
25	Administrative order processing fee.....	11,600
26	Auto repair facilities fees.....	186,100
27	Child support clearance fees.....	16,900

1	Driver fees.....		771,000
2	Expedient service fees.....		1,063,000
3	Parking ticket court fines.....		85,800
4	Personal identification card fees.....		166,200
5	Reinstatement fees - operator licenses.....		580,400
6	Transportation administration collection fund.....		16,655,000
7	Vehicle theft prevention fees.....		177,200
8	State general fund/general purpose.....	\$	1,535,600
9	(9) ONE-TIME BASIS ONLY APPROPRIATIONS		
10	State employee lump-sum payments.....	\$	1,544,400
11	Executive direction.....		<u>150,000</u>
12	GROSS APPROPRIATION.....	\$	1,694,400
13	Appropriated from:		
14	Special revenue funds:		
15	State restricted revenues.....		1,259,500
16	State general fund/general purpose.....	\$	434,900
17	Sec. 107. DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND		
18	BUDGET		
19	(1) APPROPRIATION SUMMARY		
20	Full-time equated unclassified positions.....	6.0	
21	Full-time equated classified positions.....	2,808.0	
22	GROSS APPROPRIATION.....	\$	1,136,973,600
23	Interdepartmental grant revenues:		
24	Total interdepartmental grants and intradepartmental		
25	transfers		635,564,900
26	ADJUSTED GROSS APPROPRIATION.....	\$	501,408,700

1	Federal revenues:	
2	Total federal revenues.....	9,464,300
3	Special revenue funds:	
4	Total local revenues.....	1,320,800
5	Total private revenues.....	190,200
6	Total other state restricted revenues.....	90,517,200
7	State general fund/general purpose.....	\$ 399,916,200
8	State general fund/general purpose schedule:	
9	Ongoing state general fund/general	
10	purpose	382,124,000
11	One-time state general fund/general	
12	purpose	17,792,200
13	(2) EXECUTIVE DIRECTION	
14	Full-time equated unclassified positions.....	6.0
15	Full-time equated classified positions.....	12.0
16	Unclassified positions--6.0 FTE positions.....	\$ 796,500
17	Executive operations--12.0 FTE positions.....	<u>1,997,900</u>
18	GROSS APPROPRIATION.....	\$ 2,794,400
19	Appropriated from:	
20	Interdepartmental grant revenues:	
21	IDG from building occupancy and parking charges	178,200
22	IDG from technology user fees.....	1,537,600
23	Special revenue funds:	
24	Special revenue, internal service, and pension trust	
25	funds	267,500
26	State general fund/general purpose.....	\$ 811,100
27	(3) DEPARTMENT SERVICES	

1	Full-time equated classified positions.....	714.5	
2	Administrative services--134.5 FTE positions		\$ 16,374,500
3	Budget and financial management--135.0 FTE positions .		16,685,200
4	Office of the state employer--23.0 FTE positions		3,233,100
5	Design and construction services--40.0 FTE positions .		6,376,700
6	Business support services--95.0 FTE positions		10,040,300
7	Building operation services--210.0 FTE positions		89,263,600
8	Building occupancy charges, rent, and utilities		5,095,800
9	Motor vehicle fleet--35.0 FTE positions		57,624,000
10	Information technology services and projects		27,443,500
11	Bureau of labor market information and		
12	strategies--42.0 FTE positions.....		<u>5,587,900</u>
13	GROSS APPROPRIATION.....		\$ 237,724,600
14	Appropriated from:		
15	Interdepartmental grant revenues:		
16	IDG from accounting service centers user charges		2,716,100
17	IDG from building occupancy and parking charges		91,927,000
18	IDG from MDLARA.....		100,000
19	IDG from motor transport fund.....		57,624,000
20	IDG from MDCH.....		470,900
21	IDG from MDHS.....		203,200
22	IDG from user fees.....		6,489,300
23	IDG from technology user fees.....		7,437,000
24	Federal revenues:		
25	Federal funds.....		5,930,200
26	Special revenue funds:		
27	Deferred compensation.....		2,600

1	Health management funds.....	2,122,400
2	MAIN user charges.....	4,404,400
3	Pension trust funds.....	7,060,700
4	Special revenue, internal service, and pension trust	
5	funds	16,351,900
6	State building authority revenue.....	686,000
7	State restricted indirect funds.....	2,874,500
8	State general fund/general purpose.....	\$ 31,324,400
9	(4) TECHNOLOGY SERVICES	
10	Full-time equated classified positions..... 1,459.5	
11	Education services--29.0 FTE positions.....	\$ 3,815,800
12	Health and human services--617.5 FTE positions.....	261,710,500
13	Public protection--254.5 FTE positions.....	61,653,600
14	Resources services--146.5 FTE positions.....	18,389,500
15	Transportation services--89.5 FTE positions.....	29,547,400
16	General services--322.5 FTE positions.....	82,075,300
17	Information technology innovation fund.....	2,500,000
18	Enterprisewide IT investments.....	<u>48,000,000</u>
19	GROSS APPROPRIATION.....	\$ 507,692,100
20	Appropriated from:	
21	Interdepartmental grant revenues:	
22	IDG from technology user fees.....	457,192,100
23	State general fund/general purpose.....	\$ 50,500,000
24	(5) STATEWIDE APPROPRIATIONS	
25	Professional development fund - MPE, SEIU,	
26	scientific and engineering unit.....	\$ 125,000
27	Professional development fund - AFSCME.....	<u>50,000</u>

1	GROSS APPROPRIATION.....	\$	175,000
2	Appropriated from:		
3	Interdepartmental grant revenues:		
4	IDG from employer contributions.....		175,000
5	State general fund/general purpose.....	\$	0
6	(6) SPECIAL PROGRAMS		
7	Full-time equated classified positions.....		172.0
8	Building occupancy charges - property management		
9	services for executive/legislative building		
10	occupancy	\$	1,138,600
11	Retirement services--162.0 FTE positions		23,922,300
12	Office of children's ombudsman--10.0 FTE positions ...		<u>1,194,000</u>
13	GROSS APPROPRIATION.....	\$	26,254,900
14	Appropriated from:		
15	Special revenue funds:		
16	Deferred compensation.....		1,542,400
17	Pension trust funds.....		18,398,200
18	State general fund/general purpose.....	\$	6,314,300
19	(7) STATE BUILDING AUTHORITY RENT		
20	State building authority rent - state agencies	\$	68,305,800
21	State building authority rent - department of		
22	corrections		47,379,900
23	State building authority rent - universities		117,225,300
24	State building authority rent - community colleges ...		<u>23,959,600</u>
25	GROSS APPROPRIATION.....	\$	256,870,600
26	Appropriated from:		
27	State general fund/general purpose.....	\$	256,870,600

1	(8) CIVIL SERVICE COMMISSION		
2	Full-time equated classified positions.....	450.0	
3	Agency services--81.5 FTE positions.....	\$	12,176,300
4	Executive direction--32.5 FTE positions.....		9,134,500
5	Employee benefits--16.0 FTE positions.....		5,587,900
6	Training.....		1,300,000
7	Human resources operations--320.0 FTE positions.....		34,394,200
8	Information technology services and projects.....		<u>4,187,100</u>
9	GROSS APPROPRIATION.....	\$	66,780,000
10	Appropriated from:		
11	Interdepartmental grant revenues:		
12	IDG, training charges.....		1,300,000
13	IDG, 1% special funds.....		3,110,400
14	Federal revenues:		
15	Federal funds 1%.....		3,107,400
16	Special revenue funds:		
17	Local funds 1%.....		1,320,800
18	Private funds 1%.....		190,200
19	State restricted funds 1%.....		21,182,700
20	State restricted indirect funds.....		6,789,100
21	State sponsored group insurance.....		2,743,100
22	State sponsored group insurance, flexible spending		
23	accounts and COBRA		5,734,500
24	State general fund/general purpose.....	\$	21,301,800
25	(9) CAPITAL OUTLAY		
26	Major special maintenance, remodeling, and additions		
27	for state agencies	\$	2,000,000

1	Enterprisewide special maintenance for state	
2	facilities	15,000,000
3	University and community college construction	
4	authorization	<u>1,800</u>
5	GROSS APPROPRIATION.....	\$ 17,001,800
6	Appropriated from:	
7	Interdepartmental grant revenues:	
8	IDG from building occupancy charges	2,000,000
9	State general fund/general purpose	\$ 15,001,800
10	(10) ONE-TIME BASIS ONLY APPROPRIATIONS	
11	State employee lump-sum payments	\$ 4,680,200
12	Special maintenance, remodeling and addition - state	
13	facilities	10,000,000
14	Space consolidation fund.....	<u>7,000,000</u>
15	GROSS APPROPRIATION.....	\$ 21,680,200
16	Appropriated from:	
17	Interdepartmental grant revenues:	
18	Interdepartmental grant revenues	3,104,100
19	Federal revenues:	
20	Federal funds	426,700
21	Special revenue funds:	
22	State restricted revenues	357,200
23	State general fund/general purpose	\$ 17,792,200
24	Sec. 108. DEPARTMENT OF TREASURY	
25	(1) APPROPRIATION SUMMARY	
26	Full-time equated unclassified positions.....	10.0

1	Full-time equated classified positions.....	2,543.5	
2	GROSS APPROPRIATION.....		\$ 2,641,972,900
3	Interdepartmental grant revenues:		
4	Total interdepartmental grants and intradepartmental		
5	transfers		8,899,400
6	ADJUSTED GROSS APPROPRIATION.....		\$ 2,633,073,500
7	Federal revenues:		
8	Total federal revenues.....		698,385,900
9	Special revenue funds:		
10	Total local revenues.....		6,686,200
11	Total private revenues.....		5,380,000
12	Total other state restricted revenues.....		1,573,372,200
13	State general fund/general purpose.....		\$ 349,249,200
14	State general fund/general purpose schedule:		
15	Ongoing state general fund/general		
16	purpose	298,456,800	
17	One-time state general fund/general		
18	purpose	50,792,400	
19	(2) EXECUTIVE DIRECTION		
20	Full-time equated unclassified positions.....	10.0	
21	Full-time equated classified positions.....	5.0	
22	Unclassified positions--10.0 FTE positions.....		\$ 924,000
23	Office of the director--5.0 FTE positions.....		<u>1,497,400</u>
24	GROSS APPROPRIATION.....		\$ 2,421,400
25	Appropriated from:		
26	Federal revenues:		
27	DED-OPSE, federal lenders allowance.....		20,000

1	DED-OPSE, higher education act of 1965, insured loans	45,000
2	Special revenue funds:	
3	State lottery fund.....	255,600
4	State services fee fund.....	459,300
5	State general fund/general purpose.....	\$ 1,641,500
6	(3) DEPARTMENTWIDE APPROPRIATIONS	
7	Travel.....	\$ 1,209,500
8	Rent and building occupancy charges - property	
9	management services	5,488,300
10	Worker's compensation insurance premium.....	<u>158,600</u>
11	GROSS APPROPRIATION.....	\$ 6,856,400
12	Appropriated from:	
13	Special revenue funds:	
14	Delinquent tax collection revenue.....	3,885,000
15	State general fund/general purpose.....	\$ 2,971,400
16	(4) LOCAL GOVERNMENT PROGRAMS	
17	Full-time equated classified positions.....	100.0
18	Supervision of the general property tax law--	75.0
19	FTE positions	\$ 20,614,500
20	Property tax assessor training--4.0 FTE positions....	509,100
21	Local finance--21.0 FTE positions.....	<u>2,449,900</u>
22	GROSS APPROPRIATION.....	\$ 23,573,500
23	Appropriated from:	
24	Special revenue funds:	
25	Local - assessor training fees.....	1,344,100
26	Local - audit charges.....	768,600
27	Local - equalization study chargebacks.....	40,000

1	Local - revenue from local government		100,000
2	Delinquent tax collection revenue		1,492,700
3	Land reutilization fund		5,112,100
4	Municipal finance fees		521,200
5	Public private partnership investment fund		1,513,700
6	State general fund/general purpose	\$	12,681,100
7	(5) TAX PROGRAMS		
8	Full-time equated classified positions	812.0	
9	Customer contact--108.0 FTE positions	\$	10,911,900
10	Tax compliance--333.0 FTE positions		41,669,100
11	Tax and economic policy--121.0 FTE positions		15,020,600
12	Tax processing--148.0 FTE positions		15,943,400
13	Tax plan implementation--74.0 FTE positions		10,861,600
14	Health insurance claims fund--15.0 FTE positions		1,948,400
15	Home heating assistance		2,887,300
16	Bottle bill implementation		250,000
17	Tobacco tax enforcement--13.0 FTE positions		<u>1,500,000</u>
18	GROSS APPROPRIATION	\$	100,992,300
19	Appropriated from:		
20	Interdepartmental grant revenues:		
21	IDG, data/collection services fees		50,900
22	IDG from MDOT, Michigan transportation fund		2,500,100
23	IDG from MDOT, state aeronautics fund		68,600
24	Federal revenues:		
25	HHS-SSA, low-income energy assistance		2,887,200
26	Special revenue funds:		
27	Bottle deposit fund		250,000

1	Delinquent tax collection revenue.....	71,857,700
2	Emergency 911 fund.....	148,800
3	Health insurance claims assessment fund.....	1,948,400
4	Tobacco tax revenue.....	975,700
5	Waterways fund.....	101,700
6	State general fund/general purpose.....	\$ 20,203,200
7	(6) BANKING AND MANAGEMENT SERVICES	
8	Full-time equated classified positions.....	341.0
9	Department and budget services--51.0 FTE positions ...	\$ 4,799,600
10	Unclaimed property--26.0 FTE positions.....	4,614,800
11	Collections--203.0 FTE positions.....	26,040,300
12	Finance and accounting--23.0 FTE positions.....	2,201,900
13	Receipts processing--38.0 FTE positions.....	<u>4,006,700</u>
14	GROSS APPROPRIATION.....	\$ 41,663,300
15	Appropriated from:	
16	Interdepartmental grant revenues:	
17	IDG from accounting service center user charges.....	454,600
18	IDG from MDHS, title IV-D.....	735,900
19	IDG, levy/warrant cost assessment fees.....	2,000,000
20	IDG, state agency collection fees.....	2,513,500
21	IDG, data/collection services fees.....	229,600
22	Special revenue funds:	
23	Delinquent tax collection revenue.....	23,287,700
24	Escheats revenue.....	4,614,800
25	Garnishment fees.....	2,405,300
26	Justice system fund.....	682,500
27	State restricted indirect funds.....	258,500

1	Treasury fees.....		43,900
2	State general fund/general purpose.....	\$	4,437,000
3	(7) FINANCIAL PROGRAMS		
4	Full-time equated classified positions.....	207.5	
5	Investments--82.0 FTE positions.....	\$	19,147,400
6	John R. Justice grant program.....		287,000
7	State and authority finance--125.5 FTE positions.....		<u>43,393,800</u>
8	GROSS APPROPRIATION.....	\$	62,828,200
9	Appropriated from:		
10	Interdepartmental grant revenues:		
11	IDG, fiscal agent service fees.....		195,800
12	Federal revenues:		
13	DED-OPSE, federal lenders allowance.....		11,332,400
14	DED-OPSE, higher education act of 1965, insured loans		25,025,500
15	Federal - John R. Justice grant.....		287,000
16	Special revenue funds:		
17	Defined contribution administrative fee revenue.....		100,000
18	MFA, bond and loan program revenue.....		2,918,000
19	Michigan merit award trust fund.....		1,092,400
20	Retirement funds.....		17,847,700
21	School bond fees.....		791,300
22	Treasury fees.....		1,401,200
23	State general fund/general purpose.....	\$	1,836,900
24	(8) DEBT SERVICE		
25	Water pollution control bond and interest redemption.	\$	2,054,000
26	Quality of life bond.....		77,694,800
27	Clean Michigan initiative.....		54,300,900

1	Great Lakes water quality bond.....	<u>6,505,200</u>
2	GROSS APPROPRIATION.....	\$ 140,554,900
3	Appropriated from:	
4	Special revenue funds:	
5	Refined petroleum fund.....	5,514,500
6	State general fund/general purpose.....	\$ 135,040,400
7	(9) GRANTS	
8	Convention facility development distribution.....	\$ 74,850,000
9	Senior citizen cooperative housing tax exemption	
10	program	12,020,000
11	Emergency 911 payments.....	27,000,000
12	Health and safety fund grants.....	<u>9,000,000</u>
13	GROSS APPROPRIATION.....	\$ 122,870,000
14	Appropriated from:	
15	Special revenue funds:	
16	Emergency 911 fund.....	27,000,000
17	Convention facility development fund.....	74,850,000
18	Health and safety fund.....	9,000,000
19	State general fund/general purpose.....	\$ 12,020,000
20	(10) STATE LOTTERY	
21	Full-time equated classified positions..... 183.0	
22	Lottery operations--183.0 FTE positions.....	\$ 23,294,500
23	Promotion and advertising.....	18,622,000
24	Lottery information technology services and projects .	<u>5,083,600</u>
25	GROSS APPROPRIATION.....	\$ 47,000,100
26	Appropriated from:	
27	Special revenue funds:	

1	State lottery fund.....	47,000,100
2	State general fund/general purpose.....	\$ 0
3	(11) CASINO GAMING	
4	Full-time equated classified positions.....	126.0
5	Michigan gaming control board.....	\$ 50,000
6	Casino gaming control administration--116.0 FTE	
7	positions	24,437,100
8	Casino gaming information technology services and	
9	projects	1,743,600
10	Racing commission--10.0 FTE positions.....	<u>2,352,200</u>
11	GROSS APPROPRIATION.....	\$ 28,582,900
12	Appropriated from:	
13	Casino gambling agreements.....	719,300
14	Equine development fund.....	2,475,200
15	Laboratory fees.....	700,000
16	State services fee fund.....	24,688,400
17	State general fund/general purpose.....	\$ 0
18	(12) PAYMENTS IN LIEU OF TAXES	
19	Commercial forest reserve.....	\$ 2,334,100
20	Purchased lands.....	5,695,500
21	Swamp and tax reverted lands.....	<u>6,227,300</u>
22	GROSS APPROPRIATION.....	\$ 14,256,900
23	Appropriated from:	
24	Special revenue funds:	
25	Game and fish protection fund.....	1,475,000
26	Michigan natural resources trust fund.....	2,505,500
27	Michigan state waterways fund.....	120,000

1	State general fund/general purpose	\$	10,156,400
2	(13) MICHIGAN STRATEGIC FUND		
3	Full-time equated classified positions.....	422.0	
4	Administration--22.0 FTE positions	\$	2,989,200
5	Job creation services--137.0 FTE positions		18,124,400
6	Pure Michigan.....		25,000,000
7	Innovation and entrepreneurship.....		25,000,000
8	Business attraction and economic gardening.....		66,000,000
9	Talent fund for job training and skills development ..		13,186,700
10	Michigan film office--6.0 FTE positions		859,400
11	Community development block grants		47,000,000
12	Arts and cultural program.....		6,150,000
13	GEAR-UP program grants		3,000,000
14	Carl D. Perkins grants		19,000,000
15	Adult basic education.....		20,000,000
16	Adult education--16.0 FTE positions		2,751,100
17	Bureau of energy systems.....		4,610,900
18	Postsecondary education--9.0 FTE positions		2,738,700
19	Employment services--146.0 FTE positions		50,901,500
20	Wage and hour division--1.0 FTE positions		132,300
21	Workforce development agency administrative		
22	services--22.0 FTE positions		2,239,400
23	Workforce program administration--57.0 FTE positions .		13,848,200
24	Workforce training programs		250,798,500
25	Welfare-to-work programs		93,158,800
26	Workforce development agency rent and property		
27	management		1,483,500

