

SUBSTITUTE FOR
SENATE BILL NO. 177

A bill to make, supplement, and adjust appropriations for the departments of attorney general, civil rights, state, technology, management, and budget, and treasury, the executive office, and the legislative branch for the fiscal years ending September 30, 2012; to provide for the expenditure of these appropriations; to provide anticipated appropriations for the fiscal year ending September 30, 2013; to provide for the funding of certain work projects; to provide for the imposition of certain fees; to establish or continue certain funds, programs, and categories; to transfer certain funds; to prescribe certain requirements for bidding on state contracts; to provide for disposition of year-end balances;

to prescribe the powers and duties of certain principal executive departments and state agencies, officials, and employees; and to provide for the disposition of fees and other income received by the various principal executive departments and state agencies.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

PART 1

LINE-ITEM APPROPRIATIONS

FOR FISCAL YEAR 2011-2012

Sec. 101. Subject to the conditions set forth in this act, the amounts listed in this part are appropriated for the departments of attorney general, civil rights, state, technology, management, and budget, and treasury, the executive office, the legislative branch, and certain other state purposes, for the fiscal year ending September 30, 2012, from the funds indicated in this part. The following is a summary of the appropriations in this part:

TOTAL GENERAL GOVERNMENT

APPROPRIATION SUMMARY

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

Full-time equated classified positions..... 7,686.2

GROSS APPROPRIATION..... \$ 3,355,221,100

Interdepartmental grant revenues:

Total interdepartmental grants and intradepartmental

transfers 669,027,400

ADJUSTED GROSS APPROPRIATION..... \$ 2,686,193,700

Federal revenues:

Total federal revenues..... 273,049,700

Special revenue funds:

| | | |
|----|---|----------------|
| 1 | Total local revenues..... | 3,555,800 |
| 2 | Total private revenues..... | 930,700 |
| 3 | Total other state restricted revenues..... | 1,734,148,000 |
| 4 | State general fund/general purpose..... | \$ 674,509,500 |
| 5 | Sec. 102. DEPARTMENT OF ATTORNEY GENERAL | |
| 6 | (1) APPROPRIATION SUMMARY | |
| 7 | Full-time equated unclassified positions..... | 6.0 |
| 8 | Full-time equated classified positions..... | 514.0 |
| 9 | GROSS APPROPRIATION..... | \$ 74,340,900 |
| 10 | Interdepartmental grant revenues: | |
| 11 | Total interdepartmental grants and intradepartmental | |
| 12 | transfers | 21,885,400 |
| 13 | ADJUSTED GROSS APPROPRIATION..... | \$ 52,455,500 |
| 14 | Federal revenues: | |
| 15 | Total federal revenues..... | 8,848,800 |
| 16 | Special revenue funds: | |
| 17 | Total local revenues..... | 0 |
| 18 | Total private revenues..... | 0 |
| 19 | Total other state restricted revenues..... | 15,489,100 |
| 20 | State general fund/general purpose..... | \$ 28,117,600 |
| 21 | (2) ATTORNEY GENERAL OPERATIONS | |
| 22 | Full-time equated unclassified positions..... | 6.0 |
| 23 | Full-time equated classified positions..... | 514.0 |
| 24 | Attorney general..... | \$ 112,500 |
| 25 | Unclassified positions--5.0 FTE positions..... | 476,300 |
| 26 | Attorney general operations--477.0 FTE positions..... | 68,080,700 |

| | | |
|----|---|------------------|
| 1 | Child support enforcement--25.0 FTE positions | 3,008,000 |
| 2 | Prosecuting attorneys coordinating council--12.0 FTE | |
| 3 | positions | <u>1,881,800</u> |
| 4 | GROSS APPROPRIATION..... | \$ 73,559,300 |
| 5 | Appropriated from: | |
| 6 | Interdepartmental grant revenues: | |
| 7 | IDG from MDCH, health services..... | 2,062,400 |
| 8 | IDG from MDCH, WIC..... | 77,000 |
| 9 | IDG from DOC..... | 527,700 |
| 10 | IDG from MDE..... | 317,000 |
| 11 | IDG from MDEQ..... | 1,917,700 |
| 12 | IDG from MDHS..... | 3,617,000 |
| 13 | IDG from MDELEG, career education services..... | 205,400 |
| 14 | IDG from MDELEG, children's protection registry..... | 39,100 |
| 15 | IDG from MDELEG, financial and insurance services.... | 1,154,400 |
| 16 | IDG from MDELEG, licensing and regulation fees..... | 197,800 |
| 17 | IDG from MDELEG, Michigan occupational safety and | |
| 18 | health administration | 100,800 |
| 19 | IDG from MDELEG, Michigan state housing development | |
| 20 | authority | 540,200 |
| 21 | IDG from MDELEG, remonumentation fees..... | 85,000 |
| 22 | IDG from MDTMB, civil service commission..... | 300,600 |
| 23 | IDG from MDTMB, risk management revolving fund..... | 1,419,300 |
| 24 | IDG from MDMVA..... | 131,500 |
| 25 | IDG from MDOT, comprehensive transportation fund..... | 177,200 |
| 26 | IDG from MDOT, state aeronautics fund..... | 165,900 |
| 27 | IDG from MDOT, state trunkline fund..... | 2,817,500 |

| | | |
|----|--|-----------|
| 1 | IDG from MDSP, Michigan justice training fund..... | 139,000 |
| 2 | IDG from MDSP..... | 322,300 |
| 3 | IDG from treasury..... | 5,220,000 |
| 4 | IDG from treasury, strategic fund..... | 142,600 |
| 5 | IDG from MDTMB..... | 208,000 |
| 6 | Federal revenues: | |
| 7 | DAG, state administrative match grant/food stamps | 413,300 |
| 8 | Federal funds..... | 2,645,200 |
| 9 | HHS, medical assistance, medigant..... | 645,100 |
| 10 | HHS-OS, state Medicaid fraud control units..... | 5,045,200 |
| 11 | National criminal history improvement program..... | 100,000 |
| 12 | Special revenue funds: | |
| 13 | Antitrust enforcement collections..... | 656,600 |
| 14 | Assigned claims assessments..... | 132,800 |
| 15 | Attorney general's operations fund..... | 985,600 |
| 16 | Auto repair facilities fees..... | 261,300 |
| 17 | Franchise fees..... | 331,700 |
| 18 | Game and fish protection fund..... | 797,100 |
| 19 | Liquor purchase revolving fund..... | 1,165,700 |
| 20 | Manufactured housing fees..... | 217,200 |
| 21 | Merit award trust fund..... | 408,600 |
| 22 | Michigan employment security act - administrative fund | 1,785,800 |
| 23 | Prisoner reimbursement..... | 515,200 |
| 24 | Prosecuting attorneys training fees..... | 375,000 |
| 25 | Public utility assessments..... | 1,888,800 |
| 26 | Real estate enforcement fund..... | 549,100 |
| 27 | Reinstatement fees..... | 175,400 |

| | | |
|----|---|-------------------|
| 1 | Retirement funds..... | 832,100 |
| 2 | Second injury fund..... | 913,600 |
| 3 | Self-insurers security fund..... | 640,800 |
| 4 | Silicosis and dust disease fund..... | 210,900 |
| 5 | State building authority revenue..... | 104,200 |
| 6 | State casino gaming fund..... | 1,235,200 |
| 7 | State lottery fund..... | 275,600 |
| 8 | Utility consumers fund..... | 623,700 |
| 9 | Waterways fund..... | 111,800 |
| 10 | Worker's compensation administrative revolving fund.. | 295,300 |
| 11 | State general fund/general purpose..... | \$ 27,336,000 |
| 12 | (3) INFORMATION TECHNOLOGY | |
| 13 | Information technology services and projects..... | \$ <u>781,600</u> |
| 14 | GROSS APPROPRIATION..... | \$ 781,600 |
| 15 | Appropriated from: | |
| 16 | State general fund/general purpose..... | \$ 781,600 |
| 17 | Sec. 103. DEPARTMENT OF CIVIL RIGHTS | |
| 18 | (1) APPROPRIATION SUMMARY | |
| 19 | Full-time equated unclassified positions..... | 5.0 |
| 20 | Full-time equated classified positions..... | 113.0 |
| 21 | GROSS APPROPRIATION..... | \$ 12,099,000 |
| 22 | Interdepartmental grant revenues: | |
| 23 | Total interdepartmental grants and intradepartmental | |
| 24 | transfers | 0 |
| 25 | ADJUSTED GROSS APPROPRIATION..... | \$ 12,099,000 |
| 26 | Federal revenues: | |

| | | |
|----|---|-------------------|
| 1 | Total federal revenues..... | 2,213,200 |
| 2 | Special revenue funds: | |
| 3 | Total local revenues..... | 0 |
| 4 | Total private revenues..... | 0 |
| 5 | Total other state restricted revenues..... | 58,500 |
| 6 | State general fund/general purpose..... | \$ 9,827,300 |
| 7 | (2) CIVIL RIGHTS OPERATIONS | |
| 8 | Full-time equated unclassified positions..... 5.0 | |
| 9 | Full-time equated classified positions..... 113.0 | |
| 10 | Unclassified positions--5.0 FTE positions..... | \$ 267,100 |
| 11 | Civil rights operations--113.0 FTE positions..... | 11,254,100 |
| 12 | Pacific American Affairs Commission/Office of | |
| 13 | Asian Pacific American Affairs..... | \$ <u>100</u> |
| 14 | GROSS APPROPRIATION..... | \$ 11,521,300 |
| 15 | Appropriated from: | |
| 16 | Federal revenues: | |
| 17 | EEOC, state and local antidiscrimination agency | |
| 18 | contracts | 885,000 |
| 19 | HUD, grant..... | 1,313,200 |
| 20 | Special revenue funds: | |
| 21 | State restricted indirect funds..... | 58,500 |
| 22 | State general fund/general purpose..... | \$ 9,264,600 |
| 23 | (3) INFORMATION TECHNOLOGY | |
| 24 | Information technology services and projects..... | \$ <u>577,700</u> |
| 25 | GROSS APPROPRIATION..... | \$ 577,700 |
| 26 | Appropriated from: | |
| 27 | Federal revenues: | |

| | | | |
|----|--|------|----------------|
| 1 | EEOC, state and local antidiscrimination agency | | |
| 2 | contracts | | 15,000 |
| 3 | State general fund/general purpose | \$ | 562,700 |
| 4 | Sec. 104. EXECUTIVE OFFICE | | |
| 5 | (1) APPROPRIATION SUMMARY | | |
| 6 | Full-time equated unclassified positions..... | 10.0 | |
| 7 | Full-time equated classified positions..... | 74.2 | |
| 8 | GROSS APPROPRIATION..... | \$ | 4,399,200 |
| 9 | Interdepartmental grant revenues: | | |
| 10 | Total interdepartmental grants and intradepartmental | | |
| 11 | transfers | | 0 |
| 12 | ADJUSTED GROSS APPROPRIATION..... | \$ | 4,399,200 |
| 13 | Federal revenues: | | |
| 14 | Total federal revenues..... | | 0 |
| 15 | Special revenue funds: | | |
| 16 | Total local revenues..... | | 0 |
| 17 | Total private revenues..... | | 0 |
| 18 | Total other state restricted revenues..... | | 0 |
| 19 | State general fund/general purpose | \$ | 4,399,200 |
| 20 | (2) EXECUTIVE OFFICE OPERATIONS | | |
| 21 | Full-time equated unclassified positions..... | 10.0 | |
| 22 | Full-time equated classified positions..... | 74.2 | |
| 23 | Governor..... | \$ | 159,300 |
| 24 | Lieutenant governor..... | | 111,600 |
| 25 | Executive office--74.2 FTE positions..... | | 3,278,500 |
| 26 | Unclassified positions..... | | <u>849,800</u> |