1	Land bank fast track authority - bond finance--6.0	
2	FTE positions	2,993,900
3	Information technology services and projects	<u>2,951,400</u>
4	GROSS APPROPRIATION.....	\$ 674,917,900
5	Appropriated from:	
6	Interdepartmental grant revenues:	
7	IDG, MDEQ, air quality fees.....	37,600
8	Federal revenues:	
9	DAG, employment and training.....	7,308,500
10	DED-OESE, GEAR-UP.....	3,000,000
11	DED-OSERS, rehabilitation services, vocational	
12	rehabilitation state grants	1,497,300
13	DED-OVAE, adult education.....	20,000,000
14	DED-OVAE, basic grants to states.....	19,000,000
15	DOE-OEERE, multiple grants.....	4,796,800
16	DOL-ETA, workforce investment act.....	184,003,300
17	DOL, federal funds.....	127,237,700
18	Federal funds.....	7,179,000
19	HHS-temporary assistance to needy families.....	64,898,800
20	NFAH-NEA, promotion of the arts, partnership	
21	agreements	1,050,000
22	HUD-CPD, community development block grant.....	49,780,700
23	U.S. EPA revolving loan fund.....	1,000,000
24	Special revenue funds:	
25	Local revenues.....	4,433,500
26	Private funds.....	5,000,000
27	Private - oil overcharge.....	30,000

1	Private - special project advances	250,000
2	Private - Michigan council for the arts fund	100,000
3	Industry support fees	5,500
4	Contingent fund, penalty and interest	2,814,700
5	Defaulted loan collection fees	100,000
6	Land bank fast track fund	2,151,400
7	Michigan film promotion fund	631,000
8	Public utility assessments	864,700
9	21st century jobs trust fund	75,000,000
10	State general fund/general purpose	\$ 92,747,400
11	(14) REVENUE SHARING	
12	Constitutional state general revenue sharing grants ..	\$ 711,119,700
13	County incentive program	25,414,600
14	County revenue sharing	101,658,700
15	Economic vitality incentive program	<u>210,000,000</u>
16	GROSS APPROPRIATION	\$ 1,048,193,000
17	Appropriated from:	
18	Sales tax	1,046,719,700
19	State general fund/general purpose	\$ 1,473,300
20	(15) MICHIGAN STRATEGIC FUND - MICHIGAN STATE	
21	HOUSING DEVELOPMENT AUTHORITY	
22	Full-time equated classified positions	347.0
23	Payments on behalf of tenants	\$ 166,860,000
24	Housing and rental assistance--322.0 FTE positions ...	52,588,900
25	State historic preservation programs--25.0 FTE	
26	positions	3,411,500
27	Lighthouse preservation program	307,500

1	Rent and administrative support	3,846,100
2	Michigan state housing development authority	
3	technology services and projects	<u>3,368,200</u>
4	GROSS APPROPRIATION	\$ 230,382,200
5	Appropriated from:	
6	Federal revenues:	
7	HUD, lower income housing assistance	166,860,000
8	Special revenue funds:	
9	Michigan state housing development authority fees	
10	and charges	63,214,700
11	Michigan lighthouse preservation fund	307,500
12	State general fund/general purpose	\$ 0
13	(16) INFORMATION TECHNOLOGY	
14	Treasury operations information technology services	
15	and projects	<u>\$ 17,661,500</u>
16	GROSS APPROPRIATION	\$ 17,661,500
17	Appropriated from:	
18	Interdepartmental grant revenues:	
19	Federal revenues:	
20	DED-OPSE, federal lenders allowance	596,500
21	Special revenue funds:	
22	Delinquent tax collection revenue	12,960,400
23	Tobacco tax revenue	125,600
24	Retirement funds	730,800
25	State general fund/general purpose	\$ 3,248,200
26	(17) ONE-TIME BASIS ONLY APPROPRIATIONS	
27	Competitive grant assistance program	\$ 25,000,000

1	MSF - film incentives.....	50,000,000
2	MSF - precollege programs in engineering and	
3	sciences, final funding	340,000
4	MSF and MSHDA, state employee lump-sum payments	1,135,700
5	Treasury, state employee lump-sum payments	<u>2,742,700</u>
6	GROSS APPROPRIATION.....	\$ 79,218,400
7	Appropriated from:	
8	Interdepartmental grant revenues:	
9	IDG, state agency funds to treasury.....	112,800
10	Federal revenues:	
11	Federal funds, MSF.....	408,500
12	Federal funds, treasury.....	171,700
13	Special revenue funds:	
14	Sales tax.....	25,000,000
15	State restricted funds, MSF.....	54,700
16	State restricted funds, MSHDA.....	531,600
17	State restricted funds, treasury.....	2,146,700
18	State general fund/general purpose.....	\$ 50,792,400

19 PART 2

20 PROVISIONS CONCERNING APPROPRIATIONS

21 FOR FISCAL YEAR 2012-2013

22 **GENERAL SECTIONS**

23 Sec. 201. (1) Pursuant to section 30 of article IX of the

24 state constitution of 1963, total state spending from state

25 resources under part 1 for fiscal year 2012-2013 is

\$2,807,933,300.00 and state spending from state resources to be paid to local units of government for fiscal year 2012-2013 is \$1,246,445,300.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF STATE

Fees to local units.....	\$	109,800
Motorcycle safety grants.....		<u>1,251,000</u>
Subtotal.....	\$	1,360,800

DEPARTMENT OF TREASURY

Senior citizen cooperative housing tax exemption.....	\$	12,020,000
Health and safety fund grants.....		9,000,000
Constitutional state general revenue sharing grants ..		711,119,700
Economic vitality incentive program.....		215,000,000
Convention facility development fund distribution....		74,850,000
Emergency 9-1-1 payments.....		27,000,000
Competitive grant assistance program.....		25,000,000
County incentive program.....		25,414,600
County revenue sharing payments.....		101,658,700
Airport parking distribution pursuant to section 909 .		14,539,800
Payments in lieu of taxes.....		14,256,900
Welfare-to-work programs.....		<u>15,224,800</u>
Subtotal.....	\$	<u>1,245,084,500</u>
TOTAL GENERAL GOVERNMENT.....	\$	1,246,445,300

(2) Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources for fiscal year 2012-2013 is estimated at \$27,552,751,500.00 in the

1 2012-2013 appropriations acts and total state spending from state
2 sources paid to local units of government for fiscal year 2012-2013
3 is estimated at \$15,085,108,300.00. The state-local proportion is
4 estimated at 54.7% of total state spending from state resources.

5 (3) If payments to local units of government and state
6 spending from state sources for fiscal year 2012-2013 are different
7 than the amounts estimated in subsection (2), the state budget
8 director shall report the payments to local units of government and
9 state spending from state sources that were made for fiscal year
10 2012-2013 to the senate and house of representatives standing
11 committees on appropriations within 30 days after the final book-
12 closing for fiscal year 2012-2013.

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

16 Sec. 203. As used in this act:

17 (a) "AFSCME" means American federation of state, county, and
18 municipal employees.

19 (b) "ATM" means automated teller machine.

20 (c) "CDBG" means community development block grants.

21 (d) "COBRA" means the consolidated omnibus budget
22 reconciliation act of 1985, Public Law 99-272, 100 Stat. 82.

23 (e) "CPI" means consumer price index.

24 (f) "DAG" means the United States department of agriculture.

25 (g) "DED" means the United States department of education.

26 (h) "DED-OESE" means the DED office of elementary and
27 secondary education.

1 (i) "DED-OPSE" means the DED, office of postsecondary
2 education.

3 (j) "DED-OSERS" means the DED office of special education
4 rehabilitation services.

5 (k) "DED-OVAE" means the DED office of vocational and adult
6 education.

7 (l) "DOE-OEERE" means the United States department of energy,
8 office of energy efficiency and renewable energy.

9 (m) "DOI-NPS" means the United State department of interior,
10 national park service.

11 (n) "DOL-ETA" means the United States department of labor,
12 employment and training administration.

13 (o) "DOL-OSHA" means the United States department of labor,
14 occupational safety and health administration.

15 (p) "EEOC" means the United States equal employment
16 opportunity commission.

17 (q) "EPA" means the United States environmental protection
18 agency.

19 (r) "FTE" means full-time equated.

20 (s) "Fund" means the Michigan strategic fund.

21 (t) "GEAR-UP" means gaining early awareness and readiness for
22 undergraduate programs.

23 (u) "GF/GP" means general fund/general purpose.

24 (v) "HAVA" means help America vote act.

25 (w) "HHS" means the United States department of health and
26 human services.

27 (x) "HHS-OS" means the HHS office of the secretary.

1 (y) "HHS-SSA" means the HHS social security administration.

2 (z) "HUD" means the United States department of housing and
3 urban development.

4 (aa) "HUD-CPD" means the United States department of housing
5 and urban development - community planning and development.

6 (bb) "IDG" means interdepartmental grant.

7 (cc) "IDT" means intradepartmental transfer.

8 (dd) "JCOS" means the joint capital outlay subcommittee.

9 (ee) "MAIN" means the Michigan administrative information
10 network.

11 (ff) "MCL" means the Michigan Compiled Laws.

12 (gg) "MDCH" means the Michigan department of community health.

13 (hh) "MDE" means the Michigan department of education.

14 (ii) "MDELEG" means the Michigan department of energy, labor,
15 and economic growth or its successor.

16 (jj) "MDEQ" means the Michigan department of environmental
17 quality.

18 (kk) "MDHS" means the Michigan department of human services.

19 (ll) "MDMVA" means the Michigan department of military and
20 veterans affairs.

21 (mm) "MDOC" means the Michigan department of corrections.

22 (nn) "MDOT" means the Michigan department of transportation.

23 (oo) "MDSP" means the Michigan department of state police.

24 (pp) "MDTMB" means the Michigan department of technology,
25 management, and budget.

26 (qq) "MEDC" means the Michigan economic development
27 corporation, which is the public body corporate created under

1 section 28 of article VII of the state constitution of 1963 and the
2 urban cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to
3 124.512, by contractual interlocal agreement effective April 5,
4 1999, between local participating economic development corporations
5 formed under the economic development corporations act, 1974 PA
6 338, MCL 125.1601 to 125.1636, and the Michigan strategic fund.

7 (rr) "MFA" means the Michigan finance authority.

8 (ss) "MPE" means the Michigan public employees.

9 (tt) "MSC" means managerial, supervisory, and confidential.

10 (uu) "MSF" means the Michigan strategic fund.

11 (vv) "MSHDA" means Michigan state housing development
12 authority.

13 (ww) "NCCUSL" means the national conference of commissioners
14 of uniform state laws.

15 (xx) "NCSL" means the national council of state legislatures.

16 (yy) "NERE" means nonexclusively represented employees.

17 (zz) "NFAH-NEA" means the national foundation of the arts and
18 the humanities - national endowment for the arts.

19 (aaa) "PA" means public act.

20 (bbb) "PACC" means the prosecuting attorneys coordinating
21 council.

22 (ccc) "SEIU" means service employees international union.

23 Sec. 206. The department of technology, management, and budget
24 shall maintain a searchable website accessible by the public at no
25 cost that includes, but is not limited to, all of the following for
26 each department or agency:

27 (a) Fiscal year-to-date expenditures by category.

1 (b) Fiscal year-to-date expenditures by appropriation unit.

2 (c) Fiscal year-to-date payments to a selected vendor,
3 including the vendor name, payment date, payment amount, and
4 payment description.

5 (d) The number of active department employees by job
6 classification.

7 (e) Job specifications and wage rates.

8 Sec. 208. The departments and agencies receiving
9 appropriations in part 1 shall use the Internet to fulfill the
10 reporting requirements of this act. This requirement may include
11 transmission of reports via electronic mail to the recipients
12 identified for each reporting requirement, or it may include
13 placement of reports on an Internet or Intranet site.

14 Sec. 209. Funds appropriated in part 1 shall not be used for
15 the purchase of foreign goods or services, or both, if
16 competitively priced and of comparable quality American goods or
17 services, or both, are available. Preference shall be given to
18 goods or services, or both, manufactured or provided by Michigan
19 businesses, if they are competitively priced and of comparable
20 quality. In addition, preference should be given to goods or
21 services, or both, that are manufactured or provided by Michigan
22 businesses owned and operated by veterans, if they are
23 competitively priced and of comparable quality.

24 Sec. 210. The director of each department receiving
25 appropriations in part 1 shall take all reasonable steps to ensure
26 businesses in deprived and depressed communities compete for and
27 perform contracts to provide services or supplies, or both. Each

director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 211. Pursuant to section 352 of the management and budget act, 1984 PA 431, MCL 18.1352, which provides for a transfer of state general funds into or out of the countercyclical budget and economic stabilization fund, there is appropriated for the fiscal year ending September 30, 2013, from general fund/general purpose revenue for deposit into the countercyclical budget and economic stabilization fund the sum of \$130,000,000.00. The calculation required by section 352 of the management and budget act, 1984 PA 431, MCL 18.1352, is determined as follows:

	2012	2013
Michigan personal income (millions)	\$372,355	\$382,781
less: transfer payments	<u>84,544</u>	<u>87,080</u>
Subtotal	\$287,811	\$295,701
Divided by: Detroit CPI for 12 months		
ending June 30	2.153	2.192
Equals: real adjusted Michigan personal		
income	\$133,692	\$134,928
Percentage change		0.9%
Percentage change greater than 2%		0.0%
Multiplied by: estimated GF/GP revenue in		
fiscal year 2012-2013 (millions)		9,034.6
Equals: countercyclical budget and		
economic stabilization fund payout		
calculation for the fiscal year ending		

1 September 30, 2013 (millions) \$0.0

2 Sec. 212. The departments and agencies receiving
3 appropriations in part 1 shall receive and retain copies of all
4 reports funded from appropriations in part 1. Federal and state
5 guidelines for short-term and long-term retention of records shall
6 be followed. The department may electronically retain copies of
7 reports unless otherwise required by federal and state guidelines.

8 Sec. 213. Funds appropriated in part 1 shall not be used by
9 this state, a department, an agency, or an authority of this state
10 to purchase an ownership interest in a casino enterprise or a
11 gambling operation as those terms are defined in the Michigan
12 gaming control and revenue act, 1996 IL 1, MCL 432.201 to 432.226.

13 Sec. 214. From the funds appropriated in part 1 for
14 information technology, departments and agencies shall pay user
15 fees to the department of technology, management, and budget for
16 technology-related services and projects. Such user fees shall be
17 subject to provisions of an interagency agreement between the
18 departments and agencies and the department of technology,
19 management, and budget.

20 Sec. 215. A department or state agency shall not take
21 disciplinary action against an employee for communicating with a
22 member of the legislature or his or her staff.

23 Sec. 216. (1) Due to the current budgetary problems in this
24 state, out-of-state travel shall be limited to situations in which
25 1 or more of the following conditions apply:

26 (a) The travel is required by legal mandate or court order or
27 for law enforcement purposes.

1 (b) The travel is necessary to protect the health or safety of
2 Michigan citizens or visitors or to assist other states in similar
3 circumstances.

4 (c) The travel is necessary to produce budgetary savings or to
5 increase state revenues, including protecting existing federal
6 funds or securing additional federal funds.

7 (d) The travel is necessary to comply with federal
8 requirements.

9 (e) The travel is necessary to secure specialized training for
10 staff that is not available within this state.

11 (f) The travel is financed entirely by federal or nonstate
12 funds.

13 (2) If out-of-state travel is necessary but does not meet 1 or
14 more of the conditions in subsection (1), the state budget director
15 may grant exceptions to allow the travel. Any exceptions granted by
16 the state budget director shall be reported on a quarterly basis to
17 the senate and house of representatives standing committees on
18 appropriations.

19 Sec. 217. General fund appropriations in this act shall not be
20 expended for items in cases where federal funding is available for
21 the same expenditures.

22 Sec. 220. Funds appropriated in this act shall not be used to
23 administer a committee or to solicit or obtain contributions for a
24 committee. As used in this section, "committee" means that term as
25 defined in section 3 of the Michigan campaign finance act, 1976 PA
26 388, MCL 169.203.

27 Sec. 221. Each department shall report no later than April 1

1 on each specific policy change made to implement a public act
2 affecting the department that took effect during the prior calendar
3 year to the senate and house of representatives standing committees
4 on appropriations subcommittees on general government, the joint
5 committee on administrative rules, and the senate and house fiscal
6 agencies.

7 Sec. 226. Funds appropriated in part 1 shall not be used by a
8 principal executive department, state agency, or authority to hire
9 a person to provide legal services that are the responsibility of
10 the attorney general. This prohibition does not apply to legal
11 services for bonding activities and for those activities that the
12 attorney general authorizes.

13 Sec. 227. Within 14 days after the release of the executive
14 budget recommendation, the departments and agencies receiving
15 appropriations in this act shall provide the state budget director,
16 the chairs of the senate and house of representatives standing
17 committees on appropriations, the senate and house of
18 representatives standing committees on appropriations subcommittees
19 on general government, and the senate and house fiscal agencies
20 with an annual report on estimated state restricted fund balances,
21 state restricted fund projected revenues, and state restricted fund
22 expenditures for the fiscal years ending September 30, 2012 and
23 September 30, 2013.

24 Sec. 228. Not later than November 30, the state budget office
25 shall prepare and transmit a report that provides for estimates of
26 the total general fund/general purpose appropriation lapses at the
27 close of the prior fiscal year. This report shall summarize the

1 projected year-end general fund/general purpose appropriation
2 lapses by major departmental program or program areas. The report
3 shall be transmitted to the office of the state budget, the
4 chairpersons of the senate and house of representatives standing
5 committees on appropriations, and the senate and house fiscal
6 agencies.

7 Sec. 229. If the office of the auditor general has identified
8 an initiative or made a recommendation that is related to savings
9 and efficiencies in an audit report for an executive branch
10 department or agency, the department or agency shall report within
11 6 months of the release of the audit on their efforts and progress
12 made toward achieving the savings and efficiencies identified in
13 the audit report. The report shall be submitted to the chairs of
14 the senate and house of representatives standing committees on
15 appropriations, the chairs of the senate and house of
16 representatives standing committees with jurisdiction over matters
17 relating to the department that is audited, and the senate and
18 house fiscal agencies.

19 **DEPARTMENT OF ATTORNEY GENERAL**

20 Sec. 301. (1) In addition to the funds appropriated in part 1,
21 there is appropriated an amount not to exceed \$1,500,000.00 for
22 federal contingency funds. These funds are not available for
23 expenditure until they have been transferred to another line item
24 in this act under section 393(2) of the management and budget act,
25 1984 PA 431, MCL 18.1393.

26 (2) In addition to the funds appropriated in part 1, there is

1 appropriated an amount not to exceed \$1,500,000.00 for state
2 restricted contingency funds. These funds are not available for
3 expenditure until they have been transferred to another line item
4 in this act under section 393(2) of the management and budget act,
5 1984 PA 431, MCL 18.1393.

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

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

18 Sec. 302. (1) The attorney general shall perform all legal
19 services, including representation before courts and administrative
20 agencies rendering legal opinions and providing legal advice to a
21 principal executive department or state agency. A principal
22 executive department or state agency shall not employ or enter into
23 a contract with any other person for services described in this
24 section.

25 (2) The attorney general shall defend judges of all state
26 courts if a claim is made or a civil action is commenced for
27 injuries to persons or property caused by the judge through the

1 performance of the judge's duties while acting within the scope of
2 his or her authority as a judge.

3 (3) The attorney general shall perform the duties specified in
4 1846 RS 12, MCL 14.28 to 14.35, and 1919 PA 232, MCL 14.101 to
5 14.102, and as otherwise provided by law.

6 Sec. 303. The attorney general may sell copies of the biennial
7 report in excess of the 350 copies that the attorney general may
8 distribute on a gratis basis. Gratis copies shall not be provided
9 to members of the legislature. Electronic copies of biennial
10 reports shall be made available on the department of attorney
11 general's website. The attorney general shall sell copies of the
12 report at not less than the actual cost of the report and shall
13 deposit the money received into the general fund.

14 Sec. 304. The department of attorney general is responsible
15 for the legal representation for state of Michigan state employee
16 worker's disability compensation cases. The risk management
17 revolving fund revenue appropriation in part 1 is to be satisfied
18 by billings from the department of attorney general for the actual
19 costs of legal representation, including salaries and support
20 costs.

21 Sec. 305. In addition to the funds appropriated in part 1, not
22 more than \$400,000.00 shall be reimbursed per fiscal year for food
23 stamp fraud cases heard by the third circuit court of Wayne County
24 that were initiated by the department of attorney general pursuant
25 to the existing contract between the department of human services,
26 the prosecuting attorneys association of Michigan, and the
27 department of attorney general. The source of this funding is money

1 earned by the department of attorney general under the agreement
2 after the allowance for reimbursement to the department of attorney
3 general for costs associated with the prosecution of food stamp
4 fraud cases. It is recognized that the federal funds are earned by
5 the department of attorney general for its documented progress on
6 the prosecution of food stamp fraud cases according to the United
7 States department of agriculture regulations and that, once earned
8 by this state, the funds become state funds.

9 Sec. 306. Any proceeds from a lawsuit initiated by or
10 settlement agreement entered into on behalf of this state against a
11 manufacturer of tobacco products by the attorney general are state
12 funds and are subject to appropriation as provided by law.

13 Sec. 307. (1) In addition to the antitrust revenues in part 1,
14 antitrust, securities fraud, consumer protection or class action
15 enforcement revenues, or attorney fees recovered by the department,
16 not to exceed \$250,000.00, are appropriated to the department for
17 antitrust, securities fraud, and consumer protection or class
18 action enforcement cases.

19 (2) Any unexpended funds from antitrust, securities fraud, or
20 consumer protection or class action enforcement revenues at the end
21 of the fiscal year, including antitrust funds in part 1, may be
22 carried forward for expenditure in the following fiscal year up to
23 the maximum authorization of \$250,000.00.

24 Sec. 308. (1) In addition to the funds appropriated in part 1,
25 there is appropriated up to \$500,000.00 from litigation expense
26 reimbursements awarded to the state.

27 (2) The funds may be expended for the payment of court

1 judgments or settlements, attorney fees, and litigation expenses
2 not including salaries and support costs, assessed against the
3 office of the governor, the department of the attorney general, the
4 governor, or the attorney general when acting in an official
5 capacity as the named party in litigation against the state. The
6 funds may also be expended for the payment of state costs incurred
7 under section 16 of chapter X of the code of criminal procedure,
8 1927 PA 175, MCL 770.16.

9 (3) Unexpended funds at the end of the fiscal year may be
10 carried forward for expenditure in the following year, up to a
11 maximum authorization of \$500,000.00.

12 Sec. 309. From the prisoner reimbursement funds appropriated
13 in part 1, the department may spend up to \$497,900.00 on activities
14 related to the state correctional facilities reimbursement act,
15 1935 PA 253, MCL 800.401 to 800.406. In addition to the funds
16 appropriated in part 1, if the department collects in excess of
17 \$1,131,000.00 in gross annual prisoner reimbursement receipts
18 provided to the general fund, the excess, up to a maximum of
19 \$1,000,000.00, is appropriated to the department of attorney
20 general and may be spent on the representation of the department of
21 corrections and its officers, employees, and agents, including, but
22 not limited to, the defense of litigation against the state, its
23 departments, officers, employees, or agents in civil actions filed
24 by prisoners.

25 Sec. 310. (1) For the purposes of providing title IV-D child
26 support enforcement funding, the department of human services, as
27 the state IV-D agency, shall maintain a cooperative agreement with

1 the attorney general for federal IV-D funding to support the child
2 support enforcement activities within the office of the attorney
3 general.

4 (2) The attorney general or his or her designee shall, to the
5 extent allowable under federal law, have access to any information
6 used by the state to locate parents who fail to pay court-ordered
7 child support.

8 Sec. 312. The department of attorney general shall not receive
9 and expend funds in addition to those authorized in part 1 for
10 legal services provided specifically to other state departments or
11 agencies except for costs for expert witnesses, court costs, or
12 other nonsalary litigation expenses associated with a pending legal
13 action.

14 DEPARTMENT OF CIVIL RIGHTS

15 Sec. 401. (1) In addition to the funds appropriated in part 1,
16 there is appropriated an amount not to exceed \$2,000,000.00 for
17 federal contingency funds. These funds are not available for
18 expenditure until they have been transferred to another line item
19 in this act under section 393(2) of the management and budget act,
20 1984 PA 431, MCL 18.1393.

21 (2) In addition to the funds appropriated in part 1, there is
22 appropriated an amount not to exceed \$750,000.00 for private
23 contingency funds. These funds are not available for expenditure
24 until they have been transferred to another line item in this act
25 under section 393(2) of the management and budget act, 1984 PA 431,
26 MCL 18.1393.

1 Sec. 402. (1) In addition to the appropriations contained in
2 part 1, the department of civil rights may receive and expend funds
3 from local or private sources for all of the following purposes:

4 (a) Developing and presenting training for employers on equal
5 employment opportunity law and procedures.

6 (b) The publication and sale of civil rights related
7 informational material.

8 (c) The provision of copy material made available under
9 freedom of information requests.

10 (d) Other copy fees, subpoena fees, and witness fees.

11 (e) Developing, presenting, and participating in mediation
12 processes for certain civil rights cases.

13 (f) Workshops, seminars, and recognition or award programs
14 consistent with the programmatic mission of the individual unit
15 sponsoring or coordinating the programs.

16 (g) Staffing costs for all activities included in this
17 subsection.

18 (2) The department of civil rights shall annually report to
19 the state budget director, the senate and house of representatives
20 standing committees on appropriations, and the senate and house
21 fiscal agencies the amount of funds received and expended for
22 purposes authorized under this section.

23 Sec. 403. The department of civil rights may contract with
24 local units of government to review equal employment opportunity
25 compliance of potential contractors and may charge for and expend
26 amounts received from local units of government for the purpose of
27 developing and providing these contractual services.

1 **LEGISLATURE**

2 Sec. 600. The senate, the house of representatives, or an
3 agency within the legislative branch may receive, expend, and
4 transfer funds in addition to those authorized in part 1.

5 Sec. 601. (1) Funds appropriated in part 1 to an entity within
6 the legislative branch shall not be expended or transferred to
7 another account without written approval of the authorized agent of
8 the legislative entity. If the authorized agent of the legislative
9 entity notifies the state budget director of its approval of an
10 expenditure or transfer before the year-end book-closing date for
11 that legislative entity, the state budget director shall
12 immediately make the expenditure or transfer. The authorized
13 legislative entity agency shall be designated by the speaker of the
14 house of representatives for house entities, the senate majority
15 leader for senate entities, and the legislative council for
16 legislative council entities.

17 (2) Funds appropriated within the legislative branch, to a
18 legislative council component, shall not be expended by any agency
19 or other subgroup included in that component without the approval
20 of the legislative council.

21 Sec. 602. The senate may charge rent and assess charges for
22 utility costs. The amounts received for rent charges and utility
23 assessments are appropriated to the senate for the renovation,
24 operation, and maintenance of the Farnum building and other
25 properties.

26 Sec. 603. The appropriation contained in part 1 for national

1 association dues is to be distributed by the legislative council.
2 From the funding appropriated, \$53,000.00 shall be paid as annual
3 dues to the national conference of commissioners on uniform state
4 laws.

5 Sec. 604. (1) The appropriation in part 1 to the legislative
6 council includes funds to operate the legislative parking
7 facilities in the capitol area. The legislative council shall
8 establish rules regarding the operation of the legislative parking
9 facilities.

10 (2) The legislative council shall collect a fee from state
11 employees and the general public using certain legislative parking
12 facilities. The revenues received from the parking fees shall be
13 allocated by the legislative council.

14 Sec. 605. The appropriation in part 1 to the legislative
15 council for publication of the Michigan manual is a work project
16 account. The unexpended portion remaining on September 30 shall not
17 lapse and shall be carried forward into the subsequent fiscal year
18 for use in paying the associated biennial costs of publication of
19 the Michigan manual.

20 Sec. 606. The appropriations in part 1 to the legislative
21 branch, for property management, shall be used to purchase
22 equipment and services for building maintenance in order to ensure
23 a safe and productive work environment. These funds are designated
24 as work project appropriations and shall not lapse at the end of
25 the fiscal year, and shall continue to be available for expenditure
26 until the project has been completed. The total cost is estimated
27 at \$500,000.00, and the tentative completion date is September 30,

1 2017.

2 Sec. 607. The appropriations in part 1 to the legislative
3 branch, for automated data processing, shall be used to purchase
4 equipment, software, and services in order to support and implement
5 data processing requirements and technology improvements. These
6 funds are designated as work project appropriations and shall not
7 lapse at the end of the fiscal year, and shall continue to be
8 available for expenditure until the project has been completed. The
9 total cost is estimated at \$500,000.00, and the tentative
10 completion date is September 30, 2017.

11 Sec. 608. In addition to funds appropriated in part 1, the
12 Michigan capitol committee publications save the flags fund account
13 may accept contributions, gifts, bequests, devises, grants, and
14 donations. Those funds that are not expended in the fiscal year
15 ending September 30 shall not lapse at the close of the fiscal
16 year, and shall be carried forward for expenditure in the following
17 fiscal years.

18 Sec. 609. From the funds appropriated in part 1 for capitol
19 restoration maintenance and renewal, amounts shall be allocated as
20 follows:

21 (a) \$1,500,000.00 to the house of representatives.

22 (b) \$1,500,000.00 to the senate.

23 (c) \$100,000.00 to capitol facilities.

24 **LEGISLATIVE AUDITOR GENERAL**

25 Sec. 620. Pursuant to section 53 of article IV of the state
26 constitution of 1963, the auditor general shall conduct audits of

1 the judicial branch. The audits may include the supreme court and
2 its administrative units, the court of appeals, and trial courts.

3 Sec. 621. (1) The auditor general shall take all reasonable
4 steps to ensure that certified minority- and women-owned and
5 operated accounting firms, and accounting firms owned and operated
6 by persons with disabilities participate in the audits of the
7 books, accounts, and financial affairs of each principal executive
8 department, branch, institution, agency, and office of this state.

9 (2) The auditor general shall strongly encourage firms with
10 which the auditor general contracts to perform audits of the
11 principal executive departments and state agencies to subcontract
12 with certified minority- and women-owned and operated accounting
13 firms, and accounting firms owned and operated by persons with
14 disabilities.

15 (3) The auditor general shall compile an annual report
16 regarding the number of contracts entered into with certified
17 minority- and women-owned and operated accounting firms, and
18 accounting firms owned and operated by persons with disabilities.
19 The auditor general shall deliver the report to the state budget
20 director and the senate and house of representatives standing
21 committees on appropriations subcommittees on general government by
22 November 1 of each year.

23 Sec. 622. From the funds appropriated in part 1 to the
24 legislative auditor general, the auditor general's salary and the
25 salaries of the remaining 2.0 FTE unclassified positions shall be
26 set by the speaker of the house of representatives, the senate
27 majority leader, the house of representatives minority leader, and

1 the senate minority leader.

2 Sec. 623. Any audits, reviews, or investigations requested of
3 the auditor general by the legislature or by legislative
4 leadership, legislative committees, or individual legislators shall
5 include an estimate of the additional costs involved and, when
6 those costs exceed \$50,000.00, should provide supplemental funding.
7 The auditor general shall determine whether to perform those
8 activities in keeping with Audit Directive No. 29, which describes
9 the office of the auditor general's policy on responding to
10 legislative requests.

11 **DEPARTMENT OF STATE**

12 Sec. 701. (1) In addition to the funds appropriated in part 1,
13 there is appropriated an amount not to exceed \$2,000,000.00 for
14 federal contingency funds. These funds are not available for
15 expenditure until they have been transferred to another line item
16 in this act under section 393(2) of the management and budget act,
17 1984 PA 431, MCL 18.1393.

18 (2) In addition to the funds appropriated in part 1, there is
19 appropriated an amount not to exceed \$7,500,000.00 for state
20 restricted contingency funds. These funds are not available for
21 expenditure until they have been transferred to another line item
22 in this act under section 393(2) of the management and budget act,
23 1984 PA 431, MCL 18.1393.

24 (3) In addition to the funds appropriated in part 1, there is
25 appropriated an amount not to exceed \$50,000.00 for local
26 contingency funds. These funds are not available for expenditure

1 until they have been transferred to another line item in this act
2 under section 393(2) of the management and budget act, 1984 PA 431,
3 MCL 18.1393.

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

10 Sec. 702. All funds made available by section 3171 of the
11 insurance code of 1956, 1956 PA 218, MCL 500.3171, are appropriated
12 and made available to the department of state to be expended only
13 for the uses and purposes for which the funds are received as
14 provided by sections 3171 to 3177 of the insurance code of 1956,
15 1956 PA 218, MCL 500.3171 to 500.3177.

16 Sec. 703. From the funds appropriated in part 1, the
17 department of state shall sell copies of records including, but not
18 limited to, records of motor vehicles, off-road vehicles,
19 snowmobiles, watercraft, mobile homes, personal identification
20 cardholders, drivers, and boat operators and shall charge \$7.00 per
21 record sold only as authorized in section 208b of the Michigan
22 vehicle code, 1949 PA 300, MCL 257.208b, section 7 of 1972 PA 222,
23 MCL 28.297, and sections 80130, 80315, 81114, and 82156 of the
24 natural resources and environmental protection act, 1994 PA 451,
25 MCL 324.80130, 324.80315, 324.81114, and 324.82156. The revenue
26 received from the sale of records shall be credited to the
27 transportation administration collection fund created under section

1 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b.

2 Sec. 704. From the funds appropriated in part 1, the secretary
3 of state may enter into agreements with the department of
4 corrections for the manufacture of vehicle registration plates 15
5 months before the registration year in which the registration
6 plates will be used.

7 Sec. 705. (1) The department of state may accept gifts,
8 donations, contributions, and grants of money and other property
9 from any private or public source to underwrite, in whole or in
10 part, the cost of a departmental publication that is prepared and
11 disseminated under the Michigan vehicle code, 1949 PA 300, MCL
12 257.1 to 257.923. A private or public funding source may receive
13 written recognition in the publication and may furnish a traffic
14 safety message, subject to departmental approval, for inclusion in
15 the publication. The department may reject a gift, donation,
16 contribution, or grant. The department may furnish copies of a
17 publication underwritten, in whole or in part, by a private source
18 to the underwriter at no charge.

19 (2) The department of state may sell and accept paid
20 advertising for placement in a departmental publication that is
21 prepared and disseminated under the Michigan vehicle code, 1949 PA
22 300, MCL 257.1 to 257.923. The department may charge and receive a
23 fee for any advertisement appearing in a departmental publication
24 and shall review and approve the content of each advertisement. The
25 department may refuse to accept advertising from any person or
26 organization. The department may furnish a reasonable number of
27 copies of a publication to an advertiser at no charge.

1 (3) Pending expenditure, the funds received under this section
2 shall be deposited in the Michigan department of state publications
3 fund created by section 211 of the Michigan vehicle code, 1949 PA
4 300, MCL 257.211. Funds given, donated, or contributed to the
5 department from a private source are appropriated and allocated for
6 the purpose for which the revenue is furnished. Funds granted to
7 the department from a public source are allocated and may be
8 expended upon receipt. The department shall not accept a gift,
9 donation, contribution, or grant if receipt is conditioned upon a
10 commitment of state funding at a future date. Revenue received from
11 the sale of advertising is appropriated and may be expended upon
12 receipt.

13 (4) Any unexpended revenues received under this section shall
14 be carried over into subsequent fiscal years and shall be available
15 for appropriation for the purposes described in this section.

16 (5) On March 1 of each year, the department of state shall
17 file a report with the senate and house of representatives standing
18 committees on appropriations, the senate and house fiscal agencies,
19 and the state budget director. The report shall include all of the
20 following information:

21 (a) The amount of gifts, contributions, donations, and grants
22 of money received by the department under this section for the
23 prior fiscal year.

24 (b) A listing of the expenditures made from the amounts
25 received by the department as reported in subdivision (a).

26 (c) A listing of any gift, donation, contribution, or grant of
27 property other than funding received by the department under this

1 section for the prior year.

2 (d) The total revenue received from the sale of paid
3 advertising accepted under this section and a statement of the
4 total number of advertising transactions.

5 (6) In addition to copies delivered without charge as the
6 secretary of state considers necessary, the department of state may
7 sell copies of manuals and other publications regarding the sale,
8 ownership, or operation or regulation of motor vehicles, with
9 amendments, at prices to be established by the secretary of state.

10 As used in this subsection, the term "manuals and other
11 publications" includes videos and proprietary electronic
12 publications. All funds received from sales of these manuals and
13 other publications shall be credited to the Michigan department of
14 state publications fund.

15 Sec. 707. Funds collected by the department of state under
16 section 211 of the Michigan vehicle code, 1949 PA 300, MCL 257.211,
17 are appropriated for all expenses necessary to provide for the
18 costs of the publication. Funds are allotted for expenditure when
19 they are received by the department of treasury and shall not lapse
20 to the general fund at the end of the fiscal year.

21 Sec. 708. From the funds appropriated in part 1, the
22 department of state shall use available balances at the end of the
23 state fiscal year to provide payment to the department of state
24 police in the amount of \$332,000.00 for the services provided by
25 the traffic accident records program as first appropriated in 1990
26 PA 196 and 1990 PA 208.

27 Sec. 709. From the funds appropriated in part 1, the

1 department of state may restrict funds from miscellaneous revenue
2 to cover cash shortages created from normal branch office
3 operations. This amount shall not exceed \$50,000.00 of the total
4 funds available in miscellaneous revenue.

5 Sec. 710. (1) Commemorative and specialty license plate fee
6 revenue collected by the department of state and deposited into the
7 transportation administration collection fund is authorized for
8 expenditure up to the amount of revenue collected but not to exceed
9 the amount appropriated to the department of state in part 1 to
10 administer commemorative and specialty license plate programs.

11 (2) Commemorative and specialty license plate fee revenue
12 collected by the department of state and deposited in the
13 transportation administration collection fund, in addition to the
14 amount appropriated in part 1 to the department of state, shall
15 remain in the transportation administration collection fund and be
16 available for future appropriation.

17 Sec. 711. Collector plate and fund-raising registration plate
18 revenues collected by the department of state are appropriated and
19 allotted for distribution to the recipient university or public or
20 private agency overseeing a state-sponsored goal when received.
21 Distributions shall occur on a quarterly basis or as otherwise
22 authorized by law. Any revenues remaining at the end of the fiscal
23 year shall not lapse to the general fund but shall remain available
24 for distribution to the university or agency in the next fiscal
25 year.

26 Sec. 712. The department of state may produce and sell copies
27 of a training video designed to inform registered automotive repair

1 facilities of their obligations under Michigan law. The price shall
2 not exceed the cost of production and distribution. The money
3 received from the sale of training videos shall revert to the
4 department of state and be placed in the auto repair facility
5 account.

6 Sec. 713. (1) The department of state, in collaboration with
7 the gift of life transplantation society or its successor federally
8 designated organ procurement organization, may develop and
9 administer a public information campaign concerning the Michigan
10 organ donor program.

11 (2) The department may solicit funds from any private or
12 public source to underwrite, in whole or in part, the public
13 information campaign authorized by this section. The department may
14 accept gifts, donations, contributions, and grants of money and
15 other property from private and public sources for this purpose. A
16 private or public funding source underwriting the public
17 information campaign, in whole or in substantial part, shall
18 receive sponsorship credit for its financial backing.

19 (3) Funds received under this section, including grants from
20 state and federal agencies, shall not lapse to the general fund at
21 the end of the fiscal year but shall remain available for
22 expenditure for the purposes described in this section.

23 (4) Funding appropriated in part 1 for the organ donor program
24 shall be used for producing a pamphlet to be distributed with
25 driver licenses and personal identification cards regarding organ
26 donations. The funds shall be used to update and print a pamphlet
27 that will explain the organ donor program and encourage people to

1 become donors by marking a checkoff on driver license and personal
2 identification card applications.

3 (5) The pamphlet shall include a return reply form addressed
4 to the gift of life organization. Funding appropriated in part 1
5 for the organ donor program shall be used to pay for return postage
6 costs.

7 (6) In addition to the appropriations in part 1, the
8 department of state may receive and expend funds from the organ and
9 tissue donation education fund for administrative expenses.

10 Sec. 714. At least 180 days before closing or consolidating a
11 branch office and at least 60 days before relocating a branch
12 office, the department of state shall inform members of the senate
13 and house of representatives standing committees on appropriations
14 and legislators who represent affected areas regarding the details
15 of the proposal. The information provided shall be in written form
16 and include all analyses done regarding criteria for changes in the
17 location of branch offices, including, but not limited to, branch
18 transactions, revenue, and the impact on citizens of the affected
19 area. The impact on citizens shall include information regarding
20 additional distance to branch office locations resulting from the
21 plan. The written notice provided by the department of state shall
22 also include detailed estimates of costs and savings that will
23 result from the overall changes made to the branch office structure
24 and the same level of detail regarding costs for new leased
25 facilities and expansions of current leased space.