| | | | |
|----|--|----|------------------|
| 1 | GROSS APPROPRIATION..... | \$ | 4,399,200 |
| 2 | Appropriated from: | | |
| 3 | State general fund/general purpose..... | \$ | 4,399,200 |
| 4 | Sec. 105. LEGISLATURE | | |
| 5 | (1) APPROPRIATION SUMMARY | | |
| 6 | GROSS APPROPRIATION..... | \$ | 115,971,600 |
| 7 | Interdepartmental grant revenues: | | |
| 8 | Total interdepartmental grants and intradepartmental | | |
| 9 | transfers | | 3,751,500 |
| 10 | ADJUSTED GROSS APPROPRIATION..... | \$ | 112,220,100 |
| 11 | Federal revenues: | | |
| 12 | Total federal revenues..... | | 0 |
| 13 | Special revenue funds: | | |
| 14 | Total local revenues..... | | 0 |
| 15 | Total private revenues..... | | 400,000 |
| 16 | Total other state restricted revenues..... | | 2,649,700 |
| 17 | State general fund/general purpose..... | \$ | 109,170,400 |
| 18 | (2) LEGISLATURE | | |
| 19 | Senate..... | \$ | 24,598,800 |
| 20 | Senate automated data processing..... | | 2,156,800 |
| 21 | Senate fiscal agency..... | | 2,687,800 |
| 22 | House of representatives..... | | 39,087,800 |
| 23 | House automated data processing..... | | 1,712,300 |
| 24 | House fiscal agency..... | | <u>2,687,800</u> |
| 25 | GROSS APPROPRIATION..... | \$ | 72,931,300 |
| 26 | Appropriated from: | | |

| | | | |
|----|--|----|------------------|
| 1 | State general fund/general purpose | \$ | 72,931,300 |
| 2 | (3) LEGISLATIVE COUNCIL | | |
| 3 | Legislative council | \$ | 8,446,700 |
| 4 | Legislative service bureau automated data processing . | | 1,163,600 |
| 5 | Worker's compensation | | 126,300 |
| 6 | National association dues | | 141,500 |
| 7 | Legislative corrections ombudsman | | <u>606,200</u> |
| 8 | GROSS APPROPRIATION | \$ | 10,484,300 |
| 9 | Appropriated from: | | |
| 10 | Interdepartmental grant revenues: | | |
| 11 | IDG from department of corrections | | 250,000 |
| 12 | Special revenue funds: | | |
| 13 | Private - gifts and bequests revenues | | 400,000 |
| 14 | State general fund/general purpose | \$ | 9,834,300 |
| 15 | (4) LEGISLATIVE RETIREMENT SYSTEM | | |
| 16 | General nonretirement expenses | \$ | <u>4,233,300</u> |
| 17 | GROSS APPROPRIATION | \$ | 4,233,300 |
| 18 | Appropriated from: | | |
| 19 | Special revenue funds: | | |
| 20 | Court fees | | 1,109,800 |
| 21 | State general fund/general purpose | \$ | 3,123,500 |
| 22 | (5) PROPERTY MANAGEMENT | | |
| 23 | Capitol building | \$ | 2,552,800 |
| 24 | Cora Anderson building | | 8,315,800 |
| 25 | Farnum building and other properties | | <u>1,815,700</u> |
| 26 | GROSS APPROPRIATION | \$ | 12,684,300 |
| 27 | Appropriated from: | | |

| | | | |
|----|---|----|-------------------|
| 1 | State general fund/general purpose..... | \$ | 12,684,300 |
| 2 | (6) OFFICE OF THE AUDITOR GENERAL | | |
| 3 | Unclassified positions..... | \$ | 313,500 |
| 4 | Field operations..... | | <u>15,324,900</u> |
| 5 | GROSS APPROPRIATION..... | \$ | 15,638,400 |
| 6 | Appropriated from: | | |
| 7 | Interdepartmental grant revenues: | | |
| 8 | IDG from MDTMB, civil service commission..... | | 107,900 |
| 9 | IDG from MDELEG, liquor purchase revolving fund..... | | 11,300 |
| 10 | IDG from MDOT, comprehensive transportation fund..... | | 25,200 |
| 11 | IDG from MDOT, Michigan transportation fund..... | | 204,300 |
| 12 | IDG from MDOT, state aeronautics fund..... | | 19,600 |
| 13 | IDG from MDOT, state trunkline fund..... | | 474,600 |
| 14 | IDG, single audit act..... | | 2,658,600 |
| 15 | Special revenue funds: | | |
| 16 | 21st century jobs fund..... | | 50,000 |
| 17 | Clean Michigan initiative implementation bond fund... | | 38,300 |
| 18 | Commercial mobile radio system emergency telephone | | |
| 19 | fund | | 38,300 |
| 20 | Contract audit administration fees..... | | 53,900 |
| 21 | Correctional industries revolving fund..... | | 32,000 |
| 22 | Fee adequacy, air quality delegated authority..... | | 9,600 |
| 23 | Game and fish protection fund..... | | 22,000 |
| 24 | Legislative retirement system..... | | 19,100 |
| 25 | Michigan economic development corporation..... | | 54,400 |
| 26 | Michigan education trust fund..... | | 30,700 |
| 27 | Michigan justice training commission fund..... | | 28,700 |

| | | |
|----|--|---------------|
| 1 | Michigan state housing development authority fees | 22,600 |
| 2 | Michigan strategic fund..... | 89,000 |
| 3 | Michigan tobacco settlement authority..... | 27,000 |
| 4 | Michigan veterans' trust fund..... | 24,900 |
| 5 | Motor transport revolving fund..... | 5,200 |
| 6 | Office services revolving fund..... | 6,900 |
| 7 | State disbursement unit, office of child support | 27,600 |
| 8 | State services fee fund..... | 952,100 |
| 9 | Waterways fund..... | 7,600 |
| 10 | State general fund/general purpose..... | \$ 10,597,000 |

11 **Sec. 106. DEPARTMENT OF STATE**

12 **(1) APPROPRIATION SUMMARY**

| | | |
|----|--|----------------|
| 13 | Full-time equated unclassified positions..... | 6.0 |
| 14 | Full-time equated classified positions..... | 1,809.0 |
| 15 | GROSS APPROPRIATION..... | \$ 211,885,000 |
| 16 | Interdepartmental grant revenues: | |
| 17 | Total interdepartmental grants and intradepartmental | |
| 18 | transfers | 20,000,000 |
| 19 | ADJUSTED GROSS APPROPRIATION..... | \$ 191,885,000 |
| 20 | Federal revenues: | |
| 21 | Total federal revenues..... | 1,810,000 |
| 22 | Special revenue funds: | |
| 23 | Total local revenues..... | 0 |
| 24 | Total private revenues..... | 100 |
| 25 | Total other state restricted revenues..... | 178,788,800 |
| 26 | State general fund/general purpose..... | \$ 11,286,100 |

1 **(2) EXECUTIVE DIRECTION**

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..... 3,224,100

6 GROSS APPROPRIATION..... \$ 3,789,800

7 Appropriated from:

8 Special revenue funds:

9 Auto repair facilities fees..... 60,300

10 Driver fees..... 221,600

11 Expedient service fees..... 58,300

12 Parking ticket court fines..... 8,300

13 Personal identification card fees..... 26,100

14 Reinstatement fees - operator licenses..... 204,000

15 Transportation administration collection fund..... 2,061,500

16 Vehicle theft prevention fees..... 35,500

17 State general fund/general purpose..... \$ 1,114,200

18 **(3) DEPARTMENT SERVICES**

19 Full-time equated classified positions..... 159.0

20 Operations--152.0 FTE positions..... \$ 22,600,800

21 Assigned claims assessments--7.0 FTE positions..... 1,031,800

22 GROSS APPROPRIATION..... \$ 23,632,600

23 Appropriated from:

24 Special revenue funds:

25 Abandoned vehicle fees..... 467,400

26 Assigned claims assessments..... 1,031,800

27 Auto repair facilities fees..... 414,000

| | | |
|----|---|----------------|
| 1 | Driver improvement course fund..... | 299,400 |
| 2 | Child support clearance fees..... | 34,200 |
| 3 | Driver fees..... | 917,800 |
| 4 | Expedient service fees..... | 256,200 |
| 5 | Marine safety fund..... | 79,400 |
| 6 | Off-road vehicle title fees..... | 8,000 |
| 7 | Parking ticket court fines..... | 52,600 |
| 8 | Personal identification card fees..... | 118,900 |
| 9 | Reinstatement fees - operator licenses..... | 684,700 |
| 10 | Scrap tire fund..... | 72,800 |
| 11 | Snowmobile registration fee revenue..... | 18,100 |
| 12 | Transportation administration collection fund..... | 18,758,400 |
| 13 | Vehicle theft prevention fees..... | 242,800 |
| 14 | State general fund/general purpose..... | \$ 176,100 |
| 15 | (4) REGULATORY SERVICES | |
| 16 | Full-time equated classified positions..... 210.5 | |
| 17 | Operations--208.5 FTE positions..... | \$ 21,819,900 |
| 18 | Motorcycle safety education administration--2.0 FTE | |
| 19 | positions | 253,600 |
| 20 | Motorcycle safety education grants..... | 1,570,000 |
| 21 | County clerk education and training fund..... | <u>100,000</u> |
| 22 | GROSS APPROPRIATION..... | \$ 23,743,500 |
| 23 | Appropriated from: | |
| 24 | Special revenue funds: | |
| 25 | Auto repair facilities fees..... | 4,129,600 |
| 26 | Driver education provider and instructor fund..... | 72,700 |
| 27 | Driver fees..... | 2,678,400 |

| | | | |
|----|---|----|---------------|
| 1 | Expedient service fees..... | | 35,100 |
| 2 | Motorcycle safety fund..... | | 1,823,600 |
| 3 | Notary education and training fund..... | | 100,000 |
| 4 | Notary fee fund..... | | 312,800 |
| 5 | Parking ticket court fines..... | | 20,600 |
| 6 | Personal identification card fees..... | | 104,700 |
| 7 | Reinstatement fees - operator licenses..... | | 2,041,400 |
| 8 | Transportation administration collection fund..... | | 10,881,700 |
| 9 | Vehicle theft prevention fees..... | | 1,326,000 |
| 10 | State general fund/general purpose..... | \$ | 216,900 |
| 11 | (5) CUSTOMER DELIVERY SERVICES | | |
| 12 | Full-time equated classified positions..... | | 1,373.5 |
| 13 | Branch operations--931.5 FTE positions..... | \$ | 75,703,600 |
| 14 | Central operations--415.0 FTE positions..... | | 43,684,500 |
| 15 | Commemorative license plates--24.0 FTE positions..... | | 2,147,300 |
| 16 | Credit and debit assessment service fees..... | | 1,000,000 |
| 17 | Specialty license plates--3.0 FTE positions..... | | 1,922,000 |
| 18 | Olympic center plate..... | | 75,700 |
| 19 | Organ donor program..... | | <u>79,100</u> |
| 20 | GROSS APPROPRIATION..... | \$ | 124,612,200 |
| 21 | Appropriated from: | | |
| 22 | Interdepartmental grant revenues: | | |
| 23 | IDG from MDOT, Michigan transportation fund..... | | 20,000,000 |
| 24 | Federal revenues: | | |
| 25 | Federal funds..... | | 1,460,000 |
| 26 | Special revenue funds: | | |
| 27 | Private funds..... | | 100 |