26 Sec. 715. (1) Any service assessment collected by the
27 department of state from the user of a credit or debit card under

1 section 3 of 1995 PA 144, MCL 11.23, may be used by the department
2 for necessary expenses related to that service and may be remitted
3 to a credit or debit card company, bank, or other financial
4 institution.

5 (2) The service assessment imposed by the department of state
6 for credit and debit card services may be based either on a
7 percentage of each individual credit or debit card transaction, or
8 on a flat rate per transaction, or both, scaled to the amount of
9 the transaction. However, the department shall not charge any
10 amount for a service assessment which exceeds the costs billable to
11 the department for service assessments.

12 (3) If there is a balance of service assessments received from
13 credit and debit card services remaining on September 30, the
14 balance may be carried forward to the following fiscal year and
15 appropriated for the same purpose.

16 (4) As used in this section, "service assessment" means and
17 includes costs associated with service fees imposed by credit and
18 debit card companies and processing fees imposed by banks and other
19 financial institutions.

20 Sec. 716b. The department of state shall provide a report that
21 calculates the total amount of funds expended for the business
22 application modernization project to date from the inception of the
23 program. The report shall contain information on the original start
24 and completion dates for the project, the original cost to complete
25 the project, and a listing of all revisions to project completion
26 dates and costs. The report shall include the total amount of funds
27 paid to the state by the contract provider for penalties. The

1 report shall be submitted to the senate and house of
2 representatives standing committees on appropriations, the senate
3 and house fiscal agencies, and the state budget director by January
4 1.

5 Sec. 717. (1) The department of state may accept nonmonetary
6 gifts, donations, or contributions of property from any private or
7 public source to support, in whole or in part, the operation of a
8 departmental function relating to licensing, regulation, or safety.
9 The department may recognize a private or public contributor for
10 making the contribution. The department may reject a gift,
11 donation, or contribution.

12 (2) The department of state shall not accept a gift, donation,
13 or contribution under subsection (1) if receipt of the gift,
14 donation, or contribution is conditioned upon a commitment of
15 future state funding.

16 (3) On March 1 of each year, the department of state shall
17 file a report with the senate and house of representatives standing
18 committees on appropriations, the senate and house fiscal agencies,
19 and the state budget director. The report shall list any gift,
20 donation, or contribution received by the department under
21 subsection (1) for the prior calendar year.

22 Sec. 718. From the funds appropriated in part 1 to the
23 department of state, branch operations, the department shall
24 maintain a full service secretary of state branch office in Buena
25 Vista Township.

26 Sec. 719. From the funds appropriated in part 1 for the
27 department of state, the department shall first use restricted

1 funding for expenditures, when available for that purpose, before
2 using general fund dollars.

3 Sec. 721. From the funds appropriated in part 1, the
4 department of state may collect ATM commission fees from companies
5 that have ATMs located in secretary of state branch offices. The
6 commission received from the use of these ATMs shall be credited to
7 the transportation administration collection fund created under
8 section 810b of the Michigan vehicle code, 1949 PA 300, MCL
9 257.810b.

10 **DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND BUDGET**

11 Sec. 801. (1) In addition to the funds appropriated in part 1,
12 there is appropriated an amount not to exceed \$4,000,000.00 for
13 federal contingency funds. These funds are not available for
14 expenditure until they have been transferred to another line item
15 in this act under section 393(2) of the management and budget act,
16 1984 PA 431, MCL 18.1393.

17 (2) In addition to the funds appropriated in part 1, there is
18 appropriated an amount not to exceed \$8,000,000.00 for state
19 restricted contingency funds. These funds are not available for
20 expenditure until they have been transferred to another line item
21 in this act under section 393(2) of the management and budget act,
22 1984 PA 431, MCL 18.1393.

23 (3) In addition to the funds appropriated in part 1, there is
24 appropriated an amount not to exceed \$150,000.00 for local
25 contingency funds. These funds are not available for expenditure
26 until they have been transferred to another line item in this act

1 under section 393(2) of the management and budget act, 1984 PA 431,
2 MCL 18.1393.

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

9 Sec. 802. Proceeds in excess of necessary costs incurred in
10 the conduct of transfers or auctions of state surplus, salvage, or
11 scrap property made pursuant to section 267 of the management and
12 budget act, 1984 PA 431, MCL 18.1267, are appropriated to the
13 department of technology, management, and budget to offset costs
14 incurred in the acquisition and distribution of federal surplus
15 property. The department of technology, management, and budget
16 shall provide consolidated Internet auction services through the
17 state's contractors for all local units of government.

18 Sec. 803. (1) The department of technology, management, and
19 budget may receive and expend funds in addition to those authorized
20 by part 1 for maintenance and operation services provided
21 specifically to other principal executive departments or state
22 agencies, the legislative branch, the judicial branch, or private
23 tenants, or provided in connection with facilities transferred to
24 the operational jurisdiction of the department of technology,
25 management, and budget.

26 (2) The department of technology, management, and budget may
27 receive and expend funds in addition to those authorized by part 1

1 for real estate, architectural, design, and engineering services
2 provided specifically to other principal executive departments or
3 state agencies, the legislative branch, or the judicial branch.

4 (3) The department of technology, management, and budget may
5 receive and expend funds in addition to those authorized in part 1
6 for mail pickup and delivery services provided specifically to
7 other principal executive departments and state agencies, the
8 legislative branch, or the judicial branch.

9 (4) The department of technology, management, and budget may
10 receive and expend funds in addition to those authorized in part 1
11 for purchasing services provided specifically to other principal
12 executive departments and state agencies, the legislative branch,
13 or the judicial branch.

14 Sec. 804. (1) The source of financing in part 1 for statewide
15 appropriations shall be funded by assessments against longevity and
16 insurance appropriations throughout state government in a manner
17 prescribed by the department of technology, management, and budget.
18 Funds shall be used as specified in joint labor/management
19 agreements or through the coordinated compensation hearings
20 process. Any deposits made under this subsection and any
21 unencumbered funds are restricted revenues, may be carried over
22 into the succeeding fiscal years, and are appropriated.

23 (2) In addition to the funds appropriated in part 1 for
24 statewide appropriations, the department of technology, management,
25 and budget may receive and expend funds in such additional amounts
26 as may be specified in joint labor/management agreements or through
27 the coordinated compensation hearings process in the same manner

1 and subject to the same conditions as prescribed in subsection (1).

2 Sec. 805. To the extent a specific appropriation is required
3 for a detailed source of financing included in part 1 for the
4 department of technology, management, and budget appropriations
5 financed from special revenue and internal service and pension
6 trust funds, or MAIN user charges, the specific amounts are
7 appropriated within the special revenue internal service and
8 pension trust funds in portions not to exceed the aggregate amount
9 appropriated in part 1.

10 Sec. 806. In addition to the funds appropriated in part 1 to
11 the department of technology, management, and budget, the
12 department may receive and expend funds from other principal
13 executive departments and state agencies to implement
14 administrative leave bank transfer provisions as may be specified
15 in joint labor/management agreements. The amounts may also be
16 transferred to other principal executive departments and state
17 agencies under the joint agreement and any amounts transferred
18 under the joint agreement are authorized for receipt and
19 expenditure by the receiving principal executive department or
20 state agency. Any amounts received by the department of technology,
21 management, and budget under this section and intended, under the
22 joint labor/management agreements, to be available for use beyond
23 the close of the fiscal year and any unencumbered funds may be
24 carried over into the succeeding fiscal year.

25 Sec. 807. The source of financing in part 1 for the Michigan
26 administrative information network shall be funded by proportionate
27 charges assessed against the respective state funds benefiting from

1 this project in the amounts determined by the department.

2 Sec. 808. (1) Deposits against the interdepartmental grant
3 from building occupancy and parking charges appropriated in part 1
4 shall be collected, in part, from state agencies, the legislative
5 branch, and the judicial branch based on estimated costs associated
6 with maintenance and operation of buildings managed by the
7 department of technology, management, and budget. To the extent
8 excess revenues are collected due to estimates of building
9 occupancy charges exceeding actual costs, the excess revenues may
10 be carried forward into succeeding fiscal years for the purpose of
11 returning funds to state agencies.

12 (2) Appropriations in part 1 to the department of technology,
13 management, and budget, for management and budget services from
14 building occupancy charges and parking charges, may be increased to
15 return excess revenue collected to state agencies.

16 Sec. 809. The department of technology, management, and budget
17 shall notify the chairpersons of the senate and house of
18 representatives standing committees on appropriations and the
19 chairpersons of the senate and house of representatives standing
20 committees on appropriations subcommittees on general government on
21 any revisions that increase or decrease current contracts by more
22 than \$500,000.00 for computer software development, hardware
23 acquisition, or quality assurance at least 14 days before the
24 department of technology, management, and budget finalizes the
25 revisions.

26 Sec. 810. The department of technology, management, and budget
27 shall maintain an Internet website that contains notice of all

1 invitations for bids and requests for proposals over \$50,000.00
2 issued by the department or by any state agency operating under
3 delegated authority. The department shall not accept an invitation
4 for bid or request for proposal in less than 14 days after the
5 notice is made available on the Internet website, except in
6 situations where it would be in the best interest of the state and
7 documented by the department. In addition to the requirements of
8 this section, the department may advertise the invitations for bids
9 and requests for proposals in any manner the department determines
10 appropriate, in order to give the greatest number of individuals
11 and businesses the opportunity to make bids or requests for
12 proposals.

13 Sec. 811. The department of technology, management, and budget
14 may receive and expend funds from the Vietnam veterans memorial
15 monument fund as provided in the Michigan Vietnam veterans memorial
16 act, 1988 PA 234, MCL 35.1051 to 35.1057. Funds are appropriated
17 and allocated when received and may be expended upon receipt.

18 Sec. 812. The Michigan veterans' memorial park commission may
19 receive and expend money from any source, public or private,
20 including, but not limited to, gifts, grants, donations of money,
21 and government appropriations, for the purposes described in
22 Executive Order No. 2001-10. Funds are appropriated and allocated
23 when received and may be expended upon receipt. Any deposits made
24 under this section and unencumbered funds are restricted revenues
25 and may be carried over into succeeding fiscal years.

26 Sec. 813. (1) Funds in part 1 for motor vehicle fleet are
27 appropriated to the department of technology, management, and

1 budget for administration and for the acquisition, lease,
2 operation, maintenance, repair, replacement, and disposal of state
3 motor vehicles.

4 (2) The appropriation in part 1 for motor vehicle fleet shall
5 be funded by revenue from rates charged to principal executive
6 departments and agencies for utilizing vehicle travel services
7 provided by the department. Revenue in excess of the amount
8 appropriated in part 1 from the motor transport fund and any
9 unencumbered funds are restricted revenues and may be carried over
10 into the succeeding fiscal year.

11 (3) Pursuant to the department of technology, management, and
12 budget's authority under sections 213 and 215 of the management and
13 budget act, 1984 PA 431, MCL 18.1213 and 18.1215, the department
14 shall maintain a plan regarding the operation of the motor vehicle
15 fleet. The plan shall include the number of vehicles assigned to,
16 or authorized for use by, state departments and agencies, efforts
17 to reduce vehicle expenditures, the number of cars in the motor
18 vehicle fleet, the number of miles driven by fleet vehicles, and
19 the number of gallons of fuel consumed by fleet vehicles. The plan
20 shall include a calculation of the amount of state motor vehicle
21 fuel taxes that would have been incurred by fleet vehicles if fleet
22 vehicles were required by law to pay motor fuel taxes. The plan
23 shall include a description of fleet garage operations, the goods
24 sold and services provided by the fleet garage, the cost to operate
25 the fleet garage, the number of fleet garage locations, and the
26 number of employees assigned to each fleet garage. The plan may be
27 adjusted during the fiscal year based on needs and cost savings to

1 achieve the maximum value and efficiency from the state motor
2 fleet. Within 60 days after the close of the fiscal year, the
3 department shall provide a report to the senate and house of
4 representatives standing committees on appropriations and the
5 senate and house fiscal agencies detailing the current plan and
6 changes made to the plan during the fiscal year.

7 (4) The department of technology, management, and budget may
8 charge state agencies for fuel cost increases that exceed \$3.04 per
9 gallon of unleaded gasoline. The department shall notify state
10 agencies, in writing or by electronic mail, at least 30 days before
11 implementing additional charges for fuel cost increases. Revenues
12 received from these charges are appropriated upon receipt.

13 (5) In order to reduce costs and maintain quality, it is the
14 intent of the legislature that, excluding the fleet of motor
15 vehicles for the department of state police, when economically
16 feasible, the department of technology, management, and budget will
17 prioritize the utilization of remanufactured parts as the primary
18 means of maintenance and repair for the state of Michigan's fleet
19 of motor vehicles.

20 Sec. 817. The department of technology, management, and budget
21 may require that any vendor or subcontractor providing call or
22 contact center services to the state of Michigan disclose to
23 inbound callers the location from which the call or contact center
24 services are being provided.

25 Sec. 818. In addition to the funds appropriated in part 1, the
26 department of technology, management, and budget may receive and
27 expend money from the Michigan law enforcement officers memorial

1 monument fund as provided in the Michigan law enforcement officers
2 memorial act, 2004 PA 177, MCL 28.781 to 28.787.

3 Sec. 819. In addition to the funds appropriated in part 1, the
4 department of technology, management, and budget may receive and
5 expend money from the Ronald Wilson Reagan memorial monument fund
6 as provided in the Ronald Wilson Reagan memorial monument fund
7 commission act, 2004 PA 489, MCL 399.261 to 399.266.

8 Sec. 820. The department shall make available to the public a
9 list of all parcels of real property owned by the state that are
10 available for purchase. The list shall be posted on the Internet
11 through the department's website.

12 Sec. 822. The department of technology, management, and budget
13 shall compile a report by January 1 pertaining to the salaries of
14 unclassified employees, as well as gubernatorial appointees, within
15 all state departments and agencies. The report shall enumerate each
16 unclassified employee and gubernatorial appointee and his or her
17 annual salary individually. The report shall be distributed to the
18 chairs of the senate and house of representatives standing
19 committees on appropriations subcommittees on general government,
20 as well as the senate and house fiscal agencies.

21 **INFORMATION TECHNOLOGY**

22 Sec. 823. (1) The department of technology, management, and
23 budget may sell and accept paid advertising for placement on any
24 state website under its jurisdiction. The department shall review
25 and approve the content of each advertisement. The department may
26 refuse to accept advertising from any person or organization or

1 require modification to advertisements based upon criteria
2 determined by the department. Revenue received under this
3 subsection shall be used for operating costs of the department and
4 for future technology enhancements to state of Michigan e-
5 government initiatives. Funds received under this subsection shall
6 be limited to \$250,000.00. Any funds in excess of \$250,000.00 shall
7 be deposited in the state general fund.

8 (2) The department of technology, management, and budget may
9 accept gifts, donations, contributions, bequests, and grants of
10 money from any public or private source to assist with the
11 underwriting or sponsorship of state webpages or services offered
12 on those webpages. A private or public funding source may receive
13 recognition in the webpage. The department of technology,
14 management, and budget may reject any gift, donation, contribution,
15 bequest, or grant.

16 (3) Funds accepted by the department of technology,
17 management, and budget under subsection (1) are appropriated and
18 allotted when received and may be expended upon approval of the
19 state budget director. The state budget office shall notify the
20 senate and house of representatives standing committees on
21 appropriations subcommittees on general government and the senate
22 and house fiscal agencies within 10 days after the approval is
23 given.

24 (4) By April 1, the department of technology, management, and
25 budget shall report to the senate and house of representatives
26 standing committees on appropriations and the senate and house
27 fiscal agencies that a statement of the total revenue received from

1 the sale of paid advertising accepted under this section and a
2 statement of the total number of advertising transactions are
3 available on the department's website.

4 Sec. 824. The department of technology, management, and budget
5 may enter into agreements to supply spatial information and
6 technical services to other principal executive departments, state
7 agencies, local units of government, and other organizations. The
8 department of technology, management, and budget may receive and
9 expend funds in addition to those authorized in part 1 for
10 providing information and technical services, publications, maps,
11 and other products. The department of technology, management, and
12 budget may expend amounts received for salaries, supplies, and
13 equipment necessary to provide informational products and technical
14 services. Prior to December 1 of each year, the department shall
15 provide a report to the senate and house of representatives
16 standing committees on appropriations subcommittees on general
17 government, detailing the sources of funding and expenditures made
18 under this section.

19 Sec. 825. The legislature shall have access to all historical
20 and current data contained within MAIN pertaining to state
21 departments. State departments shall have access to all historical
22 and current data contained within MAIN.

23 Sec. 826. When used in this act, "information technology
24 services" means services involving all aspects of managing and
25 processing information, including, but not limited to, all of the
26 following:

27 (a) Application development and maintenance.

1 (b) Desktop computer support and management.

2 (c) Mainframe computer support and management.

3 (d) Server support and management.

4 (e) Local area network support and management, including, but
5 not limited to, wireless networking.

6 (f) Information technology project management.

7 (g) Information technology planning and budget management.

8 (h) Telecommunication services, security, infrastructure, and
9 support.

10 Sec. 827. (1) Funds appropriated in part 1 for the Michigan
11 public safety communications system shall be expended upon approval
12 of an expenditure plan by the state budget director.

13 (2) The department of technology, management, and budget shall
14 assess all subscribers of the Michigan public safety communications
15 system reasonable access and maintenance fees.

16 (3) All money received by the department of technology,
17 management, and budget under this section shall be expended for the
18 support and maintenance of the Michigan public safety
19 communications system.

20 (4) The department of technology, management, and budget shall
21 provide a report to the senate and house of representatives
22 standing committees on appropriations, the senate and house fiscal
23 agencies, and the state budget director on April 15 and on October
24 15, indicating the amount of revenue collected under this section
25 and expended for support and maintenance of the Michigan public
26 safety communications system for the immediately preceding 6-month
27 period. Any deposits made under this section and unencumbered funds

1 are restricted revenues and shall be carried forward into
2 succeeding fiscal years.

3 Sec. 829. The department of technology, management, and budget
4 shall provide a report that analyzes and makes recommendations on
5 the life-cycle of information technology hardware and software. The
6 report shall be submitted to the senate and house of
7 representatives standing committees on appropriations subcommittees
8 on general government and the senate and house fiscal agencies by
9 March 1.

10 Sec. 830. By December 31, the department shall provide a
11 report that lists all information technology-related change orders
12 and follow-on contracts, greater than \$50,000.00, whether they are
13 bid, exercise options, or no-bid, and the amount of each change
14 order or contract extension contract entered into by the department
15 to the senate and house of representatives standing committees on
16 appropriations subcommittees on general government, the senate and
17 house fiscal agencies, and the state budget director.

18 Sec. 833. (1) The state budget director, upon notification to
19 the senate and house of representatives standing committees on
20 appropriations, may adjust spending authorization and user fees in
21 the department of technology, management, and budget budget in
22 order to ensure that the appropriations for information technology
23 in the department budget equal the appropriations for information
24 technology in the budgets for all executive branch agencies.

25 (2) If during the course of the fiscal year a transfer or
26 supplemental to or from the information technology line item within
27 an agency budget is made under section 393 of the management and

1 budget act, 1984 PA 431, MCL 18.1393, there is appropriated an
2 equal amount of user fees in the department of technology,
3 management, and budget budget to accommodate an increase or
4 decrease in spending authorization.

5 Sec. 834. (1) Revenue collected from licenses issued under the
6 antenna site management project shall be deposited into the antenna
7 site management revolving fund created for this purpose in the
8 department of technology, management, and budget. The department
9 may receive and expend money from the fund for costs associated
10 with the antenna site management project, including the cost of a
11 third-party site manager. Any excess revenue remaining in the fund
12 at the close of the fiscal year shall be proportionately
13 transferred to the appropriate state restricted funds as designated
14 in statute or by constitution.

15 (2) An antenna shall not be placed on any site pursuant to
16 this section without complying with the respective local zoning
17 codes and local unit of government processes.

18 Sec. 835. In addition to the funds appropriated in part 1, the
19 funds collected by the department for supplying census-related
20 information and technical services, publications, statistical
21 studies, population projections and estimates, and other
22 demographic products area appropriated for all expenses necessary
23 to provide the required services. These funds are available for
24 expenditure when they are received and may be carried forward into
25 the next succeeding fiscal year.

26 Sec. 836. In addition to the part 1 general fund/general
27 purpose appropriations for enterprisewide information technology

1 investments, there is also appropriated related federal and state
2 restricted funds up to the amounts that will be earned based upon
3 the initiatives undertaken with the funds in part 1.

4 **STATE BUILDING AUTHORITY**

5 Sec. 840. (1) Subject to section 242 of the management and
6 budget act, 1984 PA 431, MCL 18.1242, and upon the approval of the
7 state building authority, the department may expend from the
8 general fund of the state during the fiscal year an amount to meet
9 the cash flow requirements of those state building authority
10 projects solely for lease to a state agency identified in both part
11 1 and this section, and for which state building authority bonds or
12 notes have not been issued, and for the sole acquisition by the
13 state building authority of equipment and furnishings for lease to
14 a state agency as permitted by 1964 PA 183, MCL 830.411 to 830.425,
15 for which the issuance of bonds or notes is authorized by a
16 legislative concurrent resolution that is effective for the fiscal
17 year ending September 30, 2013. Any general fund advances for which
18 state building authority bonds have not been issued shall bear an
19 interest cost to the state building authority at a rate not to
20 exceed that earned by the state treasurer's common cash fund during
21 the period in which the advances are outstanding and are repaid to
22 the general fund of the state.

23 (2) Upon sale of bonds or notes for the projects identified in
24 part 1 or for equipment as authorized by legislative concurrent
25 resolution and in this section, the state building authority shall
26 credit the general fund of the state an amount equal to that

1 expended from the general fund plus interest, if any, as defined in
2 this section.

3 (3) For state building authority projects for which bonds or
4 notes have been issued and upon the request of the state building
5 authority, the state treasurer shall make advances without interest
6 from the general fund as necessary to meet cash flow requirements
7 for the projects, which advances shall be reimbursed by the state
8 building authority when the investments earmarked for the financing
9 of the projects mature.

10 (4) In the event that a project identified in part 1 is
11 terminated after final design is complete, advances made on behalf
12 of the state building authority for the costs of final design shall
13 be repaid to the general fund in a manner recommended by the
14 director and approved by the JCOS.

15 Sec. 841. (1) State building authority funding to finance
16 construction or renovation of a facility that collects revenue in
17 excess of money required for the operation of that facility shall
18 not be released to a university or community college unless the
19 institution agrees to reimburse that excess revenue to the state
20 building authority. The excess revenue shall be credited to the
21 general fund to offset rent obligations associated with the
22 retirement of bonds issued for that facility. The auditor general
23 shall annually identify and present an audit of those facilities
24 that are subject to this section. Costs associated with the
25 administration of the audit shall be charged against money
26 recovered pursuant to this section.

27 (2) As used in this section, "revenue" includes state

1 appropriations, facility opening money, other state aid, indirect
2 cost reimbursement, and other revenue generated by the activities
3 of the facility.

4 Sec. 842. (1) The state building authority rent appropriations
5 in part 1 may also be expended for the payment of required premiums
6 for insurance on facilities owned by the state building authority
7 or payment of costs that may be incurred as the result of any
8 deductible provisions in such insurance policies.

9 (2) If the amount appropriated in part 1 for state building
10 authority rent is not sufficient to pay the rent obligations and
11 insurance premiums and deductibles identified in subsection (1) for
12 state building authority projects, there is appropriated from the
13 general fund of the state the amount necessary to pay such
14 obligations.

15 Sec. 843. The state building authority shall provide to the
16 JCOS, state budget director, and senate and house fiscal agencies a
17 report relative to the status of construction projects associated
18 with state building authority bonds as of September 30 of each
19 year, on or before October 15, or not more than 30 days after a
20 refinancing or restructuring bond issue is sold. The report shall
21 include, but is not limited to, the following:

22 (a) A list of all completed construction projects for which
23 state building authority bonds have been sold, and which bonds are
24 currently active.

25 (b) A list of all projects under construction for which sale
26 of state building authority bonds is pending.

27 (c) A list of all projects authorized for construction or

1 identified in an appropriations act for which approval of
2 schematic/preliminary plans or total authorized cost is pending
3 that have state building authority bonds identified as a source of
4 financing.

5 CIVIL SERVICE

6 Sec. 850. (1) In accordance with section 5 of article XI of
7 the state constitution of 1963, all restricted funds shall be
8 assessed a sum not less than 1% of the total aggregate payroll paid
9 from those funds for financing the civil service commission on the
10 basis of actual 1% restricted sources total aggregate payroll of
11 the classified service for the preceding fiscal year. This
12 includes, but is not limited to, restricted funds appropriated in
13 part 1 of any appropriations act. Unexpended 1% appropriated funds
14 shall be returned to each 1% fund source at the end of the fiscal
15 year.

16 (2) The appropriations in part 1 are estimates of actual
17 charges based on payroll appropriations. With the approval of the
18 state budget director, the commission is authorized to adjust
19 financing sources for civil service charges based on actual payroll
20 expenditures, provided that such adjustments do not increase the
21 total appropriation for the civil service commission.

22 (3) The financing from restricted sources shall be credited to
23 the civil service commission by the end of the second fiscal
24 quarter.

25 Sec. 851. Except where specifically appropriated for this
26 purpose, financing from restricted sources shall be credited to the

1 civil service commission. For restricted sources of funding within
2 the general fund that have the legislative authority for carryover,
3 if current spending authorization or revenues are insufficient to
4 accept the charge, the shortage shall be taken from carryforward
5 balances of that funding source. Restricted revenue sources that do
6 not have carryforward authority shall be utilized to satisfy
7 commission operating deducts first and civil service obligations
8 second. General fund dollars are appropriated for any shortfall,
9 pursuant to approval by the state budget director.

10 Sec. 852. The appropriation in part 1 to the civil service
11 commission, for state-sponsored group insurance, flexible spending
12 accounts, and COBRA, represents amounts, in part, included within
13 the various appropriations throughout state government for the
14 current fiscal year to fund the flexible spending account program
15 included within the civil service commission. Deposits against
16 state-sponsored group insurance, flexible spending accounts, and
17 COBRA for the flexible spending account program shall be made from
18 assessments levied during the current fiscal year in a manner
19 prescribed by the civil service commission. Unspent employee
20 contributions to the flexible spending accounts may be used to
21 offset administrative costs for the flexible spending account
22 program, with any remaining balance of unspent employee
23 contributions to be lapsed to the general fund.

24 **CAPITAL OUTLAY**

25 Sec. 860. As used in sections 861 through 865:

26 (a) "Board" means the state administrative board.

1 (b) "Community college" does not include a state agency or
2 university.

3 (c) "Department" means the department of technology,
4 management, and budget.

5 (d) "Director" means the director of the department of
6 technology, management, and budget.

7 (e) "Fiscal agencies" means the senate fiscal agency and the
8 house fiscal agency.

9 (f) "State agency" means an agency of state government. State
10 agency does not include a community college or university.

11 (g) "State building authority" means the authority created
12 under 1964 PA 183, MCL 830.411 to 830.425.

13 (h) "University" means a 4-year university supported by the
14 state. University does not include a community college or a state
15 agency.

16 Sec. 861. Each capital outlay project authorized in this act
17 or any previous capital outlay act shall comply with the procedures
18 required by the management and budget act, 1984 PA 431, MCL 18.1101
19 to 18.1594.

20 Sec. 862. (1) The department shall provide the JCOS, state
21 budget director, and the senate and house fiscal agencies with
22 reports as considered necessary relative to the status of each
23 planning or construction project financed by the state building
24 authority, by this act, or by previous acts.

25 (2) Before the end of each fiscal year, the department shall
26 report to the JCOS, state budget director, and the senate and house
27 fiscal agencies for each capital outlay project other than lump

1 sums all of the following:

2 (a) The account number and name of each construction project.

3 (b) The balance remaining in each account.

4 (c) The date of the last expenditure from the account.

5 (d) The anticipated date of occupancy if the project is under
6 construction.

7 (e) The appropriations history for the project.

8 (f) The professional service contractor.

9 (g) The amount of the project financed with federal funds.

10 (h) The amount of the project financed through the state
11 building authority.

12 (i) The total authorized cost for the project and the state
13 authorized share if different than the total.

14 (3) Before the end of each fiscal year, the department shall
15 report the following for each project by a state agency,
16 university, or community college that is authorized for planning
17 but is not yet authorized for construction:

18 (a) The name of the project and account number.

19 (b) Whether a program statement is approved.

20 (c) Whether schematics are approved by the department.

21 (d) Whether preliminary plans are approved by the department.

22 (e) The name of the professional service contractor.

23 (4) As used in this section, "project" includes appropriation
24 line items made for purchase of real estate.

25 Sec. 863. (1) The director of the department of technology,
26 management, and budget shall allocate lump-sum appropriations made
27 in this act consistent with statutory provisions and the purposes

1 for which funds were appropriated. Lump-sum allocations shall
2 address priority program or facility needs and may include, but are
3 not limited to, design, construction, remodeling and addition,
4 special maintenance, major special maintenance, energy
5 conservation, and demolition.

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

13 Sec. 864. The appropriations in part 1 for capital outlay
14 shall be carried forward at the end of the fiscal year consistent
15 with the provisions of section 248 of the management and budget
16 act, 1984 PA 431, MCL 18.1248.

17 Sec. 865. (1) A site preparation economic development fund is
18 created in the department of technology, management, and budget. As
19 used in this section, "economic development sites" means those
20 state-owned sites declared as surplus property pursuant to section
21 251 of the management and budget act, 1984 PA 431, MCL 18.1251,
22 that would provide economic benefit to the area or to the state.
23 The Michigan economic development corporation board and the state
24 budget director shall determine whether or not a specific state-
25 owned site qualifies for inclusion in the fund created under this
26 subsection.

27 (2) Proceeds from the sale of any sites designated in

1 subsection (1) shall be deposited into the fund created in
2 subsection (1) and shall be available for site preparation
3 expenditures, unless otherwise provided by law. The economic
4 development sites authorized in subsection (1) are authorized for
5 sale consistent with state law. Expenditures from the fund are
6 authorized for site preparation activities that enhance the
7 marketable sale value of the sites. Site preparation activities
8 include, but are not limited to, demolition, environmental studies
9 and abatement, utility enhancement, and site excavation.

10 (3) A cash advance in an amount of not more than
11 \$25,000,000.00 is authorized from the general fund to the site
12 preparation economic development fund.

13 (4) An annual report shall be transmitted to the senate and
14 house of representatives standing committees on appropriations not
15 later than December 31 of each year. This report shall detail both
16 of the following:

17 (a) The revenue and expenditure activity in the fund for the
18 preceding fiscal year.

19 (b) The sites identified as economic development sites under
20 subsection (1).

21 Sec. 866. In addition to the part 1 general fund/general
22 purpose appropriations for major special maintenance, remodeling,
23 and additions for state agencies, there is also appropriated
24 related federal and state restricted funds up to the amounts that
25 will be earned based upon the initiatives undertaken with the funds
26 in part 1.

1 **CAPITAL OUTLAY - UNIVERSITIES AND COMMUNITY COLLEGES**

2 Sec. 870. A statement of a proposed facility's operating cost
3 shall be included with the facility's program statement and
4 planning documents when the plans are presented to JCOS for
5 approval.

6 Sec. 871. (1) Before proceeding with final planning and
7 construction for projects at community colleges and universities
8 included in an appropriations act, the community college or
9 university shall sign an agreement with the department that
10 includes the following provisions:

11 (a) The university or community college agrees to construct
12 the project within the total authorized cost established by the
13 legislature pursuant to the management and budget act, 1984 PA 431,
14 MCL 18.1101 to 18.1594, and an appropriations act.

15 (b) The design and program scope of the project shall not
16 deviate from the design and program scope represented in the
17 program statement and preliminary planning documents approved by
18 the department.

19 (c) Any other items as identified by the department that are
20 necessary to complete the project.

21 (2) The department retains the authority and responsibility
22 normally associated with the prudent maintenance of the public's
23 financial and policy interests relative to the state-financed
24 construction projects managed by a community college or university.

25 Sec. 872. A state agency, community college, or university
26 shall take steps necessary to make available federal and other
27 money indicated in this act, to make available federal or other

1 money that may become available for the purposes for which
2 appropriations are made in this act, and to use any part or all of
3 the appropriations to meet matching requirements that are
4 considered to be in the best interest of this state. However, the
5 purpose, scope, and total estimated cost of a project shall not be
6 altered to meet the matching requirements. Any federal matching
7 revenues received to support the construction of the project shall
8 be applied to the total authorized project cost, with the state and
9 community college or university financing shares proportionately
10 adjusted.

11 Sec. 873. (1) This section applies only to projects for
12 community colleges.

13 (2) State support is directed towards the remodeling and
14 additions, special maintenance, or construction of certain
15 community college buildings. The community college shall obtain or
16 provide for site acquisition and initial main utility installation
17 to operate the facility. Funding shall be composed of local and
18 state shares and not more than 50% of a capital outlay project, not
19 including a lump-sum special maintenance project or remodeling and
20 addition project, for a community college shall be appropriated
21 from state and federal funds, unless otherwise appropriated by the
22 legislature.

23 (3) An expenditure under this act is authorized when the
24 release of the appropriation is approved by the board upon the
25 recommendation of the director. The director may recommend to the
26 board the release of any appropriation in part 1 only after the
27 director is assured that the legal entity operating the community

1 college to which the appropriation is made has complied with this
2 act and has matched the amounts appropriated as required by this
3 act. A release of funds in part 1 shall not exceed 50% of the total
4 cost of planning and construction of any project, not including
5 lump-sum remodeling and additions and special maintenance, unless
6 otherwise appropriated by the legislature. Further planning and
7 construction of a project authorized by this act or applicable
8 sections of the management and budget act, 1984 PA 431, MCL 18.1101
9 to 18.1594, shall be in accordance with the purpose and scope as
10 defined and delineated in the approved program statements and
11 planning documents. This act is applicable to all projects for
12 which planning appropriations were made in previous acts.

13 (4) The community college shall take the steps necessary to
14 secure available federal construction and equipment money for
15 projects funded for construction in this act if an application was
16 not previously made. If there is a reasonable expectation that a
17 prior year unfunded application may receive federal money in a
18 subsequent year, the college shall take whatever action necessary
19 to keep the application active.

20 Sec. 874. If university and community college matching
21 revenues are received in an amount less than the appropriations for
22 capital projects contained in this act, the state funds shall be
23 reduced in proportion to the amount of matching revenue received.

24 Sec. 875. (1) The director may require that community colleges
25 and universities that have an authorized project listed in part 1
26 submit documentation regarding the project match and governing
27 board approval of the authorized project not more than 60 days

1 after the beginning of the fiscal year.

2 (2) If the documentation required by the director under
3 subsection (1) is not submitted, or does not adequately
4 authenticate the availability of the project match or board
5 approval of the authorized project, the authorization may
6 terminate. The authorization terminates 30 days after the director
7 notifies the JCOS of the intent to terminate the project unless the
8 JCOS convenes to extend the authorization.

9 Sec. 876. (1) From the funds appropriated in part 1 for state
10 building authority financed construction authorizations, the
11 following university and community college projects are
12 appropriated and financing is authorized in the following amounts:

13 (a) Central Michigan University - bio-sciences building (total
14 authorized cost \$89,420,000.00; state building authority share
15 \$29,999,800.00; Central Michigan University share \$59,420,000.00;
16 state general fund share \$200.00).

17 (b) Grand Valley State University - science lab, classroom,
18 and office building - Allendale campus (total authorized cost
19 \$55,000,000.00; state building authority share \$29,999,800.00;
20 Grand Valley State University share \$25,000,000.00; state general
21 fund share \$200.00).

22 (c) Michigan State University - bio-engineering facility
23 (total authorized cost \$40,340,200.00; state building authority
24 share \$29,999,800.00; Michigan State University share
25 \$10,340,200.00; state general fund share \$200.00).

26 (d) Northern Michigan University - Jamrich hall replacement
27 (total authorized cost \$33,400,000.00; state building authority

1 share \$25,049,800.00; Northern Michigan University share
2 \$8,350,000.00; state general fund share \$200.00).

3 (e) Oakland University - engineering center (total authorized
4 cost \$74,551,700.00; state building authority share \$29,999,800.00;
5 Oakland University share \$44,551,700.00; state general fund share
6 \$200.00).

7 (f) University of Michigan - Ann Arbor - G.G. Brown memorial
8 laboratories renovation (total authorized cost \$47,000,000.00;
9 state building authority share \$29,999,800.00; University of
10 Michigan - Ann Arbor share \$17,000,000.00; state general fund share
11 \$200.00).

12 (g) University of Michigan - Dearborn - science and computer
13 information building renovations (total authorized cost
14 \$51,000,000.00; state building authority share \$29,999,800.00;
15 University of Michigan - Dearborn share \$21,000,000.00; state
16 general fund share \$200.00).

17 (h) University of Michigan - Flint - Murchie science building
18 renovations (total authorized cost \$22,170,000.00; state building
19 authority share \$16,627,300.00; University of Michigan - Flint
20 share \$5,542,500.00; state general fund share \$200.00).

21 (i) Wayne State University - multi-disciplinary bio-medical
22 research building (total authorized cost \$90,414,700.00; state
23 building authority share \$29,999,800.00; Wayne State University
24 share \$60,414,700.00; state general fund share \$200.00).

25 (j) Alpena Community College - electrical power technology and
26 training center (total authorized cost \$4,989,600.00; state
27 building authority share \$2,494,600.00; Alpena Community College

1 share \$2,494,800.00; state general fund share \$200.00).

2 (k) Bay de Noc Community College - nursing laboratory/lecture
3 hall remodeling (total authorized cost \$1,500,000.00; state
4 building authority share \$749,800.00; Bay de Noc Community College
5 share \$750,000.00; state general fund share \$200.00).

6 (l) Delta College - health and wellness F-wing renovations
7 (total authorized cost \$19,984,000.00; state building authority
8 share \$9,991,800.00; Delta College share \$9,992,000.00; state
9 general fund share \$200.00).

10 (m) Gogebic Community College - building renovations (total
11 authorized cost \$1,500,000.00; state building authority share
12 \$749,800.00; Gogebic Community College share \$750,000.00; state
13 general fund share \$200.00).

14 (n) Grand Rapids Community College - Cook academic hall
15 renovations (total authorized cost \$14,255,400.00; state building
16 authority share \$4,999,800.00; Grand Rapids Community College share
17 \$9,255,400.00; state general fund share \$200.00).

18 (o) Jackson Community College - Bert Walker hall renovations
19 (total authorized cost \$19,500,000.00; state building authority
20 share \$9,749,800.00; Jackson Community College share \$9,750,000.00;
21 state general fund share \$200.00).

22 (p) Lansing Community College - arts and sciences building
23 renovations (total authorized cost \$19,950,000.00; state building
24 authority share \$9,974,800.00; Lansing Community College share
25 \$9,975,000.00; state general fund share \$200.00).

26 (q) Mid-Michigan Community College - Mt. Pleasant campus
27 unification (total authorized cost \$17,704,600.00; state building

1 authority share \$8,852,100.00; Mid-Michigan Community College share
2 \$8,852,300.00; state general fund share \$200.00).

3 (r) North Central Michigan College - health education and
4 science center (total authorized cost \$10,428,400.00; state
5 building authority share \$5,214,000.00; North Central Michigan
6 College share \$5,214,200.00; state general fund share \$200.00).

7 (2) For the projects authorized in subsection (1), the
8 legislature hereby determines that the leasing of the facility from
9 the authority is for a public purpose as authorized by 1964 PA 183,
10 MCL 830.411 to 830.425. The legislature approves and authorizes the
11 lease and conveyance of property to the state building authority,
12 the state building authority acquiring the facility and leasing it
13 to the state and the educational institution, as applicable, and
14 the governor and secretary of state executing the lease for and on
15 behalf of the state pursuant to the requirements of 1964 PA 183,
16 MCL 830.411 to 830.425. Per the requirements of the lease, the
17 legislature also agrees to appropriate annually sufficient amounts
18 to pay the rent as obligated pursuant to the lease.

19 **DEPARTMENT OF TREASURY**

20 **OPERATIONS**

21 Sec. 901. (1) In addition to the funds appropriated in part 1,
22 there is appropriated an amount not to exceed \$1,000,000.00 for
23 federal contingency funds. These funds are not available for
24 expenditure until they have been transferred to another line item
25 in this act under section 393(2) of the management and budget act,
26 1984 PA 431, MCL 18.1393.