| | | |
|----|---|----------------|
| 1 | Abandoned vehicle fees..... | 196,900 |
| 2 | Driver improvement course fund..... | 1,196,400 |
| 3 | Auto repair facilities fees..... | 92,500 |
| 4 | Child support clearance fees..... | 294,000 |
| 5 | Credit and debit assessment service fees..... | 1,000,000 |
| 6 | Driver fees..... | 23,787,800 |
| 7 | Expedient service fees..... | 2,456,700 |
| 8 | Enhanced driver license and enhanced official state | |
| 9 | personal identification card fund..... | 4,849,900 |
| 10 | Marine safety fund..... | 1,261,600 |
| 11 | Michigan state police auto theft fund..... | 118,500 |
| 12 | Mobile home commission fees..... | 472,900 |
| 13 | Off-road vehicle title fees..... | 141,600 |
| 14 | Parking ticket court fines..... | 1,485,700 |
| 15 | Personal identification card fees..... | 2,057,400 |
| 16 | Recreation passport fee..... | 1,034,200 |
| 17 | Reinstatement fees - operator licenses..... | 1,409,100 |
| 18 | Snowmobile registration fee revenue..... | 345,800 |
| 19 | Transportation administration collection fund..... | 60,484,000 |
| 20 | Vehicle theft prevention fees..... | 208,600 |
| 21 | State general fund/general purpose..... | \$ 258,500 |
| 22 | (6) ELECTION REGULATION | |
| 23 | Full-time equated classified positions..... | 36.0 |
| 24 | Election administration and services--36.0 FTE | |
| 25 | positions | \$ 5,140,600 |
| 26 | Help America vote act..... | 350,000 |
| 27 | Fees to local units..... | <u>109,800</u> |

| | | | |
|----|--|----|-------------------|
| 1 | GROSS APPROPRIATION..... | \$ | 5,600,400 |
| 2 | Appropriated from: | | |
| 3 | Federal revenues: | | |
| 4 | Federal funds - HAVA HHS..... | | 350,000 |
| 5 | State general fund/general purpose..... | \$ | 5,250,400 |
| 6 | (7) DEPARTMENTWIDE APPROPRIATIONS | | |
| 7 | Building occupancy charges/rent..... | \$ | 9,772,000 |
| 8 | Worker's compensation..... | | <u>292,500</u> |
| 9 | GROSS APPROPRIATION..... | \$ | 10,064,500 |
| 10 | Appropriated from: | | |
| 11 | Special revenue funds: | | |
| 12 | Auto repair facilities fees..... | | 135,300 |
| 13 | Driver fees..... | | 738,200 |
| 14 | Expedient service fees..... | | 26,000 |
| 15 | Parking ticket court fines..... | | 447,800 |
| 16 | Transportation administration collection fund..... | | 5,925,000 |
| 17 | State general fund/general purpose..... | \$ | 2,792,200 |
| 18 | (8) INFORMATION TECHNOLOGY | | |
| 19 | Information technology services and projects..... | \$ | <u>20,442,000</u> |
| 20 | GROSS APPROPRIATION..... | \$ | 20,442,000 |
| 21 | Appropriated from: | | |
| 22 | Special revenue funds: | | |
| 23 | Administrative order processing fee..... | | 11,100 |
| 24 | Auto repair facilities fees..... | | 179,000 |
| 25 | Child support clearance fees..... | | 16,200 |
| 26 | Driver fees..... | | 741,700 |
| 27 | Expedient service fees..... | | 1,022,700 |

| | | |
|---|--|--------------|
| 1 | Parking ticket court fines..... | 82,500 |
| 2 | Personal identification card fees..... | 160,100 |
| 3 | Reinstatement fees - operator licenses..... | 558,400 |
| 4 | Transportation administration collection fund..... | 16,022,000 |
| 5 | Vehicle theft prevention fees..... | 170,500 |
| 6 | State general fund/general purpose..... | \$ 1,477,800 |

7 **Sec. 107. DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND**

8 **BUDGET**

9 **(1) APPROPRIATION SUMMARY**

| | | |
|----|--|------------------|
| 10 | Full-time equated unclassified positions..... | 6.0 |
| 11 | Full-time equated classified positions..... | 2,980.5 |
| 12 | GROSS APPROPRIATION..... | \$ 1,007,141,700 |
| 13 | Interdepartmental grant revenues: | |
| 14 | Total interdepartmental grants and intradepartmental | |
| 15 | transfers | 608,968,900 |
| 16 | ADJUSTED GROSS APPROPRIATION..... | \$ 398,172,800 |
| 17 | Federal revenues: | |
| 18 | Total federal revenues..... | 2,803,400 |
| 19 | Special revenue funds: | |
| 20 | Total local revenues..... | 1,456,600 |
| 21 | Total private revenues..... | 180,600 |
| 22 | Total other state restricted revenues..... | 85,374,400 |
| 23 | State general fund/general purpose..... | \$ 308,357,800 |

24 **(2) EXECUTIVE DIRECTION**

| | | |
|----|---|------|
| 25 | Full-time equated unclassified positions..... | 6.0 |
| 26 | Full-time equated classified positions..... | 11.0 |

| | | | |
|----|--|----|-------------------|
| 1 | Unclassified positions--6.0 FTE positions | \$ | 796,500 |
| 2 | Executive operations--11.0 FTE positions | | <u>1,410,000</u> |
| 3 | GROSS APPROPRIATION | \$ | 2,206,500 |
| 4 | Appropriated from: | | |
| 5 | Interdepartmental grant revenues: | | |
| 6 | IDG from building occupancy and parking charges | | 74,400 |
| 7 | IDG from technology user fees | | 1,394,500 |
| 8 | Special revenue funds: | | |
| 9 | Special revenue, internal service, and pension trust | | |
| 10 | funds | | 140,800 |
| 11 | State general fund/general purpose | \$ | 596,800 |
| 12 | (3) DEPARTMENT SERVICES | | |
| 13 | Full-time equated classified positions | | 726.5 |
| 14 | Administrative services--132.5 FTE positions | \$ | 15,236,300 |
| 15 | Budget and financial management--158.5 FTE positions . | | 15,726,700 |
| 16 | Office of the state employer--23.0 FTE positions | | 2,980,800 |
| 17 | Design and construction services--40.0 FTE positions . | | 5,772,800 |
| 18 | Business support services--105.5 FTE positions | | 9,584,200 |
| 19 | Building operation services--221.0 FTE positions | | 87,962,100 |
| 20 | Building occupancy charges, rent, and utilities | | 4,909,900 |
| 21 | Motor vehicle fleet--46.0 FTE positions | | 57,349,700 |
| 22 | Information technology services and projects | | <u>26,011,500</u> |
| 23 | GROSS APPROPRIATION | \$ | 225,534,000 |
| 24 | Appropriated from: | | |
| 25 | Interdepartmental grant revenues: | | |
| 26 | IDG from MDOT, comprehensive transportation fund | | 41,900 |
| 27 | IDG from MDOT, state aeronautics fund | | 38,100 |

| | | |
|----|--|---------------|
| 1 | IDG from MDOT, state trunkline fund..... | 1,308,100 |
| 2 | IDG from accounting service centers user charges | 2,471,200 |
| 3 | IDG from building occupancy and parking charges | 90,446,400 |
| 4 | IDG from department of energy, labor, and economic | |
| 5 | growth | 100,000 |
| 6 | IDG from motor transport fund..... | 57,349,700 |
| 7 | IDG from MDCH..... | 453,000 |
| 8 | IDG from MDHS..... | 187,800 |
| 9 | IDG from user fees..... | 5,833,200 |
| 10 | IDG from technology user fees..... | 7,960,500 |
| 11 | Federal revenues: | |
| 12 | Federal funds..... | 100 |
| 13 | Special revenue funds: | |
| 14 | Deferred compensation..... | 2,600 |
| 15 | Game and fish protection fund..... | 408,500 |
| 16 | Health management funds..... | 1,969,700 |
| 17 | MAIN user charges..... | 5,143,000 |
| 18 | Pension trust funds..... | 6,726,900 |
| 19 | Special revenue, internal service, and pension trust | |
| 20 | funds | 13,529,200 |
| 21 | State building authority revenue..... | 675,400 |
| 22 | State lottery fund..... | 225,000 |
| 23 | State restricted indirect funds..... | 1,857,800 |
| 24 | State services fee fund..... | 117,900 |
| 25 | Waterways fund..... | 106,000 |
| 26 | State general fund/general purpose..... | \$ 28,582,000 |
| 27 | (4) TECHNOLOGY SERVICES | |

| | | | |
|----|--|---------|-------------------|
| 1 | Full-time equated classified positions..... | 1,559.5 | |
| 2 | Education services--31.0 FTE positions | | \$ 3,262,600 |
| 3 | Health and human services--659.5 FTE positions | | 255,628,900 |
| 4 | Public protection--271.5 FTE positions | | 54,819,100 |
| 5 | Resources services--156.5 FTE positions | | 18,305,400 |
| 6 | Transportation services--95.5 FTE positions | | 27,737,500 |
| 7 | General services--345.5 FTE positions | | <u>75,363,100</u> |
| 8 | GROSS APPROPRIATION..... | | \$ 435,116,600 |
| 9 | Appropriated from: | | |
| 10 | Interdepartmental grant revenues: | | |
| 11 | IDG from technology user fees | | 435,116,600 |
| 12 | State general fund/general purpose | | \$ 0 |
| 13 | (5) SPECIAL PROGRAMS | | |
| 14 | Full-time equated classified positions..... | 177.0 | |
| 15 | Building occupancy charges - property management | | |
| 16 | services for executive/legislative building | | |
| 17 | occupancy | | \$ 1,188,200 |
| 18 | Retirement services--166.0 FTE positions | | 18,402,900 |
| 19 | Office of children's ombudsman--11.0 FTE positions ... | | <u>1,028,900</u> |
| 20 | GROSS APPROPRIATION..... | | \$ 20,620,000 |
| 21 | Appropriated from: | | |
| 22 | Special revenue funds: | | |
| 23 | Deferred compensation..... | | 1,542,400 |
| 24 | Pension trust funds..... | | 16,860,500 |
| 25 | State general fund/general purpose | | \$ 2,217,100 |
| 26 | (6) STATE BUILDING AUTHORITY RENT | | |
| 27 | State building authority rent - state agencies | | \$ 68,305,800 |

| | | |
|----|--|-------------------|
| 1 | State building authority rent - department of | |
| 2 | corrections | 47,379,900 |
| 3 | State building authority rent - universities | 117,225,300 |
| 4 | State building authority rent - community colleges ... | <u>23,959,600</u> |
| 5 | GROSS APPROPRIATION..... | \$ 256,870,600 |
| 6 | Appropriated from: | |
| 7 | State general fund/general purpose..... | \$ 256,870,600 |
| 8 | (7) CIVIL SERVICE COMMISSION | |
| 9 | Full-time equated classified positions..... 506.5 | |
| 10 | Agency services--102.5 FTE positions..... | \$ 12,371,700 |
| 11 | Executive direction--33.0 FTE positions..... | 8,773,400 |
| 12 | Employee benefits--31.0 FTE positions..... | 6,078,100 |
| 13 | Training..... | 1,300,000 |
| 14 | Human resources operations--340.0 FTE positions | 32,275,600 |
| 15 | Information technology services and projects | <u>3,995,200</u> |
| 16 | GROSS APPROPRIATION..... | \$ 64,794,000 |
| 17 | Appropriated from: | |
| 18 | Interdepartmental grant revenues: | |
| 19 | IDG, training charges..... | 1,300,000 |
| 20 | IDG, 1% special funds..... | 2,893,500 |
| 21 | Federal revenues: | |
| 22 | Federal funds 1%..... | 2,803,300 |
| 23 | Special revenue funds: | |
| 24 | Local funds 1%..... | 1,456,600 |
| 25 | Private funds 1%..... | 180,600 |
| 26 | State restricted funds 1%..... | 21,241,300 |
| 27 | State restricted indirect funds..... | 5,956,600 |