1 (2) In addition to the funds appropriated in part 1, there is
2 appropriated an amount not to exceed \$10,000,000.00 for state
3 restricted contingency funds. These funds are not available for
4 expenditure until they have been transferred to another line item
5 in this act under section 393(2) of the management and budget act,
6 1984 PA 431, MCL 18.1393.

7 (3) In addition to the funds appropriated in part 1, there is
8 appropriated an amount not to exceed \$200,000.00 for local
9 contingency funds. These funds are not available for expenditure
10 until they have been transferred to another line item in this act
11 under section 393(2) of the management and budget act, 1984 PA 431,
12 MCL 18.1393.

13 (4) In addition to the funds appropriated in part 1, there is
14 appropriated an amount not to exceed \$40,000.00 for private
15 contingency funds. These funds are not available for expenditure
16 until they have been transferred to another line item in this act
17 under section 393(2) of the management and budget act, 1984 PA 431,
18 MCL 18.1393.

19 Sec. 902. (1) Amounts needed to pay for interest, fees,
20 principal, mandatory and optional redemptions, arbitrage rebates as
21 required by federal law, and costs associated with the payment,
22 registration, trustee services, credit enhancements, and issuing
23 costs in excess of the amount appropriated to the department of
24 treasury in part 1 for debt service on notes and bonds that are
25 issued by the state under sections 14, 15, and 16 of article IX of
26 the state constitution of 1963 as implemented by 1967 PA 266, MCL
27 17.451 to 17.455, are appropriated.

1 (2) In addition to the amount appropriated to the department
2 of treasury for debt service in part 1, there is appropriated an
3 amount for fiscal year cash-flow borrowing costs to pay for
4 interest on interfund borrowing made under 1967 PA 55, MCL 12.51 to
5 12.53.

6 (3) In addition to the amount appropriated to the department
7 of treasury for debt service in part 1, there is appropriated all
8 repayments received by the state on loans made from the school bond
9 loan fund not required to be deposited in the school loan revolving
10 fund by or pursuant to section 4 of 1961 PA 112, MCL 388.984, to
11 the extent determined by the state treasurer, for the payment of
12 debt service, including, without limitation, optional and mandatory
13 redemptions, on bonds, notes or commercial paper issued by the
14 state pursuant to 1961 PA 112, MCL 388.981 to 388.985.

15 Sec. 902a. The department of treasury shall notify the senate
16 and house of representatives standing committees on appropriations,
17 the senate and house fiscal agencies, and the state budget office
18 not more than 30 days after a refunding or restructuring bond issue
19 is sold. The notification shall compare the annual debt service
20 prior to the refinancing or restructuring, the annual debt service
21 after the refinancing or restructuring, the change in the principal
22 and interest over the duration of the debt, and the projected
23 change in the present value of the debt service due to the
24 refinancing and restructuring.

25 Sec. 903. (1) From the funds appropriated in part 1, the
26 department of treasury may contract with private collection
27 agencies and law firms to collect taxes and other accounts due this

1 state. In addition to the amounts appropriated in part 1 to the
2 department of treasury, there are appropriated amounts necessary to
3 fund collection costs and fees not to exceed 25% of the collections
4 or 2.5% plus operating costs, whichever amount is prescribed by
5 each contract. The appropriation to fund collection costs and fees
6 for the collection of taxes or other accounts due this state are
7 from the fund or account to which the revenues being collected are
8 recorded or dedicated. However, if the taxes collected are
9 constitutionally dedicated for a specific purpose, the
10 appropriation of collection costs and fees are from the general
11 purpose account of the general fund.

12 (2) From the funds appropriated in part 1, the department of
13 treasury may contract with private collections agencies and law
14 firms to collect defaulted student loans and other accounts due the
15 Michigan guaranty agency. In addition to the amounts appropriated
16 in part 1 to the department of treasury, there are appropriated
17 amounts necessary to fund collection costs and fees not to exceed
18 24.34% of the collection or a lesser amount as prescribed by the
19 contract. The appropriation to fund collection costs and fees for
20 the auditing and collection of defaulted student loans due the
21 Michigan guaranty agency is from the fund or account to which the
22 revenues being collected are recorded or dedicated.

23 (3) The department of treasury shall submit a report for the
24 immediately preceding fiscal year ending September 30 to the state
25 budget director and the senate and house of representatives
26 standing committees on appropriations not later than November 30
27 stating the agencies or law firms employed, the amount of

1 collections for each, the costs of collection, and other pertinent
2 information relating to determining whether this authority should
3 be continued.

4 Sec. 904. (1) The department of treasury, through its bureau
5 of investments, may charge an investment service fee against the
6 applicable retirement funds. The fees may be expended for necessary
7 salaries, wages, contractual services, supplies, materials,
8 equipment, travel, worker's compensation insurance premiums, and
9 grants to the civil service commission and state employees'
10 retirement funds. Service fees shall not exceed the aggregate
11 amount appropriated in part 1. The department of treasury shall
12 maintain accounting records in sufficient detail to enable the
13 retirement funds to be reimbursed periodically for fee revenue that
14 is determined by the department of treasury to be surplus.

15 (2) In addition to the funds appropriated in part 1 from the
16 retirement funds to the department of treasury, there is
17 appropriated from retirement funds an amount sufficient to pay for
18 the services of money managers, investment advisors, investment
19 consultants, custodians, and other outside professionals, the state
20 treasurer considers necessary to prudently manage the retirement
21 funds' investment portfolios. The state treasurer shall report
22 annually to the senate and house of representatives standing
23 committees on appropriations and the state budget office concerning
24 the performance of each portfolio by investment advisor.

25 Sec. 904a. (1) There is appropriated an amount sufficient to
26 recognize and pay expenditures for financial services provided by
27 financial institutions as provided under section 1 of 1861 PA 111,

1 MCL 21.181.

2 (2) The appropriations under subsection (1) shall be funded by
3 restricting revenues from common cash interest earnings and
4 investment earnings in an amount sufficient to record these
5 expenditures.

6 Sec. 905. A revolving fund known as the municipal finance fee
7 fund is created in the department of treasury. Fees are established
8 under the revised municipal finance act, 2001 PA 34, MCL 141.2101
9 to 141.2821, and the fees collected shall be credited to the
10 municipal finance fee fund and may be carried forward for future
11 appropriation.

12 Sec. 906. (1) The department of treasury shall charge for
13 audits as permitted by state or federal law or under contractual
14 arrangements with local units of government, other principal
15 executive departments, or state agencies. A report detailing audits
16 performed and audit charges for the immediately preceding fiscal
17 year shall be submitted to the state budget director and the senate
18 and house fiscal agencies not later than November 30.

19 (2) A revolving fund known as the audit charges fund is
20 created in the department of treasury. The contractual charges
21 collected shall be credited to the audit charges fund and may be
22 carried forward for future appropriation.

23 Sec. 907. A revolving fund known as the assessor certification
24 and training fund is created in the department of treasury. The
25 assessor certification and training fund shall be used to organize
26 and operate a property assessor certification and training program.
27 Each participant certified and trained shall pay to the department

1 of treasury an examination fee of \$50.00, an initial certification
2 fee of \$50.00, an annual renewal fee of \$75.00 for levels 1 and 2,
3 and \$125.00 for levels 3 and 4 to offset the cost of administering
4 the certification and training program. Training courses shall be
5 offered in assessment administration. Each participant shall pay a
6 fee to cover the expenses incurred in offering the optional
7 programs to certified assessing personnel and other individuals
8 interested in an assessment career opportunity. The fees collected
9 shall be credited to the assessor certification and training fund.

10 Sec. 908. The amount appropriated in part 1 to the department
11 of treasury, home heating assistance program, is to cover the
12 costs, including data processing, of administering federal home
13 heating credits to eligible claimants and to administer the
14 supplemental fuel cost payment program for eligible tax credit and
15 welfare recipients.

16 Sec. 909. Revenue from the airport parking tax act, 1987 PA
17 248, MCL 207.371 to 207.383, is appropriated and shall be
18 distributed under section 7a of the airport parking tax act, 1987
19 PA 248, MCL 207.377a.

20 Sec. 910. The disbursement by the department of treasury from
21 the bottle deposit fund to dealers as required by section 3c(2) of
22 1976 IL 1, MCL 445.573c, is appropriated.

23 Sec. 911. (1) There is appropriated an amount sufficient to
24 recognize and pay refundable income tax credits as provided by the
25 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

26 (2) The appropriations under subsection (1) shall be funded by
27 restricting income tax revenue in an amount sufficient to record

1 these expenditures.

2 Sec. 912. A plaintiff in a garnishment action involving this
3 state shall pay to the state treasurer 1 of the following:

4 (a) A fee of \$6.00 at the time a writ of garnishment of
5 periodic payments is served upon the state treasurer, as provided
6 in section 4012 of the revised judicature act of 1961, 1961 PA 236,
7 MCL 600.4012.

8 (b) A fee of \$6.00 at the time any other writ of garnishment
9 is served upon the state treasurer, except that the fee shall be
10 reduced to \$5.00 for each writ of garnishment for individual income
11 tax refunds or credits filed by magnetic media.

12 Sec. 913. (1) The department of treasury may contract with
13 private firms to appraise and, if necessary, appeal the assessments
14 of senior citizen cooperative housing units. Payment for this
15 service shall be from savings resulting from the appraisal or
16 appeal process.

17 (2) Of the funds appropriated in part 1 to the department of
18 treasury for the senior citizens' cooperative housing tax exemption
19 program, a portion may be utilized for a program audit of the
20 program. The department of treasury shall forward copies of any
21 audit report completed to the senate and house of representatives
22 standing committees on appropriations subcommittees on general
23 government and to the state budget office. The department of
24 treasury may utilize up to 1% of the funds for program
25 administration and auditing.

26 Sec. 914. The department of treasury may provide a \$200.00
27 annual prize from the Ehlers internship award account in the gifts,

1 bequests, and deposit fund to the runner-up of the Rosenthal prize
2 for interns. The Ehlers internship award account is interest
3 bearing.

4 Sec. 915. Pursuant to section 61 of the Michigan campaign
5 finance act, 1976 PA 388, MCL 169.261, there is appropriated from
6 the general fund to the state campaign fund an amount equal to the
7 amounts designated for tax year 2011. Except as otherwise provided
8 in this section, the amount appropriated shall not revert to the
9 general fund and shall remain in the state campaign fund. Any
10 amounts remaining in the state campaign fund in excess of
11 \$10,000,000.00 on December 31 shall revert to the general fund.

12 Sec. 916. The department of treasury may make available to
13 interested entities otherwise unavailable customized unclaimed
14 property listings of nonconfidential information in its possession.
15 The charge for this information is as follows: 1 to 100,000 records
16 at 2.5 cents per record and 100,001 or more records at .5 cents per
17 record. The revenue received from this service shall be deposited
18 to the appropriate revenue account or fund. The department shall
19 submit an annual report on or before June 1 to the state budget
20 director and the senate and house of representatives standing
21 committees on appropriations that states the amount of revenue
22 received from the sale of information.

23 Sec. 917. (1) There is appropriated for write-offs and
24 advances an amount equal to total write-offs and advances for
25 departmental programs, but not to exceed current year
26 authorizations that would otherwise lapse to the general fund.

27 (2) The department of treasury shall submit a report for the

1 immediately preceding fiscal year to the state budget director and
2 the senate and house fiscal agencies not later than November 30
3 stating the amounts appropriated for write-offs and advances under
4 subsection (1).

5 Sec. 918. In addition to funds appropriated in part 1, the
6 department of treasury may receive and expend funds for conducting
7 tax orientation workshops and seminars. Funds received may not
8 exceed costs incurred in conducting the workshops and seminars.

9 Sec. 924. (1) In addition to the funds appropriated in part 1,
10 the department of treasury may receive and expend principal
11 residence audit fund revenue for administration of principal
12 residence audits under the general property tax act, 1893 PA 206,
13 MCL 211.1 to 211.155.

14 (2) The department of treasury shall submit a report for the
15 immediately preceding fiscal year to the state budget director and
16 the senate and house fiscal agencies not later than December 31
17 stating the amount of exemptions denied and the revenue received
18 under the program.

19 Sec. 925. (1) A public-private partnership investment fund is
20 created in the department of treasury. Subject to subsections (2)
21 and (3), public-private partnership investments shall include, but
22 are not limited to, all of the following:

23 (a) Capital asset improvements including buildings, land, or
24 structures.

25 (b) Energy resource exploration, extraction, generation, and
26 sales.

27 (c) Financial and investment incentive opportunities.

1 (d) Infrastructure construction, maintenance, and operation.

2 (e) Public-private sector joint ventures that provide economic
3 benefit to an area or to the state.

4 (2) Public-private investments shall not include projects,
5 consultant expenses, staff effort, or any other activity related to
6 the development, financing, construction, operation, or
7 implementation of the Detroit River International Crossing or any
8 successor project unless the project is approved by the legislature
9 and signed into law.

10 (3) The state treasurer and the state budget director shall
11 determine whether or not a specific public-private partnership
12 investment opportunity qualifies for funding under subsection (1).

13 (4) Investment development revenue, including a portion of the
14 proceeds from the sale of any public-private partnership investment
15 designated in subsection (1), shall be deposited into the fund
16 created in subsection (1) and shall be available for
17 administration, development, financing, marketing, and operating
18 expenditures associated with public-private partnerships, unless
19 otherwise provided by law. Public-private partnership investments
20 authorized in subsection (1) are authorized for public or private
21 operation or sale consistent with state law. Expenditures from the
22 fund are authorized for investment purposes as designated in
23 subsection (1) to enhance the marketable value of each investment.
24 The unencumbered balance remaining in the fund at the end of the
25 fiscal year may be carried forward for appropriation in future
26 years.

27 (5) An annual report shall be transmitted to the senate and

1 house of representatives standing committees on appropriations, the
2 senate and house fiscal agencies, and the state budget office not
3 later than December 31 of each year. This report shall detail both
4 of the following:

5 (a) The revenue and expenditure activity in the fund for the
6 preceding fiscal year.

7 (b) Public-private partnership investments as identified under
8 subsection (1).

9 (6) The department of treasury shall monitor the revenue
10 deposited in the public-private partnership investment fund created
11 in subsection (1). If the revenue in the fund is insufficient to
12 pay the amount appropriated in part 1 for public-private
13 partnership investment, then treasury shall propose a legislative
14 transfer to fund the line from the appropriations in part 1.

15 Sec. 925a. The funds appropriated in part 1 shall not be used
16 to support any staff effort, projects, consultant expenses, or any
17 other activity related to the development, financing, construction,
18 operation, or implementation of the Detroit River International
19 Crossing or any successor project unless the project is approved by
20 the legislature and signed into law.

21 Sec. 926. Unexpended appropriations of the John R. Justice
22 grant program are designated as work project appropriations and
23 shall not lapse at the end of the fiscal year and shall continue to
24 be available for expenditure until the project has been completed.
25 The following is in compliance with section 451a of the management
26 and budget act, 1984 PA 431, MCL 18.1451a:

27 (a) The purpose of the project is to provide student loan

1 forgiveness to qualified public defenders and prosecutors.

2 (b) The project will be accomplished by utilizing state
3 employees or contracts with private vendors, or both.

4 (c) The total estimated cost of the project is \$287,000.00.

5 (d) The tentative completion date is September 30, 2014.

6 Sec. 927. The department of treasury shall submit annual
7 progress reports to the senate and house of representatives
8 standing committees on appropriations subcommittees on general
9 government and the senate and house fiscal agencies, regarding
10 personal property tax audits. The report shall include the number
11 of audits, revenue generated, and number of complaints received by
12 the department related to the audits.

13 Sec. 928. The department of treasury may provide receipt,
14 warrant and cash processing, data, collection, investment, fiscal
15 agent, levy and warrant cost assessment, writ of garnishment, and
16 other user services on a contractual basis for other principal
17 executive departments and state agencies. Funds for the services
18 provided are appropriated and shall be expended for salaries and
19 wages, fees, supplies, and equipment necessary to provide the
20 services. Any unobligated balance of the funds received shall
21 revert to the general fund of this state as of September 30.

22 Sec. 930. (1) The department of treasury shall provide
23 accounts receivable collections services to other principal
24 executive departments and state agencies under 1927 PA 375, MCL
25 14.131 to 14.134. The department of treasury shall deduct a fee
26 equal to the cost of collections from all receipts except
27 unrestricted general fund collections. Fees shall be credited to a

1 restricted revenue account and appropriated to the department of
2 treasury to pay for the cost of collections. The department of
3 treasury shall maintain accounting records in sufficient detail to
4 enable the respective accounts to be reimbursed periodically for
5 fees deducted that are determined by the department of treasury to
6 be surplus to the actual cost of collections.

7 (2) The department of treasury shall submit a report for the
8 immediately preceding fiscal year to the state budget director and
9 the senate and house fiscal agencies not later than November 30
10 stating the principal executive departments and state agencies
11 served, funds collected, and costs of collection under subsection
12 (1).

13 Sec. 931. (1) The appropriation in part 1 to the department of
14 treasury for treasury fees shall be assessed against all restricted
15 funds that receive common cash earnings or other investment income.
16 Treasury fees include all costs, including administrative overhead,
17 relating to the investment of each restricted fund. The fee
18 assessed against each restricted fund will be based on the size of
19 the restricted fund (the absolute value of the average daily cash
20 balance plus the market value of investments in the prior fiscal
21 year) and the level of effort necessary to maintain the restricted
22 fund as required by each department. The department of treasury
23 shall provide a report to the state budget director, the senate and
24 house of representatives standing committees on appropriations
25 subcommittees on general government, and the senate and house
26 fiscal agencies by November 30 of each year identifying the fees
27 assessed against each restricted fund and the methodology used for

1 assessment.

2 (2) In addition to the funds appropriated in part 1, the
3 department of treasury may receive and expend investment fees
4 relating to new restricted funding sources that participate in
5 common cash earnings or other investment income during the current
6 fiscal year. When a new restricted fund is created starting on or
7 after October 1, that restricted fund shall be assessed a fee using
8 the same criteria identified in subsection (1).

9 Sec. 932. Revenue received under the Michigan education trust
10 act, 1986 PA 316, MCL 390.1421 to 390.1442, may be expended by the
11 board of directors of the Michigan education trust for necessary
12 salaries, wages, supplies, contractual services, equipment,
13 worker's compensation insurance premiums, and grants to the civil
14 service commission and state employees' retirement fund.

15 Sec. 934. (1) The department of treasury may expend revenues
16 received under the hospital finance authority act, 1969 PA 38, MCL
17 331.31 to 331.84, the shared credit rating act, 1985 PA 227, MCL
18 141.1051 to 141.1076, the higher education facilities authority
19 act, 1969 PA 295, MCL 390.921 to 390.934, the Michigan public
20 educational facilities authority, Executive Reorganization Order
21 No. 2002-3, MCL 12.192, the Michigan tobacco settlement finance
22 authority act, 2005 PA 226, MCL 129.261 to 129.279, the land bank
23 fast track act, 2003 PA 258, MCL 124.751 to 124.774, part 505 of
24 the natural resources and environmental protection act, 1994 PA
25 451, MCL 324.50501 to 324.50522, the state housing development
26 authority act of 1966, 1966 PA 346, MCL 125.1401 to 125.1499c, and
27 the Michigan finance authority, Executive Reorganization Order No.

1 2010-2, MCL 12.194, for necessary salaries, wages, supplies,
2 contractual services, equipment, worker's compensation insurance
3 premiums, grants to the civil service commission and state
4 employees' retirement fund, and other expenses as allowed under
5 those acts.

6 (2) The department of treasury shall report by January 31,
7 2012 to the senate and house appropriations subcommittees, the
8 senate and house fiscal agencies, and the state budget director on
9 the amount and purpose of expenditures made under subsection (1)
10 from funds received in addition to those appropriated in part 1.
11 The report also shall include a listing of reimbursement of
12 revenue, if any. The report shall cover the 2011-2012 fiscal year.

13 Sec. 944. If the department hires a pension plan consultant
14 using any of the funds appropriated in part 1, the department shall
15 annually forward any report provided to the department by that
16 consultant to the senate and house of representatives standing
17 committees on appropriations subcommittees on general government,
18 the senate and house fiscal agencies, and the state budget
19 director.

20 Sec. 945. The assessment and certification division of the
21 department of treasury shall conduct a review of local unit
22 assessment administration practices, procedures, and records, also
23 known as the 14-point review, in at least 1 assessment jurisdiction
24 per county.

25 **REVENUE SHARING**

26 Sec. 950. The funds appropriated in part 1 for constitutional
27 revenue sharing shall be distributed by the department to cities,

1 villages, and townships, as required under section 10 of article IX
2 of the state constitution of 1963. Revenue collected in accordance
3 with section 10 of article IX of the state constitution of 1963 in
4 excess of the amount appropriated in part 1 for constitutional
5 revenue sharing is appropriated for distribution to cities,
6 villages, and townships, on a population basis as required under
7 section 10 of article IX of the state constitution of 1963.

8 Sec. 951. (1) The funds appropriated in part 1 for competitive
9 grant assistance are to be used for assistance grants to cities,
10 villages, townships, and counties to offset the costs associated
11 with mergers, interlocal agreements, and cooperative efforts for
12 those cities, villages, townships, and counties that elect to
13 combine government operations. The department of treasury shall
14 develop an application process and method of grant distribution.

15 (2) The unexpended funds appropriated in part 1 for the
16 competitive grant assistance program, economic vitality incentive
17 program, and the county incentive program are designated as work
18 project appropriations and any unencumbered or unallotted funds
19 shall not lapse at the end of the fiscal year and shall be
20 available for expenditure for projects under this section until the
21 projects have been completed. The following is in compliance with
22 section 451a of the management and budget act, 1984 PA 431, MCL
23 18.1451a:

24 (a) The purpose of the projects is to provide incentive-based
25 grants to recipients under this section.

26 (b) The projects will be accomplished by grants to qualified
27 governmental units.

1 (c) The total estimated cost of all projects is
2 \$362,073,300.00.

3 (d) The tentative completion date is September 30, 2016.

4 Sec. 952. (1) The funds appropriated in part 1 for the
5 economic vitality incentive program are to be used for grants to
6 cities, villages, and townships such that, subject to fulfilling
7 the requirements under subsection (3), each city, village, or
8 township that received a payment under section 950(2) of 2009 PA
9 128 greater than \$4,500.00 is eligible to receive a maximum of
10 67.837363% of its total payment received under section 950(2) of
11 2009 PA 128, rounded to the nearest dollar. For the purposes of
12 this subsection, any city or village that according to the 2010
13 federal decennial census is determined to have population in more
14 than 1 county will be treated as a single entity when determining
15 the payment received under section 950(2) of 2009 PA 128.

16 (2) The funds appropriated in part 1 for the county incentive
17 program are to be used for grants to counties such that each county
18 is eligible to receive an amount equal to the amount by which the
19 balance in its revenue sharing reserve fund under section 44a of
20 the general property tax act, 1893 PA 206, MCL 211.44a, for the
21 county's most recent fiscal year that ends prior to the January 1
22 of the state's fiscal year is less than the amount calculated under
23 section 44a(13) of the general property tax act, 1893 PA 206, MCL
24 211.44a, for the county fiscal year that begins in the state's
25 fiscal year. The amount calculated under this subsection shall be
26 adjusted as necessary to reflect partial county fiscal years and
27 prorated based on the total amount appropriated for distribution to

1 all eligible counties. Payments under this subsection will be
2 distributed to an eligible county subject to the county fulfilling
3 the requirements under subsection (3).

4 (3) Cities, villages, townships, and counties eligible to
5 receive a potential payment from the allocation under subsection
6 (1) or (2) may qualify to receive payments under 1 or more of the
7 following 3 categories:

8 (a) Category 1, accountability and transparency, requires each
9 eligible city, village, township, or county to certify by October
10 1, 2012, or the first day of a payment month, that it has produced
11 a citizen's guide of its most recent local finances, including a
12 recognition of its unfunded liabilities, a performance dashboard,
13 and a projected budget report including at a minimum 2 years of
14 revenues and expenditures, a detailed listing of its debt service
15 requirements, and an explanation of the assumptions used for the
16 projections. The citizen's guide, performance dashboard, and
17 projected budget report shall be made available for public viewing
18 in the city, village, township, or county clerk's office or posted
19 on a publicly accessible Internet site. Each city, village,
20 township, and county applying for a payment under this category
21 shall submit a copy of the citizen's guide, a copy of the
22 performance dashboard, and a copy of the projected budget report to
23 the department of treasury.

24 (b) Category 2, consolidation of services, requires each
25 eligible city, village, township, or county to certify by January
26 1, 2013, or the first day of a payment month, that it has produced
27 a consolidation plan. The consolidation plan shall be made readily

1 available for public viewing in the city, village, township, or
2 county clerk's office or posted on a publicly accessible Internet
3 site. Each city, village, township, and county applying for a
4 payment under this category shall submit a copy of the
5 consolidation plan to the department of treasury. At a minimum, the
6 consolidation plan shall include the following:

7 (i) For a city, village, township, or county that is submitting
8 a consolidation plan for the first time, the plan shall include
9 either a listing of any previous services consolidated with an
10 estimated cost savings amount for each consolidation or 1 or more
11 new proposals to increase its existing level of cooperation,
12 collaboration, and consolidation either within the jurisdiction or
13 with other jurisdictions, an estimate of the potential savings
14 amount, and a timeline for implementing the new proposal.

15 (ii) For a city, village, or township that submitted a
16 consolidation plan in the previous fiscal year, the plan shall
17 include an update on the status of the new proposals that were in
18 the previous year's consolidation plan, including whether or not
19 the previously proposed plan has been fully implemented, a listing
20 of the barriers experienced in implementing the proposal, and a
21 timeline of the steps to accomplish the proposed plan.

22 (c) Category 3, employee compensation, requires each eligible
23 city, village, township, or county to certify by May 1, 2013, or
24 the first day of a payment month, that it has produced an employee
25 compensation plan. The employee compensation plan shall be made
26 available for public viewing in the city, village, township, or
27 county clerk's office or posted on a publicly accessible Internet

1 site. Each city, village, township, or county applying for a
2 payment under this category shall submit a copy of the employee
3 compensation plan to the department of treasury. At a minimum, the
4 compensation plan shall include 1 of the following:

5 (i) A compensation plan that includes all of the following:

6 (A) For a city, village, township, or county that is
7 submitting an employee compensation plan for the first time, the
8 plan shall include a description of how the city, village,
9 township, or county intends to implement the conditions established
10 in sub-subparagraphs (C), (D), and (E) for benefits awarded going
11 forward with all new or extended contracts or employment
12 agreements, for employees not covered under contract. In addition,
13 the plan shall include a listing of all contracts or employment
14 agreements and include the contract expiration date and the date
15 the contracts were or will be entered into.

16 (B) For a city, village, or township that has submitted an
17 employee compensation plan in the previous year, the city, village,
18 or township shall produce an updated employee compensation plan
19 that includes a report on the status of the previous year's plan,
20 the extent to which it was implemented or a description of the
21 barriers experienced in implementing the proposed plan, and a
22 timeline for implementation. In addition, the updated plan shall
23 include a listing of all contracts or employment agreements and
24 shall include the contract expiration date and the date the
25 contracts were or will be entered into.

26 (C) New hires who are eligible for retirement plans are placed
27 on retirement plans that cap annual employer contributions at 10%

1 of base salary for employees who are eligible for social security
2 benefits. For employees who are not eligible for social security
3 benefits, the annual employer contribution is capped at 16.2% of
4 base salary.

5 (D) For defined benefit pension plans, the retirement benefit
6 awarded for service credit earned under new or extended contracts
7 shall have a maximum multiplier of 1.5% for all employees who are
8 eligible for social security benefits, except, where postemployment
9 health care is not provided, the maximum multiplier shall be 2.25%.
10 For all employees who are not eligible for social security
11 benefits, the retirement benefit awarded for service credit earned
12 under new or extended contracts shall have a maximum multiplier of
13 2.25% except, where postemployment health care is not provided, the
14 maximum multiplier shall be 3.0%.

15 (E) For defined benefit pension plans under new or extended
16 contracts, final average compensation for all employees is
17 calculated using a minimum of 3 years of compensation and shall not
18 include more than a total of 240 hours of accrued leave paid at
19 separation. Overtime hours shall not be used in computing the final
20 average compensation for an employee.

21 (ii) A certification of one of the following:

22 (A) For an eligible city, village, township, or county that
23 offers health care benefits to its employees or elected public
24 officials, a certification that the city, village, township, or
25 county is in compliance with the publicly funded health insurance
26 contribution act, 2011 PA 152, MCL 15.561 to 15.1569. Dental and
27 vision coverages are not considered health care benefits.

1 (B) For an eligible city, village, township, or county that
2 does not offer health care benefits to its employees or elected
3 public officials, a certification that it does not offer health
4 care benefits to its employees or elected public officials. Dental
5 and vision coverages are not considered health care benefits.

6 (4) Economic vitality incentive program payments and county
7 incentive program payments are subject to the following conditions:

8 (a) In order for a city, village, township, or county to
9 qualify for a category under subsection (3)(a), (b), or (c), the
10 city, village, township, or county shall meet every criteria for
11 that category including a certification to the department that it
12 has met the required criteria for that category and submission of
13 the required citizen's guide, performance dashboard, and projected
14 budget report; consolidation plan; or the employee compensation
15 plan as required by subsection (3)(a), (b), or (c), respectively. A
16 department of treasury review of the citizen's guide, performance
17 dashboard, projected budget report, consolidation plan, or employee
18 compensation plan is not required in order for a city, village,
19 township, or county to receive a payment under subsection (1) or
20 (2). The department shall develop a certification process and
21 method for cities, villages, townships, and counties to follow.

22 (b) For each category that a city, village, township, or
23 county qualifies for in subsection (3), the city, village,
24 township, or county shall receive 1/3 of its potential payment
25 under this section.

26 (c) Payments under this section shall be issued to cities,
27 villages, townships, and counties for each category in subsection

Senate Bill No. 954 as amended April 26, 2012

1 (3) until the specified due date for the category. After the
2 specified due date for the category, payments shall be made to a
3 city, village, township, or county only if that city, village,
4 township, or county has complied with subdivision (a).

5 (d) If a city, village, township, or county does not provide
6 the required certification or fails to submit the required
7 citizen's guide, performance dashboard, projected budget report,
8 consolidation plan, or the employee compensation plan by the first
9 day of a payment month, the city, village, township, or county
10 shall forfeit the payment in that payment month for the uncertified
11 category in subsection (3).

12 (e) Any city, village, township, or county that falsifies
13 certification documents shall forfeit any future economic vitality
14 incentive program payments or county incentive program payments and
15 shall repay this state all economic vitality incentive program
16 payments or county incentive program payments it has received under
17 this section.

18 (f) Economic vitality incentive program payments under this
19 section shall be distributed on the last business day of October,
20 December, February, April, June, and August. County incentive
21 program payments under this section shall be distributed on the
22 last business day of November, January, March, May, July, and
23 September.

24 (g) Payments distributed under this section may be withheld
25 pursuant to sections 17a and 21 of the Glenn Steil state revenue
26 sharing act of 1971, 1971 PA 140, MCL 141.917a and 141.921.

27 Sec. 955. (1) The funds appropriated in part 1 <<

Senate Bill No. 954 as amended April 26, 2012

1 >> for county revenue sharing shall be distributed by the
2 department to eligible counties pursuant to the Glenn Steil state
3 revenue sharing act of 1971, 1971 PA 140, MCL 141.901 to 141.921.

4 (2) The department of treasury shall annually certify to the
5 state budget director the amount each county is authorized to
6 expend from its revenue sharing reserve fund.

7 LOTTERY

8 Sec. 960. In addition to the funds appropriated in part 1 to
9 the bureau of state lottery, there is appropriated from lottery
10 revenues the amount necessary for, and directly related to,
11 implementing and operating lottery games. Appropriations under this
12 section shall only be expended for contractually mandated payments
13 for vendor commissions, contractually mandated payments for instant
14 tickets intended for resale, the contractual costs of providing and
15 maintaining the online system communications network, and incentive
16 and bonus payments to lottery retailers.

17 Sec. 963. The bureau of state lottery shall inform all lottery
18 retailers that the cash side of department of human services bridge
19 cards cannot be used to purchase lottery tickets.

20 CASINO GAMING

21 Sec. 971. From the revenue collected by the Michigan gaming
22 control board regarding the total annual assessment of each casino
23 licensee, \$2,000,000.00 is appropriated and shall be deposited in
24 the compulsive gaming prevention fund as described in section
25 12a(5) of the Michigan gaming control and revenue act, 1996 IL 1,
26 MCL 432.212a.

27 Sec. 973. (1) Funds appropriated in part 1 for local

1 government programs may be used to provide assistance to a local
2 revenue sharing board referenced in an agreement authorized by the
3 Indian gaming regulatory act, Public Law 100-497.

4 (2) A local revenue sharing board described in subsection (1)
5 shall comply with the open meetings act, 1976 PA 267, MCL 15.261 to
6 15.275, and the freedom of information act, 1976 PA 442, MCL 15.231
7 to 15.246.

8 (3) A county treasurer is authorized to receive and administer
9 funds received for and on behalf of a local revenue sharing board.
10 Funds appropriated in part 1 for local government programs may be
11 used to audit local revenue sharing board funds held by a county
12 treasurer. This section does not limit the ability of local units
13 of government to enter into agreements with federally recognized
14 Indian tribes to provide financial assistance to local units of
15 government or to jointly provide public services.

16 (4) A local revenue sharing board described in subsection (1)
17 shall comply with all applicable provisions of any agreement
18 authorized by the Indian gaming regulatory act, Public Law 100-497,
19 in which the local revenue sharing board is referenced, including,
20 but not limited to, the disbursal of tribal casino payments
21 received under applicable provisions of the tribal-state class III
22 gaming compact in which those funds are received.

23 (5) The director of the department of state police and the
24 executive director of the Michigan gaming control board are
25 authorized to assist the local revenue sharing boards in
26 determining allocations to be made to local public safety
27 organizations.

1 (6) The department of treasury shall submit a report by
2 September 30 to the senate and house of representatives standing
3 committees on appropriations and the state budget director on the
4 receipts and distribution of revenues by local revenue sharing
5 boards.

6 Sec. 974. If revenues collected in the state services fee fund
7 are less than the amounts appropriated from the fund, available
8 revenues shall be used to fully fund the appropriation in part 1
9 for casino gaming regulation activities before distributions are
10 made to other state departments and agencies. If the remaining
11 revenue in the fund is insufficient to fully fund appropriations to
12 other state departments or agencies, the shortfall shall be
13 distributed proportionally among those departments and agencies.

14 Sec. 976. The executive director of the Michigan gaming
15 control board may pay rewards of not more than \$5,000.00 to a
16 person who provides information that results in the arrest and
17 conviction on a felony or misdemeanor charge for a crime that
18 involves the horse racing industry. A reward paid pursuant to this
19 section shall be paid out of the appropriation in part 1 for the
20 racing commission.

21 Sec. 977. All appropriations from the Michigan agriculture
22 equine industry development fund, except for the racing commission
23 and laboratory analysis program appropriations, shall be reduced
24 proportionately if revenues to the Michigan agriculture equine
25 industry development fund decline during the fiscal year ending
26 September 30, 2012 to a level lower than the amount appropriated in
27 part 1.

1 Sec. 978. The Michigan gaming control board shall use actual
2 expenditure data in determining the actual regulatory costs of
3 conducting racing dates and shall provide that data to the senate
4 and house appropriations subcommittees on agriculture and general
5 government and the senate and house fiscal agencies. The Michigan
6 gaming control board shall not be reimbursed for more than the
7 actual regulatory cost of conducting race dates. If a certified
8 horsemen's organization funds more than the actual regulatory cost,
9 the balance shall remain in the agriculture equine industry
10 development fund to be used to fund subsequent race dates conducted
11 by race meeting licensees with which the certified horsemen's
12 organization has contracts. If a certified horsemen's organization
13 funds less than the actual regulatory costs of the additional horse
14 racing dates, the Michigan gaming control board shall reduce the
15 number of future race dates conducted by race meeting licensees
16 with which the certified horsemen's organization has contracts.
17 Prior to the reduction in the number of authorized race dates due
18 to budget deficits, the executive director of the Michigan gaming
19 control board shall provide notice to the certified horsemen's
20 organizations with an opportunity to respond with alternatives. In
21 determining actual costs, the Michigan gaming control board shall
22 take into account that each specific breed may require different
23 regulatory mechanisms.

24 **MICHIGAN STRATEGIC FUND - HOUSING AND COMMUNITY DEVELOPMENT**

25 Sec. 980. MSHDA shall annually present a report to the state
26 budget office and the subcommittees on the status of the
27 authority's housing production goals under all financing programs

1 established or administered by the authority. The report shall give
2 special attention to efforts to raise affordable multifamily
3 housing production goals.

4 Sec. 981. MSHDA shall report to the subcommittees, the state
5 budget director, and the fiscal agencies by December 1 on the
6 status of the loans entered into by the Michigan broadband
7 development authority.

8 Sec. 983. In addition to the amounts appropriated in part 1
9 for the administration of the land bank fast track authority, the
10 authority may expend revenues received under the land bank fast
11 track act, 2003 PA 258, MCL 124.751 to 124.774, for the purposes
12 authorized by the act including, but not limited to, the
13 acquisition, lease, management, demolition, maintenance, or
14 rehabilitation of real or personal property, payment of debt
15 service for notes or bonds issued by the authority, and other
16 expenses to clear or quiet title property held by the authority.

17 Sec. 984. In addition to the funds appropriated in part 1, the
18 funds collected by state historic preservation programs for
19 document reproduction and services and application fees are
20 appropriated for all expenses necessary to provide the required
21 services. These funds are available for expenditure when they are
22 received and may be carried forward into the succeeding fiscal
23 year.

24 Sec. 985. In addition to the appropriations in part 1, 10% of
25 the Michigan-designated funds received by the state from the joint
26 state-federal foreclosure settlement shall be appropriated in
27 fiscal year 2012-2013 to the Michigan housing and community

1 development fund created in section 58a of the state housing
2 development authority act of 1966, 1966 PA 346, MCL 125.1458a.

3 **MICHIGAN STRATEGIC FUND**

4 Sec. 1001. (1) In addition to the funds appropriated in part
5 1, there is appropriated an amount not to exceed \$20,000,000.00 for
6 federal contingency funds. These funds are not available for
7 expenditure until they have been transferred to another line item
8 in this act under section 393(2) of the management and budget act,
9 1984 PA 431, MCL 18.1393.

10 (2) In addition to the funds appropriated in part 1, there is
11 appropriated an amount not to exceed \$2,000,000.00 for state
12 restricted contingency funds. These funds are not available for
13 expenditure until they have been transferred to another line item
14 in this act under section 393(2) of the management and budget act,
15 1984 PA 431, MCL 18.1393.

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

22 (4) In addition to the funds appropriated in part 1, there is
23 appropriated an amount not to exceed \$100,000.00 for local
24 contingency funds. These funds are not available for expenditure
25 until they have been transferred to another line item in this act
26 under section 393(2) of the management and budget act, 1984 PA 431,
27 MCL 18.1393.

1 Sec. 1005. In addition to the appropriations in part 1, Travel
2 Michigan may receive and expend private revenue related to the use
3 of "Pure Michigan" and all other copyrighted slogans and images.
4 This revenue may come from the direct licensing of the name and
5 image or from the royalty payments from various merchandise sales.
6 Revenue collected is appropriated for the marketing of the state as
7 a travel destination. The funds are available for expenditure when
8 they are received by the department of treasury.

9 Sec. 1006. The fund shall submit on February 15 to the
10 subcommittees, the state budget office, and the fiscal agencies a
11 listing of all grants which have been awarded by the fund or by the
12 Michigan economic development corporation from the funds
13 appropriated in part 1. The list shall include all of the
14 following:

15 (a) The name of the recipient.

16 (b) The amount awarded to the recipient.

17 (c) The purpose of the grant.