| | | |
|----|--|---------------------|
| 1 | State sponsored group insurance | 2,650,000 |
| 2 | State sponsored group insurance, flexible spending | |
| 3 | accounts and COBRA | 6,220,800 |
| 4 | State general fund/general purpose | \$ 20,091,300 |
| 5 | (8) CAPITAL OUTLAY | |
| 6 | Major special maintenance, remodeling and addition | |
| 7 | for state agencies | \$ <u>2,000,000</u> |
| 8 | GROSS APPROPRIATION | \$ 2,000,000 |
| 9 | Appropriated from: | |
| 10 | Interdepartmental grant revenues: | |
| 11 | IDG from building occupancy charges | 2,000,000 |
| 12 | State general fund/general purpose | \$ 0 |
| 13 | Sec. 108. DEPARTMENT OF TREASURY | |
| 14 | (1) APPROPRIATION SUMMARY | |
| 15 | Full-time equated unclassified positions | 10.0 |
| 16 | Full-time equated classified positions | 2,195.5 |
| 17 | GROSS APPROPRIATION | \$ 1,929,383,700 |
| 18 | Interdepartmental grant revenues: | |
| 19 | Total interdepartmental grants and intradepartmental | |
| 20 | transfers | 14,421,600 |
| 21 | ADJUSTED GROSS APPROPRIATION | \$ 1,914,962,100 |
| 22 | Federal revenues: | |
| 23 | Total federal revenues | 257,374,300 |
| 24 | Special revenue funds: | |
| 25 | Total local revenues | 2,099,200 |
| 26 | Total private revenues | 350,000 |

| | | |
|----|---|------------------|
| 1 | Total other state restricted revenues | 1,451,787,500 |
| 2 | State general fund/general purpose | \$ 203,351,100 |
| 3 | (2) EXECUTIVE DIRECTION | |
| 4 | Full-time equated unclassified positions..... | 10.0 |
| 5 | Full-time equated classified positions..... | 5.0 |
| 6 | Unclassified positions--10.0 FTE positions | \$ 923,000 |
| 7 | Office of the director--5.0 FTE positions | <u>1,013,700</u> |
| 8 | GROSS APPROPRIATION..... | \$ 1,936,700 |
| 9 | Appropriated from: | |
| 10 | Federal revenues: | |
| 11 | DED-OPSE, federal lenders allowance | 20,000 |
| 12 | DED-OPSE, higher education act of 1965, insured loans | 45,000 |
| 13 | Special revenue funds: | |
| 14 | State lottery fund..... | 196,200 |
| 15 | State services fee fund..... | 357,900 |
| 16 | State general fund/general purpose | \$ 1,317,600 |
| 17 | (3) DEPARTMENTWIDE APPROPRIATIONS | |
| 18 | Travel..... | \$ 1,209,500 |
| 19 | Rent and building occupancy charges - property | |
| 20 | management services | 5,357,600 |
| 21 | Worker's compensation insurance premium..... | <u>168,000</u> |
| 22 | GROSS APPROPRIATION..... | \$ 6,735,100 |
| 23 | Appropriated from: | |
| 24 | Special revenue funds: | |
| 25 | Delinquent tax collection revenue..... | 3,843,800 |
| 26 | State general fund/general purpose | \$ 2,891,300 |
| 27 | (4) LOCAL GOVERNMENT PROGRAMS | |

| | | | |
|----|--|-------|----------------|
| 1 | Full-time equated classified positions..... | 99.0 | |
| 2 | Supervision of the general property tax law-- | 59.0 | |
| 3 | FTE positions | | \$ 12,730,300 |
| 4 | Property tax assessor training--4.0 FTE positions | | 457,100 |
| 5 | Land bank fast track authority - bond finance-- | 6.0 | |
| 6 | FTE positions | | 2,823,500 |
| 7 | Local finance--23.0 FTE positions..... | | 2,450,300 |
| 8 | Business property tax appeal--7.0 FTE positions | | <u>352,000</u> |
| 9 | GROSS APPROPRIATION..... | | \$ 18,813,200 |
| 10 | Appropriated from: | | |
| 11 | Federal revenues: | | |
| 12 | U.S. EPA revolving loan fund..... | | 1,000,000 |
| 13 | Special revenue funds: | | |
| 14 | Local - assessor training fees..... | | 1,292,100 |
| 15 | Local - audit charges..... | | 667,100 |
| 16 | Local - equalization study chargebacks..... | | 40,000 |
| 17 | Local - revenue from local government..... | | 100,000 |
| 18 | Delinquent tax collection revenue..... | | 1,440,500 |
| 19 | Land bank fast track fund..... | | 1,823,500 |
| 20 | Land reutilization fund..... | | 4,528,400 |
| 21 | Municipal finance fees..... | | 535,200 |
| 22 | State general fund/general purpose..... | | \$ 7,386,400 |
| 23 | (5) TAX PROGRAMS | | |
| 24 | Full-time equated classified positions..... | 762.0 | |
| 25 | Customer contact--112.0 FTE positions..... | | \$ 9,980,900 |
| 26 | Tax compliance--345.0 FTE positions..... | | 38,456,900 |
| 27 | Tax and economic policy--121.0 FTE positions | | 13,848,700 |

| | | |
|----|--|------------------|
| 1 | Tax processing--156.0 FTE positions | 15,630,400 |
| 2 | Michigan business tax implementation--28.0 FTE | |
| 3 | positions | 5,209,400 |
| 4 | Home heating assistance | 2,834,800 |
| 5 | Bottle bill implementation | 250,000 |
| 6 | Tobacco tax enforcement | <u>4,500,000</u> |
| 7 | GROSS APPROPRIATION | \$ 90,711,100 |
| 8 | Appropriated from: | |
| 9 | Interdepartmental grant revenues: | |
| 10 | IDG, data/collection services fees | 50,900 |
| 11 | IDG from MDOT, Michigan transportation fund | 7,901,600 |
| 12 | IDG from MDOT, state aeronautics fund | 68,700 |
| 13 | Federal revenues: | |
| 14 | HHS-SSA, low-income energy assistance | 2,834,800 |
| 15 | Special revenue funds: | |
| 16 | Bottle deposit fund | 250,000 |
| 17 | Delinquent tax collection revenue | 65,102,000 |
| 18 | Emergency 911 fund | 150,000 |
| 19 | Tobacco tax revenue | 5,480,400 |
| 20 | Waterways fund | 80,500 |
| 21 | State general fund/general purpose | \$ 8,792,200 |
| 22 | (6) BANKING AND MANAGEMENT SERVICES | |
| 23 | Full-time equated classified positions | 343.0 |
| 24 | Departmental and budget services--48.0 FTE positions . | \$ 4,218,300 |
| 25 | Unclaimed property--26.0 FTE positions | 4,356,600 |
| 26 | Collections--209.0 FTE positions | 24,492,100 |
| 27 | Finance and accounting--21.0 FTE positions | 1,997,500 |

| | | |
|----|--|------------------|
| 1 | Receipts processing--39.0 FTE positions | <u>3,923,400</u> |
| 2 | GROSS APPROPRIATION | \$ 38,987,900 |
| 3 | Appropriated from: | |
| 4 | Interdepartmental grant revenues: | |
| 5 | IDG from accounting service center user charges | 389,400 |
| 6 | IDG from MDHS, title IV-D | 662,500 |
| 7 | IDG, levy/warrant cost assessment fees | 2,000,000 |
| 8 | IDG, state agency collection fees | 2,426,800 |
| 9 | IDG, data/collection services fees | 229,600 |
| 10 | Special revenue funds: | |
| 11 | Delinquent tax collection revenue | 20,920,300 |
| 12 | Escheats revenue | 4,356,600 |
| 13 | Garnishment fees | 2,342,200 |
| 14 | Justice system fund | 696,100 |
| 15 | State restricted indirect funds | 258,500 |
| 16 | Treasury fees | 43,900 |
| 17 | State general fund/general purpose | \$ 4,662,000 |
| 18 | (7) FINANCIAL PROGRAMS | |
| 19 | Full-time equated classified positions | 237.5 |
| 20 | Investments--82.0 FTE positions | \$ 17,614,500 |
| 21 | John R. Justice grant program | 282,100 |
| 22 | Common cash and debt management--22.5 FTE positions .. | 1,365,700 |
| 23 | Public private partnership investment--2.0 FTE | |
| 24 | positions | 1,487,900 |
| 25 | Student financial assistance programs--46.5 FTE | |
| 26 | positions | 3,564,000 |
| 27 | Michigan finance authority - bond finance | |

| | | |
|----|---|-------------------|
| 1 | programs--84.5 FTE positions | <u>36,943,200</u> |
| 2 | GROSS APPROPRIATION..... | \$ 61,257,400 |
| 3 | Appropriated from: | |
| 4 | Interdepartmental grant revenues: | |
| 5 | IDG, fiscal agent service fees..... | 177,100 |
| 6 | Federal revenues: | |
| 7 | DED-OPSE, federal lenders allowance..... | 10,908,900 |
| 8 | DED-OPSE, higher education act of 1965, insured loans | 24,203,900 |
| 9 | Federal - John R. Justice grant..... | 282,100 |
| 10 | Special revenue funds: | |
| 11 | Defined contribution administrative fee revenue | 100,000 |
| 12 | MFA, bond and loan program revenue..... | 3,068,100 |
| 13 | Michigan merit award trust fund..... | 996,400 |
| 14 | Public private partnership investment fund..... | 1,487,900 |
| 15 | Retirement funds..... | 16,430,200 |
| 16 | School bond fees..... | 688,100 |
| 17 | Treasury fees..... | 1,277,000 |
| 18 | State general fund/general purpose..... | \$ 1,637,700 |
| 19 | (8) DEBT SERVICE | |
| 20 | Water pollution control bond and interest redemption. | \$ 2,125,500 |
| 21 | Quality of life bond..... | 75,278,500 |
| 22 | Clean Michigan initiative..... | 59,373,100 |
| 23 | Great Lakes water quality bond..... | <u>4,150,900</u> |
| 24 | GROSS APPROPRIATION..... | \$ 140,928,000 |
| 25 | Appropriated from: | |
| 26 | Special revenue funds: | |
| 27 | Refined petroleum fund..... | 15,514,500 |

| | | | |
|----|--|----|-------------------|
| 1 | State general fund/general purpose | \$ | 125,413,500 |
| 2 | (9) GRANTS | | |
| 3 | Convention facility development distribution | \$ | 74,850,000 |
| 4 | Senior citizen cooperative housing tax exemption | | |
| 5 | program | | 12,020,000 |
| 6 | Emergency 911 payments | | 27,000,000 |
| 7 | Health and safety fund grants | | 9,000,000 |
| 8 | Presidential primary | | <u>10,000,000</u> |
| 9 | GROSS APPROPRIATION | \$ | 132,870,000 |
| 10 | Appropriated from: | | |
| 11 | Special revenue funds: | | |
| 12 | Emergency 911 fund | | 27,000,000 |
| 13 | Convention facility development fund | | 74,850,000 |
| 14 | Health and safety fund | | 9,000,000 |
| 15 | State general fund/general purpose | \$ | 22,020,000 |
| 16 | (10) STATE LOTTERY | | |
| 17 | Full-time equated classified positions | | 179.0 |
| 18 | Lottery operations--179.0 FTE positions | \$ | 21,657,900 |
| 19 | Promotion and advertising | | 17,690,900 |
| 20 | Lottery information technology services and projects . | | <u>4,837,800</u> |
| 21 | GROSS APPROPRIATION | \$ | 44,186,600 |
| 22 | Appropriated from: | | |
| 23 | Special revenue funds: | | |
| 24 | State lottery fund | | 44,186,600 |
| 25 | State general fund/general purpose | \$ | 0 |
| 26 | (11) CASINO GAMING | | |
| 27 | Full-time equated classified positions | | 126.0 |

| | | | |
|----|---|----|------------------|
| 1 | Michigan gaming control board..... | \$ | 50,000 |
| 2 | Casino gaming control administration--116.0 FTE | | |
| 3 | positions | | 22,418,800 |
| 4 | Casino gaming information technology services and | | |
| 5 | projects | | 1,647,700 |
| 6 | Racing commission--10.0 FTE positions..... | | <u>2,193,300</u> |
| 7 | GROSS APPROPRIATION..... | \$ | 26,309,800 |
| 8 | Appropriated from: | | |
| 9 | Casino gambling agreements..... | | 719,300 |
| 10 | Equine development fund..... | | 2,316,300 |
| 11 | Laboratory fees..... | | 700,000 |
| 12 | State services fee fund..... | | 22,574,200 |
| 13 | State general fund/general purpose..... | \$ | 0 |
| 14 | (12) PAYMENTS IN LIEU OF TAXES | | |
| 15 | Commercial forest reserve..... | \$ | 1,991,600 |
| 16 | Purchased lands..... | | 3,292,200 |
| 17 | Swamp and tax reverted lands..... | | <u>5,293,200</u> |
| 18 | GROSS APPROPRIATION..... | \$ | 10,577,000 |
| 19 | Appropriated from: | | |
| 20 | Special revenue funds: | | |
| 21 | Game and fish protection fund..... | | 1,201,500 |
| 22 | Michigan natural resources trust fund..... | | 350,400 |
| 23 | Michigan state waterways fund..... | | 94,700 |
| 24 | State general fund/general purpose..... | \$ | 8,930,400 |
| 25 | (13) MICHIGAN STRATEGIC FUND | | |
| 26 | Full-time equated classified positions..... 155.0 | | |
| 27 | Administration--22.0 FTE positions..... | \$ | 2,786,200 |

| | | |
|----|--|------------------|
| 1 | Job creation services--127.0 FTE positions | 16,205,200 |
| 2 | Pure Michigan..... | 25,000,000 |
| 3 | Innovation and entrepreneurship..... | 25,000,000 |
| 4 | Business attraction and economic gardening..... | 25,000,000 |
| 5 | Michigan film office--6.0 FTE positions..... | 766,900 |
| 6 | Film incentives..... | 10,000,000 |
| 7 | Community development block grants..... | 47,000,000 |
| 8 | Arts and cultural program..... | <u>2,567,400</u> |
| 9 | GROSS APPROPRIATION..... | \$ 154,325,700 |
| 10 | Appropriated from: | |
| 11 | Interdepartmental grant revenues: | |
| 12 | IDG, MDEQ, air quality fees..... | 37,600 |
| 13 | Federal revenues: | |
| 14 | NFAH-NEA, promotion of the arts, partnership | |
| 15 | agreements | 1,050,000 |
| 16 | HUD-CPD, community development block grant..... | 49,602,800 |
| 17 | Special revenue funds: | |
| 18 | Private - special project advances..... | 250,000 |
| 19 | Private - Michigan council for the arts fund..... | 100,000 |
| 20 | Industry support fees..... | 5,500 |
| 21 | Michigan film promotion fund..... | 563,100 |
| 22 | Tobacco tax enhanced enforcement revenue..... | 10,000,000 |
| 23 | 21st century jobs trust fund..... | 75,000,000 |
| 24 | State general fund/general purpose..... | \$ 17,716,700 |
| 25 | (14) REVENUE SHARING | |
| 26 | Constitutional state general revenue sharing grants .. | \$ 658,979,300 |
| 27 | County revenue sharing..... | 100,000,000 |

| | | |
|----|--|----------------------|
| 1 | Economic vitality incentive program..... | <u>200,000,000</u> |
| 2 | GROSS APPROPRIATION..... | \$ 958,979,300 |
| 3 | Appropriated from: | |
| 4 | Sales tax..... | 958,979,300 |
| 5 | State general fund/general purpose..... | \$ 0 |
| 6 | (15) MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY | |
| 7 | Full-time equated classified positions..... | 289.0 |
| 8 | Payments on behalf of tenants..... | \$ 166,860,000 |
| 9 | Housing and rental assistance--266.0 FTE positions ... | 48,562,500 |
| 10 | State historic preservation programs--23.0 FTE | |
| 11 | positions | 3,105,700 |
| 12 | Lighthouse preservation program..... | 307,500 |
| 13 | Rent and administrative support..... | 3,846,100 |
| 14 | Michigan state housing development authority | |
| 15 | technology services and projects..... | <u>3,291,300</u> |
| 16 | GROSS APPROPRIATION..... | \$ 225,973,100 |
| 17 | Appropriated from: | |
| 18 | Federal revenues: | |
| 19 | HUD, lower income housing assistance..... | 166,860,000 |
| 20 | Special revenue funds: | |
| 21 | Michigan state housing development authority fees | |
| 22 | and charges | 58,805,600 |
| 23 | Michigan lighthouse preservation fund..... | 307,500 |
| 24 | State general fund/general purpose..... | \$ 0 |
| 25 | (16) INFORMATION TECHNOLOGY | |
| 26 | Treasury operations information technology services | |
| 27 | and projects | \$ <u>16,792,800</u> |

| | | | |
|----|--|----|------------|
| 1 | GROSS APPROPRIATION..... | \$ | 16,792,800 |
| 2 | Appropriated from: | | |
| 3 | Interdepartmental grant revenues: | | |
| 4 | IDG from MDOT, Michigan transportation fund..... | | 477,400 |
| 5 | Federal revenues: | | |
| 6 | DED-OPSE, federal lenders allowance..... | | 566,800 |
| 7 | Special revenue funds: | | |
| 8 | Delinquent tax collection revenue..... | | 12,201,100 |
| 9 | Land bank fast track fund..... | | 157,500 |
| 10 | Tobacco tax revenue..... | | 116,100 |
| 11 | Retirement funds..... | | 690,600 |
| 12 | State general fund/general purpose..... | \$ | 2,583,300 |

13 PART 2

14 PROVISIONS CONCERNING APPROPRIATIONS

15 FOR FISCAL YEAR 2011-2012

16 **GENERAL SECTIONS**

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

18 state constitution of 1963, total state spending from state

19 resources under part 1 for fiscal year 2011-2012 is

20 \$2,408,657,500.00 and state spending from state resources to be

21 paid to local units of government for fiscal year 2011-2012 is

22 \$1,106,733,600.00. The itemized statement below identifies

23 appropriations from which spending to local units of government

24 will occur:

25 DEPARTMENT OF STATE

| | | | |
|----|--|----|-------------------|
| 1 | Fees to local units..... | \$ | 109,800 |
| 2 | Motorcycle safety grants..... | | <u>1,251,000</u> |
| 3 | Subtotal..... | \$ | 1,360,800 |
| 4 | DEPARTMENT OF TREASURY | | |
| 5 | Senior citizen cooperative housing tax exemption..... | \$ | 12,020,000 |
| 6 | Health and safety fund grants..... | | 9,000,000 |
| 7 | Constitutional state general revenue sharing grants .. | | 658,979,300 |
| 8 | Economic vitality incentive program..... | | 200,000,000 |
| 9 | Convention facility development fund distribution.... | | 74,850,000 |
| 10 | Emergency 9-1-1 payments..... | | 27,000,000 |
| 11 | County revenue sharing payments..... | | 100,000,000 |
| 12 | Airport parking distribution pursuant to section 909 . | | 12,946,500 |
| 13 | Payments in lieu of taxes..... | | <u>10,577,000</u> |
| 14 | Subtotal..... | \$ | 1,105,372,800 |
| 15 | TOTAL GENERAL GOVERNMENT..... | \$ | 1,106,733,600 |

16 (2) Pursuant to section 30 of article IX of the state
 17 constitution of 1963, total state spending from state sources for
 18 fiscal year 2011-2012 is estimated at \$26,336,775,800.00 in the
 19 2011-2012 appropriations acts and total state spending from state
 20 sources paid to local units of government for fiscal year 2011-2012
 21 is estimated at \$14,717,752,700.00. The state-local proportion is
 22 estimated at 55.9% of total state spending from state resources.

23 (3) If payments to local units of government and state
 24 spending from state sources for fiscal year 2011-2012 are different
 25 than the amounts estimated in subsection (2), the state budget
 26 director shall report the payments to local units of government and
 27 state spending from state sources that were made for fiscal year

1 2011-2012 to the senate and house of representatives standing
2 committees on appropriations within 30 days after the final book-
3 closing for fiscal year 2011-2012.

4 Sec. 202. The appropriations authorized under this act are
5 subject to the management and budget act, 1984 PA 431, MCL 18.1101
6 to 18.1594.

7 Sec. 203. As used in this act:

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

10 (b) "ARRA" means American recovery and reinvestment act of
11 2009, Public Law 111-5.

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

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

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

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

17 (g) "DED-OPSE" means the United States department of
18 education, office of postsecondary education.

19 (h) "DOL-ETA" means the United States department of labor,
20 employment and training administration.

21 (i) "DOL-OSHA" means the United States department of labor,
22 occupational safety and health administration.

23 (j) "EEOC" means the United States equal employment
24 opportunity commission.

25 (k) "EPA" means the United States environmental protection
26 agency.

27 (l) "FTE" means full-time equated.

- 1 (m) "Fund" means the Michigan strategic fund.
- 2 (n) "GF/GP" means general fund/general purpose.
- 3 (o) "HHS" means the United States department of health and
4 human services.
- 5 (p) "HHS-OS" means the HHS office of the secretary.
- 6 (q) "HHS-SSA" means the HHS social security administration.
- 7 (r) "HUD" means the United States department of housing and
8 urban development.
- 9 (s) "HUD-CPD" means the United States department of housing
10 and urban development - community planning and development.
- 11 (t) "IDG" means interdepartmental grant.
- 12 (u) "IDT" means intradepartmental transfer.
- 13 (v) "JCOS" means the joint capital outlay subcommittee.
- 14 (w) "MAIN" means the Michigan administrative information
15 network.
- 16 (x) "MCL" means the Michigan Compiled Laws.
- 17 (y) "MDCH" means the Michigan department of community health.
- 18 (z) "MDELEG" means the Michigan department of energy, labor,
19 and economic growth.
- 20 (aa) "MDHS" means the Michigan department of human services.
- 21 (bb) "MDNR" means the Michigan department of natural
22 resources.
- 23 (cc) "MDOC" means the Michigan department of corrections.
- 24 (dd) "MDOT" means the Michigan department of transportation.
- 25 (ee) "MDSP" means the Michigan department of state police.
- 26 (ff) "MDTMB" means the Michigan department of technology,
27 management, and budget.

1 (gg) "MEDC" means the Michigan economic development
2 corporation, which is the public body corporate created under
3 section 28 of article VII of the state constitution of 1963 and the
4 urban cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to
5 124.512, by contractual interlocal agreement effective April 5,
6 1999, between local participating economic development corporations
7 formed under the economic development corporations act, 1974 PA
8 338, MCL 125.1601 to 125.1636, and the Michigan strategic fund.