18 Sec. 1007. (1) The fund shall provide reports to the relevant
19 subcommittees, the state budget director, and the fiscal agencies
20 concerning the activities of the Michigan economic development
21 corporation grants and investment programs financed from the fund
22 using investment or Indian gaming revenues. The report shall
23 provide a list of individual grants, loans, and investments made
24 from the fund. The report shall include, but not be limited to, the
25 following programs funded in part 1:

26 (a) Travel Michigan, including any expenditures authorized
27 under section 89b of the Michigan strategic fund act, 1984 PA 270,

1 MCL 125.2089b, to supplement the Michigan promotion program. The
2 report shall include the number of commercials produced, the
3 markets in which media buys have been made, and any web-based
4 products that were created with these funds.

5 (b) Business attraction, retention, and growth, including any
6 expenditures authorized under section 89b of the Michigan strategic
7 fund act, 1984 PA 270, MCL 125.2089b, to supplement the Michigan
8 business marketing program. The report shall include the number of
9 commercials produced, the markets in which media buys have been
10 made, and any web-based products that were created as a result of
11 this appropriation.

12 (c) Business services.

13 (d) Community development block grants.

14 (e) Strategic fund administration.

15 (f) Renaissance zones.

16 (g) 21st century investment program.

17 (h) Business and clean air ombudsman.

18 (i) Michigan business development program.

19 (j) Community revitalization program.

20 (k) Film incentives.

21 (l) Any other programs of the fund.

22 (2) The reports in subsection (1) shall be submitted by
23 January 15. The report for each program in subsection (1)(a)
24 through (l) shall include details on all revenue sources, actual
25 expenditures, and number of FTEs for that program for the previous
26 fiscal year.

27 Sec. 1008. As a condition of receiving funds under part 1, any

1 interlocal agreement entered into by the fund shall include
2 language which states that if a local unit of government has a
3 contract or memorandum of understanding with a private economic
4 development agency, the Michigan economic development corporation
5 will work cooperatively with that private organization in that
6 local area.

7 Sec. 1009. (1) Of the funds appropriated to the fund or
8 through grants to the Michigan economic development corporation, no
9 funds shall be expended for the purchase of options on land or the
10 purchase of land unless at least 1 of the following conditions
11 applies:

12 (a) The land is located in an economically distressed area.

13 (b) The land is obtained through a purchase or exercise of an
14 option at the invitation of the local unit of government and local
15 economic development agency.

16 (2) Consideration may be given to purchases where the proposed
17 use of the land is consistent with a regional land use plan, will
18 result in the redevelopment of an economically distressed area, can
19 be supported by existing infrastructure, and will not cause shifts
20 in population away from the area's population centers.

21 (3) As used in this section, "economically distressed area"
22 means an area in a city, village, or township that has been
23 designated as blighted; a city, village, or township that shows
24 negative population change from 1970 and a poverty rate and
25 unemployment rate greater than the statewide average; or an area
26 certified as a neighborhood enterprise zone under the neighborhood
27 enterprise zone act, 1992 PA 147, MCL 207.771 to 207.786.

1 Sec. 1011. (1) From the general fund/general purpose
2 appropriations in part 1 to the fund and granted or transferred to
3 the Michigan economic development corporation, any unexpended or
4 unencumbered balance shall be disposed of in accordance with the
5 requirements in the management and budget act, 1984 PA 431, MCL
6 18.1101 to 18.1594, unless carryforward authorization has been
7 otherwise provided for.

8 (2) Any encumbered funds shall be used for the same purposes
9 for which funding was originally appropriated in this act.

10 Sec. 1012. (1) As a condition of receiving funds under part 1,
11 the fund shall ensure that the MEDC and the fund comply with all of
12 the following:

13 (a) The freedom of information act, 1976 PA 442, MCL 15.231 to
14 15.246.

15 (b) The open meetings act, 1976 PA 267, MCL 15.261 to 15.275.

16 (c) Annual audits of all financial records by the auditor
17 general or his or her designee.

18 (d) All reports required by law to be submitted to the
19 legislature.

20 (2) If the MEDC is unable for any reason to perform duties
21 under this act, the fund may exercise those duties.

22 Sec. 1013. As a condition for receiving the appropriations in
23 part 1, any staff of the Michigan economic development corporation
24 involved in private fund-raising activities shall not be party to
25 any decisions regarding the awarding of grants or tax abatements
26 from the fund, the Michigan economic development corporation, or
27 the Michigan economic growth authority.

1 Sec. 1020. Federal pass-through funds to local institutions
2 and governments that are received in amounts in addition to those
3 included in part 1 and that do not require additional state
4 matching funds are appropriated for the purposes intended. The fund
5 may carry forward into the succeeding fiscal year unexpended
6 federal pass-through funds to local institutions and governments
7 that do not require additional state matching funds. The fund shall
8 report the amount and source of the funds to the senate
9 appropriation subcommittee on economic development, the house
10 appropriation subcommittee on general government, the senate and
11 house fiscal agencies, and the state budget office within 10
12 business days after receiving any additional pass-through funds.

13 Sec. 1023. The fund shall coordinate tourism promotion with
14 the tourism industry. The fund shall submit a report by July 1 to
15 the senate and house of representatives standing committees on
16 appropriations subcommittees on general government and the senate
17 and house fiscal agencies on the geographical locations and
18 recreational activities used in Michigan tourism promotional
19 material.

20 Sec. 1031. The Michigan strategic fund shall report to the
21 senate and house of representatives appropriations subcommittees on
22 general government, the senate and house fiscal agencies, and the
23 state budget office by April 15, 2013 on the spending plan for the
24 line items for innovation and entrepreneurship and business
25 attraction and economic gardening. If the spending plan for the
26 fiscal year is changed after that date, the fund shall notify the
27 report recipients listed previously within 10 business days.

1 Sec. 1032. (1) The Michigan film office shall report to the
2 subcommittees and the fiscal agencies on the status of the film
3 incentives at the same time as it submits the annual report
4 required under section 455 of the Michigan business tax act, 2007
5 PA 36, MCL 208.1455. The department of treasury and the Michigan
6 strategic fund shall provide the Michigan film office with the data
7 necessary to prepare the report. Incentives included in the report
8 shall include all of the following:

9 (a) The tax credit provided under section 455 of the Michigan
10 business tax act, 2007 PA 36, MCL 208.1455.

11 (b) The tax credit provided under section 457 of the Michigan
12 business tax act, 2007 PA 36, MCL 208.1457.

13 (c) The tax credit provided under section 459 of the Michigan
14 business tax act, 2007 PA 36, MCL 208.1459.

15 (d) The amount of any tax credit claimed under former section
16 367 of the income tax act of 1967, 1967 PA 281.

17 (e) Any tax credits provided for film and digital media
18 production under the Michigan economic growth authority act, 1995
19 PA 24, MCL 207.801 to 207.810.

20 (f) Loans to an eligible production company or film and
21 digital media private equity fund authorized under section 88d(3),
22 (4), and (5) of the Michigan strategic fund act, 2005 PA 225, MCL
23 125.2088d.

24 (g) Any spending or activities supported by the appropriation
25 in part 1 for film incentives.

26 (2) The report shall include all of the following information:

27 (a) For each tax credit, the number of contracts signed, the

1 projected expenditures qualifying for the credit, and the estimated
2 value of the credits. For loans, the number of loans made under
3 each section, the interest rate of those loans, the loan amount,
4 the percent of the projected budget of each production financed by
5 those loans, and the estimated interest earnings from the loan. For
6 each film incentive awarded, including any program to support and
7 promote a qualified facility and other film infrastructure as
8 defined in section 29h of the Michigan strategic fund act, 1984 PA
9 270, MCL 125.2029h, the total funding awarded for each of the
10 following:

11 (i) Direct production expenditures.

12 (ii) Michigan personnel expenditures.

13 (iii) Crew personnel expenditures.

14 (iv) Qualified personnel expenditures.

15 (v) Postproduction expenditures.

16 (vi) Qualified facility or infrastructure expenditures.

17 (vii) Spending for program administration.

18 (b) For credits authorized under section 455 of the Michigan
19 business tax act, 2007 PA 36, MCL 208.1455, for productions
20 completed by December 31, the expenditures of each production
21 eligible for the credit that has filed a request for certificate of
22 completion with the film office, broken down into expenditures for
23 goods, services, or salaries and wages and showing separately
24 expenditures in each local unit of government, including
25 expenditures for personnel, whether or not they were made to a
26 Michigan entity, and whether or not they were taxable under the
27 laws of this state. For loans, the report shall include the number

1 of loans that have been fully repaid, with principal and interest
2 shown separately, and the number of loans that are delinquent or in
3 default, and the amount of principal that is delinquent or is in
4 default.

5 (c) For each of the tax credit incentives, loan incentives,
6 and film incentives listed in subsection (1), a breakdown for each
7 project or production showing each of the following:

8 (i) The number of temporary jobs created.

9 (ii) The number of permanent jobs created.

10 (iii) The number of persons employed in Michigan as a result of
11 the incentive, on a full-time equated basis.

12 (3) For any information not included in the report due to the
13 provisions of sections 455(6), 457(6), or 459(6) of the Michigan
14 business tax act, 2007 PA 36, MCL 208.1455, 208.1457, and 208.1459,
15 the report shall do all of the following:

16 (a) Indicate how the information would describe the commercial
17 and financial operations or intellectual property of the company.

18 (b) Attest that the information has not been publicly
19 disseminated at any time.

20 (c) Describe how disclosure of the information may put the
21 company at a competitive disadvantage.

22 (4) Any information not disclosed due to the provisions of
23 sections 455(6), 457(6), or 459(6) of the Michigan business tax
24 act, 2007 PA 36, MCL 208.1455, 208.1457, and 208.1459, shall be
25 presented at the lowest level of aggregation that would no longer
26 describe the commercial and financial operations or intellectual
27 property of the company.

1 Sec. 1034. (1) A portion of the funds appropriated in part 1
2 for innovation and entrepreneurship shall be used to fund business
3 incubators and accelerators. The Michigan strategic fund shall
4 award a grant to 1 high-performance business incubator or
5 accelerator in each of the following governmental units:

6 (a) Houghton County.

7 (b) Kent County.

8 (c) Macomb County.

9 (d) Oakland County.

10 (e) Washtenaw County.

11 (f) A city with a population greater than 650,000.

12 (g) A Midland County satellite site of an incubator located in
13 Isabella County.

14 (h) A Mason County business opportunity center/incubator that
15 provides services to entrepreneurs in Lake, Mason, Manistee, and
16 Oceana Counties.

17 (2) Grant funding awarded under this section may be used to
18 fund satellite locations, as determined by the Michigan strategic
19 fund.

20 (3) Eligible recipients for these awards must have been
21 operational on October 1, 2010 and operating continuously since
22 that date, except that an eligible Mason County business
23 opportunity center/incubator shall be operational not later than
24 October 1, 2012.

25 (4) Awards shall not be less than \$500,000.00 per selected
26 business incubator or accelerator. No recipient shall receive more
27 than \$2,000,000.00 under this section. No unit of local government

1 listed in subsection (1) shall receive more than 1 award.

2 (5) Applicants shall submit a comprehensive business plan to
3 the Michigan strategic fund that demonstrates the sustainability of
4 the organization.

5 (6) Awards shall be announced by December 31, 2012.

6 (7) Each recipient business incubator or accelerator shall
7 develop a dashboard of indicators to measure the effectiveness of
8 the business incubator and accelerator programs. Indicators shall
9 include the direct jobs created, new companies launched as a direct
10 result of business incubator or accelerator involvement, businesses
11 expanded as a direct result of business incubator or accelerator
12 involvement, direct investment in client companies, private equity
13 financing obtained by client companies, grant funding obtained by
14 client companies, and other measures developed by the recipient
15 business incubators and accelerators in conjunction with the
16 Michigan economic development corporation. Dashboard indicators
17 shall be reported for the prior fiscal year and cumulatively, if
18 available. Each recipient shall submit a copy of their dashboard
19 indicators to the Michigan strategic fund by March 1. The Michigan
20 strategic fund shall transmit the local reports to the senate and
21 house of representatives appropriations subcommittees on general
22 government, the senate and house fiscal agencies, and the state
23 budget office by March 15.

24 Sec. 1035. (1) From the appropriation in part 1, the Michigan
25 council for arts and cultural affairs shall administer an arts and
26 cultural grant program that maintains an equitable geographic
27 distribution of funding and utilizes past arts and cultural grant

1 programs as a guideline for administering this program. The council
2 shall do all of the following:

3 (a) On or before October 1, the fund shall publish proposed
4 application criteria, instructions, and forms for use by eligible
5 applicants. The fund shall provide at least a 2-week period for
6 public comment before finalizing the application criteria,
7 instructions, and forms.

8 (b) A nonrefundable application fee may be assessed for each
9 application. Application fees shall be deposited in the council for
10 the arts fund and are appropriated for expenses necessary to
11 administer the programs. These funds are available for expenditure
12 when they are received and may be carried forward to the following
13 fiscal year.

14 (c) Grants are to be made to public and private arts and
15 cultural entities.

16 (d) Within 1 business day after the award announcements, the
17 council shall provide to each member of the legislature and the
18 fiscal agencies a list of all grant recipients and the total award
19 given to each recipient, sorted by county.

20 (2) Up to \$100,000.00 from the appropriation in part 1 for
21 arts and cultural program may be used for the administration of
22 this grant program.

23 **MICHIGAN STRATEGIC FUND - CAREER EDUCATION**

24 Sec. 1050. (1) The fund shall publish the "activities
25 classification structure data book" for Michigan community colleges
26 on or before March 1.

27 (2) The fund shall compile information received from community

1 colleges on North American Indian tuition waivers granted pursuant
2 to 1976 PA 174, MCL 390.1251 to 390.1253, and shall submit this
3 compilation to the house and senate appropriations subcommittees on
4 community colleges, the fiscal agencies, and the state budget
5 director by March 1.

6 (3) The fund shall compile information received from community
7 colleges on the number and types of associate degrees and other
8 certificates awarded during the previous fiscal year and shall
9 submit this compilation to the house and senate appropriations
10 subcommittees on community colleges, the fiscal agencies, and the
11 state budget director by March 1.

12 (4) The fund shall place the reports required in this section
13 on a publicly available website.

14 Sec. 1053. From the funds appropriated in part 1 for MSF -
15 precollege programs in engineering and sciences, final funding, the
16 fund shall allocate 1/2 of the appropriated amount to the Detroit
17 precollege engineering program and the Grand Rapids area precollege
18 engineering program, which were appropriated funds under 2005 PA
19 156.

20 Sec. 1054. From the funds appropriated in part 1 for workforce
21 programs subgrantees, the fund may allocate funding for grants to
22 nonprofit organizations that offer programs to workforce investment
23 act - eligible youth focusing on entrepreneurship, work-readiness
24 skills, job shadowing, and financial literacy. Organizations
25 eligible for funding under this section must have the capacity to
26 provide similar programs in urban areas, as determined by the
27 United States bureau of the census according to the most recent

1 federal decennial census. Additionally, programs eligible for
2 funding under this section must include the participation of local
3 business partners. The fund shall develop other appropriate
4 eligibility requirements to ensure compliance with applicable
5 federal rules and regulations.

6 **MICHIGAN STRATEGIC FUND - WORKFORCE DEVELOPMENT**

7 Sec. 1060. The fund shall administer the jobs, education, and
8 training program in accordance with the requirements of section
9 407(d) of title IV of the social security act, 42 USC 607, the
10 state social welfare act, 1939 PA 280, MCL 400.1 to 400.119b, and
11 all other applicable laws and regulations.

12 Sec. 1063. (1) In addition to the funds appropriated in part
13 1, any unencumbered and unrestricted federal workforce investment
14 act or trade adjustment assistance funds available from prior
15 fiscal years are appropriated for the purposes originally intended.

16 (2) The fund shall report by January 15 to the subcommittees,
17 the fiscal agencies, and the state budget office on the amount by
18 fiscal year of federal workforce investment act funds appropriated
19 under this section.

20 Sec. 1064. Of the funds appropriated in part 1 for workforce
21 training programs, up to \$200,000.00 shall be allocated for grants
22 to 2 workforce development programs, meeting the following
23 criteria:

24 (a) Up to \$100,000.00 shall be allocated to 1 nonprofit
25 organization to expand an existing innovative, employer-led,
26 public/private workforce development program. Grant funds may be
27 used for program operating expenses such as staffing, rent,

1 equipment, and other expenses. To be eligible for funding under
2 this subdivision, a program must meet the following criteria:

3 (i) Provide program participants with early intervention
4 services that promote employment stabilization and alleviate
5 barriers to job attainment, retention, or advancement, including
6 assistance with transportation, language barriers, childcare,
7 housing, and facilitating access to services available through
8 public agencies and community-based organizations.

9 (ii) Provide program participants with training in basic job
10 skills, basic life skills, and career exploration.

11 (iii) Provide program participants with opportunities for
12 advancement within the network of partnering employers by
13 facilitating incumbent worker training programs.

14 (iv) Demonstrate a quantifiable return on investment for
15 participating employers, as evidenced by costs savings achieved
16 through pooled training/workforce development activities, and
17 increases in employee retention, attendance, satisfaction, and
18 productivity.

19 (v) Have a regional impact across more than 3 counties.

20 (b) Up to \$100,000.00 shall be allocated to 1 nonprofit
21 organization to expand an existing workforce development program
22 operated collaboratively with local businesses and educational
23 institutions to link unemployed and dislocated workers with new
24 market industries and to spur the development of small businesses.
25 To be eligible for funding under this subdivision, a program must
26 meet the following criteria:

27 (i) Provide low-wage, unemployed, and dislocated workers

assistance in developing career pathways that provide education and career options for program participants to meet the workforce needs of new markets and in-demand occupations.

(ii) Provide educational programs and seminars that provide an introduction to the values and basic entrepreneurial skills necessary to successfully start a new business.

(iii) Provide programs that provide business incubation and support services, including entrepreneurial education and access to capital.

(iv) Provide program participants with job placement assistance, including on-the-job training, apprenticeships, and internships.

REVENUE STATEMENT

Sec. 1101. Pursuant to section 18 of article V of the state constitution of 1963, fund balances and estimates are presented in the following statement:

BUDGET RECOMMENDATIONS BY OPERATING FUNDS

(Amounts in millions)

Fiscal Year 2012-2013

		Beginning		
	Fund	Unreserved		
	Fund	Estimated	Ending	
	Balance	Revenue	Balance	
OPERATING FUNDS				
General fund/general purpose	0110	541.9	8,684.0	73.9

1	General fund/special purpose		910.0	22,462.3	213.3
2	Special Revenue Funds:				
3	Countercyclical budget and				
4	economic stabilization	0111	261.1	3.1	264.2
5	Game and fish protection	0112	3.3	62.5	2.9
6	Michigan employment security act				
7	administration	0113	10.9	5.1	18.6
8	State aeronautics	0114	5.0	106.0	0.0
9	Michigan veterans' benefit				
10	trust	0115	0.0	5.2	0.0
11	State trunkline	0116	0.0	1,838.8	0.0
12	Michigan state waterways	0117	2.0	26.7	2.4
13	Blue Water Bridge	0118	0.0	23.6	0.0
14	Michigan transportation	0119	0.0	1,865.7	0.0
15	Comprehensive transportation	0120	18.7	322.7	0.0
16	School aid	0122	0.0	12,956.0	0.0
17	Game and fish protection trust	0124	0.0	7.0	0.0
18	State park improvement	0125	0.1	5.2	0.1
19	Forest development	0126	2.5	31.2	0.0
20	Michigan natural resources				
21	trust	0129	28.3	25.7	27.6
22	Michigan state parks endowment	0130	5.3	40.1	1.1
23	Safety education and training	0131	5.3	8.1	4.4
24	Bottle deposit	0136	0.0	13.4	0.0
25	State construction code	0138	3.8	13.1	5.9
26	Children's trust	0139	1.1	2.9	1.1
27	State casino gaming	0140	2.3	34.7	2.4

1	Michigan nongame fish and				
2	wildlife	0143	0.1	0.3	0.0
3	Michigan merit award trust	0154	0.0	113.6	0.0
4	Outdoor recreation legacy	0162	0.2	2.9	0.0
5	Off-road vehicle account	0163	0.1	3.3	0.0
6	Snowmobile account	0164	1.4	11.4	1.2
7	Silicosis dust disease				
8	and logging	0870	2.0	0.9	1.4
9	Utility consumer representation	0893	2.6	1.1	2.3
10	TOTALS		\$1,807.5	\$48,676.6	\$622.8

PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

FOR FISCAL YEAR 2013-2014

GENERAL SECTIONS

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