9 (hh) "MFA" means the Michigan finance authority.

10 (ii) "MPE" means the Michigan public employees.

11 (jj) "MSC" means managerial, supervisory, and confidential.

12 (kk) "MSHDA" means Michigan state housing development
13 authority.

14 (ll) "NERE" means nonexclusively represented employees.

15 (mm) "PA" means public act.

16 (nn) "PACC" means the prosecuting attorneys coordinating
17 council.

18 (oo) "SEIU" means service employees international union.

19 Sec. 205. (1) A hiring freeze is imposed on the state
20 classified civil service. State departments and agencies are
21 prohibited from hiring any new full-time state classified civil
22 service employees and prohibited from filling any vacant state
23 classified civil service positions. This hiring freeze does not
24 apply to internal transfers of classified employees from 1 position
25 to another within a department.

26 (2) The attorney general and secretary of state may grant
27 exceptions to the hiring freeze for their respective departments

1 pursuant to the same criteria that the state budget director is
2 able to grant exceptions under this subsection. The state budget
3 director may grant exceptions to this hiring freeze when the state
4 budget director believes that the hiring freeze will result in
5 rendering a state department or agency unable to deliver basic
6 services, cause loss of revenue to the state, result in the
7 inability of the state to receive federal funds, or necessitate
8 additional expenditures that exceed any savings from maintaining a
9 vacancy. The state budget director shall report quarterly to the
10 chairpersons of the senate and house of representatives standing
11 committees on appropriations the number of exceptions to the hiring
12 freeze approved during the previous quarter and the reasons to
13 justify the exception.

14 Sec. 208. The departments and agencies receiving
15 appropriations in part 1 shall use the Internet to fulfill the
16 reporting requirements of this act. This requirement may include
17 transmission of reports via electronic mail to the recipients
18 identified for each reporting requirement, or it may include
19 placement of reports on an Internet or Intranet site.

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

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

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

10 Sec. 211. Pursuant to section 352 of the management and budget
 11 act, 1984 PA 431, MCL 18.1352, which provides for a transfer of
 12 state general funds into or out of the countercyclical budget and
 13 economic stabilization fund, there is appropriated from the
 14 countercyclical budget and economic stabilization fund the sum of
 15 \$0.00. The calculation required by section 352 of the management
 16 and budget act, 1984 PA 431, MCL 18.1352, is determined as follows:

| | 2011 | 2012 |
|--|---------------|---------------|
| 18 Michigan personal income (millions) | \$359,982 | \$371,862 |
| 19 less: transfer payments | <u>82,794</u> | <u>85,277</u> |
| 20 Subtotal | \$277,188 | \$286,585 |
| 21 Divided by: Detroit CPI for 12 months | | |
| 22 ending June 30 | 2.064 | 2.093 |
| 23 Equals: real adjusted Michigan personal | | |
| 24 income | \$134,319 | \$136,955 |
| 25 Percentage change | | 2.0% |
| 26 Percentage change between 0 and 2% | | 0.0% |
| 27 Multiplied by: estimated GF/GP revenue in | | |

1 FY 2011-2012 (millions) 7,294.1

2 Equals: countercyclical budget and

3 economic stabilization fund payout/pay-in calculation

4 for the fiscal year ending September 30,

5 2012..... \$0

6 Sec. 212. The departments and agencies receiving

7 appropriations in part 1 shall receive and retain copies of all

8 reports funded from appropriations in part 1. Federal and state

9 guidelines for short-term and long-term retention of records shall

10 be followed.

11 Sec. 213. Funds appropriated in part 1 shall not be used by

12 this state, a department, an agency, or an authority of this state

13 to purchase an ownership interest in a casino enterprise or a

14 gambling operation as those terms are defined in the Michigan

15 gaming control and revenue act, 1996 IL 1, MCL 432.201 to 432.226.

16 Sec. 214. From the funds appropriated in part 1 for

17 information technology, departments and agencies shall pay user

18 fees to the department of technology, management, and budget for

19 technology-related services and projects. Such user fees shall be

20 subject to provisions of an interagency agreement between the

21 departments and agencies and the department of technology,

22 management, and budget.

23 Sec. 215. A department or state agency shall not take

24 disciplinary action against an employee for communicating with a

25 member of the legislature or his or her staff.

26 Sec. 216. (1) Due to the current budgetary problems in this

27 state, out-of-state travel shall be limited to situations in which

1 1 or more of the following conditions apply:

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

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

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

10 (d) The travel is necessary to comply with federal
11 requirements.

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

14 (f) The travel is financed entirely by federal or nonstate
15 funds.

16 (2) Not later than January 1 of each year, each department
17 shall prepare a travel report listing all travel by classified and
18 unclassified employees outside this state in the immediately
19 preceding fiscal year that was funded in whole or in part with
20 funds appropriated in the department's budget. The report shall be
21 submitted to the senate and house of representatives standing
22 committees on appropriations, the senate and house fiscal agencies,
23 and the state budget director. The report shall include the
24 following information:

25 (a) The name of each person receiving reimbursement for travel
26 outside this state or whose travel costs were paid by this state.

27 (b) The destination of each travel occurrence.

1 (c) The dates of each travel occurrence.

2 (d) A brief statement of the reason for each travel
3 occurrence.

4 (e) The transportation and related costs of each travel
5 occurrence, including the proportion funded with state general
6 fund/general purpose revenues, the proportion funded with state
7 restricted revenues, the proportion funded with federal revenues,
8 and the proportion funded with other revenues.

9 (f) A total of all out-of-state travel funded for the
10 immediately preceding fiscal year.

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

14 Sec. 220. Funds appropriated in this act shall not be used to
15 administer a committee or to solicit or obtain contributions for a
16 committee. As used in this section, "committee" means that term as
17 defined in section 3 of the Michigan campaign finance act, 1976 PA
18 388, MCL 169.203.

19 Sec. 221. (1) Each department shall report no later than April
20 1 on each specific policy change made to implement a public act
21 affecting the department that took effect during the prior calendar
22 year to the senate and house of representatives standing committees
23 on appropriations subcommittees on general government, the joint
24 committee on administrative rules, and the senate and house fiscal
25 agencies.

26 (2) Funds appropriated in part 1 shall not be used by a
27 department to adopt a rule that will apply to a small business and

1 that will have a disproportionate economic impact on small
2 businesses because of the size of those businesses if the
3 department fails to reduce the disproportionate economic impact of
4 the rule on small businesses as provided under section 40 of the
5 administrative procedures act of 1969, 1969 PA 306, MCL 24.240.

6 (3) As used in this section:

7 (a) "Rule" means that term as defined under section 7 of the
8 administrative procedures act of 1969, 1969 PA 306, MCL 24.207.

9 (b) "Small business" means that term as defined under section
10 7a of the administrative procedures act of 1969, 1969 PA 306, MCL
11 24.207a.

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

18 Sec. 228. Not later than October 15, each department or agency
19 receiving appropriations in part 1 shall prepare and transmit a
20 report that provides for estimates of the total general
21 fund/general purpose appropriation lapses at the close of the
22 fiscal year. This report shall summarize the projected year-end
23 general fund/general purpose appropriation lapses by major
24 departmental program or program areas. The report shall be
25 transmitted to the office of the state budget, the chairpersons of
26 the senate and house of representatives standing committees on
27 appropriations, and the senate and house fiscal agencies.

1 Sec. 229. If the office of the auditor general has identified
2 an initiative or made a recommendation that is related to savings
3 and efficiencies in an audit report for an executive branch
4 department or agency, the department or agency shall report within
5 6 months of the release of the audit on their efforts and progress
6 made toward achieving the savings and efficiencies identified in
7 the audit report. The report shall be submitted to the chairs of
8 the senate and house of representatives standing committees on
9 appropriations, the chairs of the senate and house of
10 representatives standing committees with jurisdiction over matters
11 relating to the department that is audited, and the senate and
12 house fiscal agencies.

13 Sec. 230. (1) On a quarterly basis, each executive branch
14 department and agency receiving appropriations in part 1 shall
15 report on the number of full-time equated positions in pay status
16 by civil service classification to the senate and house of
17 representatives standing committees on appropriations subcommittees
18 on general government and the senate and house fiscal agencies.

19 (2) From the funds appropriated in part 1, each executive
20 branch department and agency shall develop, post, and maintain on a
21 user-friendly and publicly accessible Internet site, all
22 expenditures made by the departments and agencies within a fiscal
23 year. The posting must include the purpose for which each
24 expenditure is made. Funds appropriated in part 1 from the federal
25 American recovery and reinvestment act shall also be included on a
26 publicly accessible website maintained by the Michigan economic
27 recovery office. Departments and agencies shall not provide

1 financial information on their websites under this section if doing
2 so would violate a federal or state law, rule, regulation, or
3 guideline that establishes privacy or security standards applicable
4 to that section.

5 Sec. 231. The department shall not expend more than \$10,000.00
6 from the appropriations in part 1 to implement the requirements of
7 section 230(2).

8 **DEPARTMENT OF ATTORNEY GENERAL**

9 Sec. 301. (1) In addition to the funds appropriated in part 1,
10 there is appropriated an amount not to exceed \$1,500,000.00 for
11 federal contingency funds. These funds are not available for
12 expenditure until they have been transferred to another line item
13 in this act under section 393(2) of the management and budget act,
14 1984 PA 431, MCL 18.1393.

15 (2) In addition to the funds appropriated in part 1, there is
16 appropriated an amount not to exceed \$1,500,000.00 for state
17 restricted 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 (3) In addition to the funds appropriated in part 1, there is
22 appropriated an amount not to exceed \$100,000.00 for local
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 (4) In addition to the funds appropriated in part 1, there is
2 appropriated an amount not to exceed \$100,000.00 for private
3 contingency funds. These funds are not available for expenditure
4 until they have been transferred to another line item in this act
5 under section 393(2) of the management and budget act, 1984 PA 431,
6 MCL 18.1393.

7 Sec. 302. (1) The attorney general shall perform all legal
8 services, including representation before courts and administrative
9 agencies rendering legal opinions and providing legal advice to a
10 principal executive department or state agency. A principal
11 executive department or state agency shall not employ or enter into
12 a contract with any other person for services described in this
13 section.

14 (2) The attorney general shall defend judges of all state
15 courts if a claim is made or a civil action is commenced for
16 injuries to persons or property caused by the judge through the
17 performance of the judge's duties while acting within the scope of
18 his or her authority as a judge.

19 (3) The attorney general shall perform the duties specified in
20 1846 RS 12, MCL 14.28 to 14.35, and 1919 PA 232, MCL 14.101 to
21 14.102, and as otherwise provided by law.

22 Sec. 303. The attorney general may sell copies of the biennial
23 report in excess of the 350 copies that the attorney general may
24 distribute on a gratis basis. Gratis copies shall not be provided
25 to members of the legislature. Electronic copies of biennial
26 reports shall be made available on the department of attorney
27 general's website. The attorney general shall sell copies of the

1 report at not less than the actual cost of the report and shall
2 deposit the money received into the general fund.

3 Sec. 304. The department of attorney general is responsible
4 for the legal representation for state of Michigan state employee
5 worker's disability compensation cases. The risk management
6 revolving fund revenue appropriation in part 1 is to be satisfied
7 by billings from the department of attorney general for the actual
8 costs of legal representation, including salaries and support
9 costs.

10 Sec. 305. In addition to the funds appropriated in part 1, not
11 more than \$400,000.00 shall be reimbursed per fiscal year for food
12 stamp fraud cases heard by the third circuit court of Wayne County
13 that were initiated by the department of attorney general pursuant
14 to the existing contract between the department of human services,
15 the prosecuting attorneys association of Michigan, and the
16 department of attorney general. The source of this funding is money
17 earned by the department of attorney general under the agreement
18 after the allowance for reimbursement to the department of attorney
19 general for costs associated with the prosecution of food stamp
20 fraud cases. It is recognized that the federal funds are earned by
21 the department of attorney general for its documented progress on
22 the prosecution of food stamp fraud cases according to the United
23 States department of agriculture regulations and that, once earned
24 by this state, the funds become state funds.

25 Sec. 306. Any proceeds from a lawsuit initiated by or
26 settlement agreement entered into on behalf of this state against a
27 manufacturer of tobacco products by the attorney general are state

1 funds and are subject to appropriation as provided by law.

2 Sec. 307. (1) In addition to the antitrust revenues in part 1,
3 antitrust, securities fraud, consumer protection or class action
4 enforcement revenues, or attorney fees recovered by the department,
5 not to exceed \$250,000.00, are appropriated to the department for
6 antitrust, securities fraud, and consumer protection or class
7 action enforcement cases.

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

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

16 (2) The funds may be expended for the payment of court
17 judgments or settlements, attorney fees, and litigation expenses
18 not including salaries and support costs, assessed against the
19 office of the governor, the department of the attorney general, the
20 governor, or the attorney general when acting in an official
21 capacity as the named party in litigation against the state. The
22 funds may also be expended for the payment of state costs incurred
23 under section 16 of chapter X of the code of criminal procedure,
24 1927 PA 175, MCL 770.16.

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

1 Sec. 309. From the prisoner reimbursement funds appropriated
2 in part 1, the department may spend up to \$497,900.00 on activities
3 related to the state correctional facilities reimbursement act,
4 1935 PA 253, MCL 800.401 to 800.406. In addition to the funds
5 appropriated in part 1, if the department collects in excess of
6 \$1,131,000.00 in gross annual prisoner reimbursement receipts
7 provided to the general fund, the excess, up to a maximum of
8 \$1,000,000.00, is appropriated to the department of attorney
9 general and may be spent on the representation of the department of
10 corrections and its officers, employees, and agents, including, but
11 not limited to, the defense of litigation against the state, its
12 departments, officers, employees, or agents in civil actions filed
13 by prisoners.

14 Sec. 310. (1) For the purposes of providing title IV-D child
15 support enforcement funding, the department of human services, as
16 the state IV-D agency, shall maintain a cooperative agreement with
17 the attorney general for federal IV-D funding to support the child
18 support enforcement activities within the office of the attorney
19 general.

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

24 Sec. 314. Funds collected by the department of attorney
25 general under section 10b of the medicaid false claim act, 1977 PA
26 72, MCL 400.610b, are appropriated to the department of attorney
27 general for the purpose for which they were received. Any

unexpended funds at the end of the fiscal year shall be carried forward for expenditure in subsequent fiscal years.

DEPARTMENT OF CIVIL RIGHTS

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

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

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

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

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

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

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

(e) Developing, presenting, and participating in mediation

1 processes for certain civil rights cases.

2 (f) Workshops, seminars, and recognition or award programs
3 consistent with the programmatic mission of the individual unit
4 sponsoring or coordinating the programs.

5 (g) Staffing costs for all activities included in subdivisions
6 (a) through (f).

7 (2) The department of civil rights shall annually report to
8 the state budget director, the senate and house of representatives
9 standing committees on appropriations, and the senate and house
10 fiscal agencies the amount of funds received and expended for
11 purposes authorized under this section.

12 Sec. 403. The department of civil rights may contract with
13 local units of government to review equal employment opportunity
14 compliance of potential contractors and may charge for and expend
15 amounts received from local units of government for the purpose of
16 developing and providing these contractual services.

17 LEGISLATURE

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

21 Sec. 601. (1) Funds appropriated in part 1 to an entity within
22 the legislative branch shall not be expended or transferred to
23 another account without written approval of the authorized agent of
24 the legislative entity. If the authorized agent of the legislative
25 entity notifies the state budget director of its approval of an
26 expenditure or transfer before the year-end book-closing date for

1 that legislative entity, the state budget director shall
2 immediately make the expenditure or transfer. The authorized
3 legislative entity agency shall be designated by the speaker of the
4 house of representatives for house entities, the senate majority
5 leader for senate entities, and the legislative council for
6 legislative council entities.

7 (2) Funds appropriated within the legislative branch, to a
8 legislative council component, shall not be expended by any agency
9 or other subgroup included in that component without the approval
10 of the legislative council.

11 Sec. 602. The senate may charge rent and assess charges for
12 utility costs. The amounts received for rent charges and utility
13 assessments are appropriated to the senate for the renovation,
14 operation, and maintenance of the Farnum building and other
15 properties.

16 Sec. 603. The appropriation contained in part 1 for national
17 association dues is to be distributed by the legislative council.
18 If the funding is available, \$51,000.00 shall be paid as annual
19 dues to the national conference of commissioners on uniform state
20 laws.

21 Sec. 604. (1) The appropriation in part 1 to the legislative
22 council includes funds to operate the legislative parking
23 facilities in the capitol area. The legislative council shall
24 establish rules regarding the operation of the legislative parking
25 facilities.

26 (2) The legislative council shall collect a fee from state
27 employees and the general public using certain legislative parking

1 facilities. The revenues received from the parking fees shall be
2 allocated by the legislative council.

3 Sec. 605. The appropriation in part 1 to the legislative
4 council for publication of the Michigan manual is a work project
5 account. The unexpended portion remaining on September 30 shall not
6 lapse and shall be carried forward into the subsequent fiscal year
7 for use in paying the associated biennial costs of publication of
8 the Michigan manual.

9 Sec. 606. The appropriations in part 1 to the legislative
10 branch, for property management, shall be used to purchase
11 equipment and services for building maintenance in order to ensure
12 a safe and productive work environment. These funds are designated
13 as work project appropriations and shall not lapse at the end of
14 the fiscal year, and shall continue to be available for expenditure
15 until the project has been completed. The total cost is estimated
16 at \$500,000.00, and the tentative completion date is September 30,
17 2012.

18 Sec. 607. The appropriations in part 1 to the legislative
19 branch, for automated data processing, shall be used to purchase
20 equipment, software, and services in order to support and implement
21 data processing requirements and technology improvements. These
22 funds are designated as work project appropriations and shall not
23 lapse at the end of the fiscal year, and shall continue to be
24 available for expenditure until the project has been completed. The
25 total cost is estimated at \$500,000.00, and the tentative
26 completion date is September 30, 2012.

27 Sec. 608. In addition to funds appropriated in part 1, the

1 Michigan capitol committee publications save the flags fund account
2 may accept contributions, gifts, bequests, devises, grants, and
3 donations. Those funds that are not expended in the fiscal year
4 ending September 30 shall not lapse at the close of the fiscal
5 year, and shall be carried forward for expenditure in the following
6 fiscal years.

7 **LEGISLATIVE AUDITOR GENERAL**

8 Sec. 620. Pursuant to section 53 of article IV of the state
9 constitution of 1963, the auditor general shall conduct audits of
10 the judicial branch. The audits may include the supreme court and
11 its administrative units, the court of appeals, and trial courts.

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

18 (2) The auditor general shall strongly encourage firms with
19 which the auditor general contracts to perform audits of the
20 principal executive departments and state agencies to subcontract
21 with certified minority- and women-owned and operated accounting
22 firms, and accounting firms owned and operated by persons with
23 disabilities.

24 (3) The auditor general shall compile an annual report
25 regarding the number of contracts entered into with certified
26 minority- and women-owned and operated accounting firms, and

1 accounting firms owned and operated by persons with disabilities.
2 The auditor general shall deliver the report to the state budget
3 director and the senate and house of representatives standing
4 committees on appropriations subcommittees on general government by
5 November 1 of each year.

6 Sec. 622. From the funds appropriated in part 1 to the
7 legislative auditor general, the auditor general's salary and the
8 salaries of the remaining 2.0 FTE unclassified positions shall be
9 set by the speaker of the house of representatives, the senate
10 majority leader, the house of representatives minority leader, and
11 the senate minority leader.

12 Sec. 623. Any audits, reviews, or investigations requested of
13 the auditor general by the legislature or by legislative
14 leadership, legislative committees, or individual legislators shall
15 include an estimate of the additional costs involved and, when
16 those costs exceed \$50,000.00, should provide supplemental funding.
17 The auditor general shall determine whether to perform those
18 activities in keeping with Audit Directive No. 29, which describes
19 the office of the auditor general's policy on responding to
20 legislative requests.

21 Sec. 624. Not later than December 31, 2011, the auditor
22 general, in conjunction with the office of the state budget, shall
23 submit a report regarding the feasibility of converting to a
24 statewide single audit. The report shall be submitted to the senate
25 and the house of representatives appropriation subcommittees on
26 general government and the senate and house fiscal agencies. The
27 report shall include an estimate of the cost savings or increase

1 that would result from converting to a statewide single audit, an
2 analysis of required statutory changes, the impact on legislative
3 oversight, organizational changes necessary to provide centralized
4 coordination, billing and funding structure changes, corrective
5 action for known internal control weaknesses and prior single audit
6 findings, and a recommendation regarding implementation of a
7 statewide single audit.

8 Sec. 625. (1) In addition to amounts appropriated in part 1
9 for auditor general operations, there is appropriated an amount not
10 to exceed \$905,000.00 from the unexpended and unencumbered balance
11 of fiscal year 2010-2011 appropriations for the office of the
12 auditor general.

13 (2) The funds appropriated in subsection (1) shall be made
14 immediately available in fiscal year 2011-2012 and shall only be
15 expended for the payment of the net economic cost increases of the
16 legislative auditor general for fiscal year 2011-2012 as computed
17 by the state budget office.

18 (3) Funds appropriated in subsection (1) that exceed the net
19 economic cost increases of the legislative auditor general for
20 fiscal year 2011-2012 as computed by the state budget office shall
21 lapse to the general fund.

22 (4) Any unexpended and unencumbered balances at the end of
23 fiscal year 2010-2011 that resulted from the legislative auditor
24 general not completing mandated financial audits during fiscal year
25 2010-2011 shall not be appropriated in subsection (1).

26 DEPARTMENT OF STATE

1 Sec. 701. (1) In addition to the funds appropriated in part 1,
2 there is appropriated an amount not to exceed \$2,000,000.00 for
3 federal 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 (2) In addition to the funds appropriated in part 1, there is
8 appropriated an amount not to exceed \$7,500,000.00 for state
9 restricted contingency funds. These funds are not available for
10 expenditure until they have been transferred to another line item
11 in this act under section 393(2) of the management and budget act,
12 1984 PA 431, MCL 18.1393.

13 (3) In addition to the funds appropriated in part 1, there is
14 appropriated an amount not to exceed \$50,000.00 for local
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 (4) In addition to the funds appropriated in part 1, there is
20 appropriated an amount not to exceed \$100,000.00 for private
21 contingency funds. These funds are not available for expenditure
22 until they have been transferred to another line item in this act
23 under section 393(2) of the management and budget act, 1984 PA 431,
24 MCL 18.1393.

25 Sec. 702. All funds made available by section 3171 of the
26 insurance code of 1956, 1956 PA 218, MCL 500.3171, are appropriated
27 and made available to the department of state to be expended only

1 for the uses and purposes for which the funds are received as
2 provided by sections 3171 to 3177 of the insurance code of 1956,
3 1956 PA 218, MCL 500.3171 to 500.3177.

4 Sec. 703. From the funds appropriated in part 1, the
5 department of state shall sell copies of records including, but not
6 limited to, records of motor vehicles, off-road vehicles,
7 snowmobiles, watercraft, mobile homes, personal identification
8 cardholders, drivers, and boat operators and shall charge \$7.00 per
9 record sold only as authorized in section 208b of the Michigan
10 vehicle code, 1949 PA 300, MCL 257.208b, section 7 of 1972 PA 222,
11 MCL 28.297, and sections 80130, 80315, 81114, and 82156 of the
12 natural resources and environmental protection act, 1994 PA 451,
13 MCL 324.80130, 324.80315, 324.81114, and 324.82156. The revenue
14 received from the sale of records shall be credited to the
15 transportation administration collection fund created under section
16 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b.

17 Sec. 704. From the funds appropriated in part 1, the secretary
18 of state may enter into agreements with the department of
19 corrections for the manufacture of vehicle registration plates 15
20 months before the registration year in which the registration
21 plates will be used.

22 Sec. 705. (1) The department of state may accept gifts,
23 donations, contributions, and grants of money and other property
24 from any private or public source to underwrite, in whole or in
25 part, the cost of a departmental publication that is prepared and
26 disseminated under the Michigan vehicle code, 1949 PA 300, MCL
27 257.1 to 257.923. A private or public funding source may receive

1 written recognition in the publication and may furnish a traffic
2 safety message, subject to departmental approval, for inclusion in
3 the publication. The department may reject a gift, donation,
4 contribution, or grant. The department may furnish copies of a
5 publication underwritten, in whole or in part, by a private source
6 to the underwriter at no charge.

7 (2) The department of state may sell and accept paid
8 advertising for placement in a departmental publication that is
9 prepared and disseminated under the Michigan vehicle code, 1949 PA
10 300, MCL 257.1 to 257.923. The department may charge and receive a
11 fee for any advertisement appearing in a departmental publication
12 and shall review and approve the content of each advertisement. The
13 department may refuse to accept advertising from any person or
14 organization. The department may furnish a reasonable number of
15 copies of a publication to an advertiser at no charge.

16 (3) Pending expenditure, the funds received under this section
17 shall be deposited in the Michigan department of state publications
18 fund created by section 211 of the Michigan vehicle code, 1949 PA
19 300, MCL 257.211. Funds given, donated, or contributed to the
20 department from a private source are appropriated and allocated for
21 the purpose for which the revenue is furnished. Funds granted to
22 the department from a public source are allocated and may be
23 expended upon receipt. The department shall not accept a gift,
24 donation, contribution, or grant if receipt is conditioned upon a
25 commitment of state funding at a future date. Revenue received from
26 the sale of advertising is appropriated and may be expended upon
27 receipt.

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

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

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

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

14 (c) A listing of any gift, donation, contribution, or grant of
15 property other than funding received by the department under this
16 section for the prior year.

17 (d) The total revenue received from the sale of paid
18 advertising accepted under this section and a statement of the
19 total number of advertising transactions.

20 (6) In addition to copies delivered without charge as the
21 secretary of state considers necessary, the department of state may
22 sell copies of manuals and other publications regarding the sale,
23 ownership, or operation or regulation of motor vehicles, with
24 amendments, at prices to be established by the secretary of state.
25 As used in this subsection, the term "manuals and other
26 publications" includes videos and proprietary electronic
27 publications. All funds received from sales of these manuals and

1 other publications shall be credited to the Michigan department of
2 state publications fund.

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

9 Sec. 708. From the funds appropriated in part 1, the
10 department of state shall use available balances at the end of the
11 state fiscal year to provide payment to the department of state
12 police in the amount of \$332,000.00 for the services provided by
13 the traffic accident records program as first appropriated in 1990
14 PA 196 and 1990 PA 208.

15 Sec. 709. From the funds appropriated in part 1, the
16 department of state may restrict funds from miscellaneous revenue
17 to cover cash shortages created from normal branch office
18 operations. This amount shall not exceed \$50,000.00 of the total
19 funds available in miscellaneous revenue.

20 Sec. 710. (1) Commemorative and specialty license plate fee
21 revenue collected by the department of state and deposited into the
22 transportation administration collection fund is authorized for
23 expenditure up to the amount of revenue collected but not to exceed
24 the amount appropriated to the department of state in part 1 to
25 administer commemorative and specialty license plate programs.

26 (2) Commemorative and specialty license plate fee revenue
27 collected by the department of state and deposited in the

1 transportation administration collection fund, in addition to the
2 amount appropriated in part 1 to the department of state, shall
3 remain in the transportation administration collection fund and be
4 available for future appropriation.

5 Sec. 711. (1) Collector plate and fund-raising registration
6 plate revenues collected by the department of state are
7 appropriated and allotted for distribution to the recipient
8 university or public or private agency overseeing a state-sponsored
9 goal when received. Distributions shall occur on a quarterly basis
10 or as otherwise authorized by law. Any revenues remaining at the
11 end of the fiscal year shall not lapse to the general fund but
12 shall remain available for distribution to the university or agency
13 in the next fiscal year.

14 (2) Funds or revenues in the Olympic education training center
15 fund are appropriated for distribution to the Olympic education
16 training center at Northern Michigan University. Distributions
17 shall occur on a quarterly basis. Any undistributed revenue
18 remaining at the end of the fiscal year shall be carried over into
19 the next fiscal year.

20 Sec. 712. The department of state may produce and sell copies
21 of a training video designed to inform registered automotive repair
22 facilities of their obligations under Michigan law. The price shall
23 not exceed the cost of production and distribution. The money
24 received from the sale of training videos shall revert to the
25 department of state and be placed in the auto repair facility
26 account.

27 Sec. 713. (1) The department of state, in collaboration with

1 the gift of life transplantation society or its successor federally
2 designated organ procurement organization, may develop and
3 administer a public information campaign concerning the Michigan
4 organ donor program.

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

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

17 (4) Funding appropriated in part 1 for the organ donor program
18 shall be used for producing a pamphlet to be distributed with
19 driver licenses and personal identification cards regarding organ
20 donations. The funds shall be used to update and print a pamphlet
21 that will explain the organ donor program and encourage people to
22 become donors by marking a checkoff on driver license and personal
23 identification card applications.

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

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

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

20 Sec. 715. (1) Any service assessment collected by the
21 department of state from the user of a credit or debit card under
22 section 3 of 1995 PA 144, MCL 11.23, may be used by the department
23 for necessary expenses related to that service and may be remitted
24 to a credit or debit card company, bank, or other financial
25 institution.

26 (2) The service assessment imposed by the department of state
27 for credit and debit card services may be based either on a

1 percentage of each individual credit or debit card transaction, or
2 on a flat rate per transaction, or both, scaled to the amount of
3 the transaction. However, the department shall not charge any
4 amount for a service assessment which exceeds the costs billable to
5 the department for service assessments.

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

10 (4) As used in this section, "service assessment" means and
11 includes costs associated with service fees imposed by credit and
12 debit card companies and processing fees imposed by banks and other
13 financial institutions.

14 Sec. 716. (1) Funds in part 1 for motorcycle safety education
15 grants and administration are appropriated to the department of
16 state for operation of the motorcycle safety education program
17 previously operated by the department of education under section
18 811a of the Michigan vehicle code, 1949 PA 300, MCL 257.811a.

19 (2) Funds in part 1 for motorcycle safety education grants and
20 administration shall be derived from original and renewal
21 motorcycle license endorsements, annual motorcycle registration
22 fees, and motorcycle operator driving test fees.

23 (3) Funds in part 1 for motorcycle safety education grants and
24 administration shall be used to provide grants to colleges,
25 universities, intermediate school districts, local school
26 districts, law enforcement agencies, or other governmental agencies
27 located in the state, to help subsidize safety training courses for

1 individuals interested in operating motorcycles.

2 (4) Funds in part 1 for motorcycle safety education grants and
3 administration may be used by the department of state for
4 administration costs of the motorcycle safety education program, to
5 include, but not be limited to, review and approval or disapproval
6 of grant applications, monitoring eligibility of motorcycle safety
7 instructors, conducting program evaluation, certifying third-party
8 testers, and inspecting training sites.

9 Sec. 716b. The department of state shall provide a report that
10 calculates the total amount of funds expended for the business
11 application modernization project to date from the inception of the
12 program. The report shall contain information on the original start
13 and completion dates for the project, the original cost to complete
14 the project, and a listing of all revisions to project completion
15 dates and costs. The report shall include the total amount of funds
16 paid to the state by the contract provider for penalties. The
17 report shall be submitted to the senate and house of
18 representatives standing committees on appropriations, the senate
19 and house fiscal agencies, and the state budget director by January
20 1.

21 Sec. 717. (1) The department of state may accept nonmonetary
22 gifts, donations, or contributions of property from any private or
23 public source to support, in whole or in part, the operation of a
24 departmental function relating to licensing, regulation, or safety.
25 The department may recognize a private or public contributor for
26 making the contribution. The department may reject a gift,
27 donation, or contribution.

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

5 (3) On March 1 of each year, the department of state shall
6 file a report with the senate and house of representatives standing
7 committees on appropriations, the senate and house fiscal agencies,
8 and the state budget director. The report shall list any gift,
9 donation, or contribution received by the department under
10 subsection (1) for the prior calendar year.

11 Sec. 718. From the funds appropriated in part 1 to the
12 department of state, branch operations, the department shall
13 maintain a full service secretary of state branch office in Buena
14 Vista Township.

15 Sec. 719. From the funds appropriated in part 1 for the
16 department of state, the department shall first use restricted
17 funding for expenditures, when available for that purpose, before
18 using general fund dollars.

19 Sec. 721. From the funds appropriated in part 1, the
20 department of state may collect ATM commission fees from companies
21 that have ATMs located in secretary of state branch offices. The
22 commission received from the use of these ATMs shall be credited to
23 the transportation administration collection fund created under
24 section 810b of the Michigan vehicle code, 1949 PA 300, MCL
25 257.810b.

26 DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND BUDGET

1 Sec. 801. (1) In addition to the funds appropriated in part 1,
2 there is appropriated an amount not to exceed \$4,000,000.00 for
3 federal 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 (2) In addition to the funds appropriated in part 1, there is
8 appropriated an amount not to exceed \$8,000,000.00 for state
9 restricted contingency funds. These funds are not available for
10 expenditure until they have been transferred to another line item
11 in this act under section 393(2) of the management and budget act,
12 1984 PA 431, MCL 18.1393.

13 (3) In addition to the funds appropriated in part 1, there is
14 appropriated an amount not to exceed \$150,000.00 for local
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 (4) In addition to the funds appropriated in part 1, there is
20 appropriated an amount not to exceed \$100,000.00 for private
21 contingency funds. These funds are not available for expenditure
22 until they have been transferred to another line item in this act
23 under section 393(2) of the management and budget act, 1984 PA 431,
24 MCL 18.1393.

25 Sec. 802. Proceeds in excess of necessary costs incurred in
26 the conduct of transfers or auctions of state surplus, salvage, or
27 scrap property made pursuant to section 267 of the management and

1 budget act, 1984 PA 431, MCL 18.1267, are appropriated to the
2 department of technology, management, and budget to offset costs
3 incurred in the acquisition and distribution of federal surplus
4 property. The department of technology, management, and budget
5 shall provide consolidated internet auction services through the
6 state's contractors for all local units of government.

7 Sec. 803. (1) The department of technology, management, and
8 budget may receive and expend funds in addition to those authorized
9 by part 1 for maintenance and operation services provided
10 specifically to other principal executive departments or state
11 agencies, the legislative branch, the judicial branch, or private
12 tenants, or provided in connection with facilities transferred to
13 the operational jurisdiction of the department of technology,
14 management, and budget.

15 (2) The department of technology, management, and budget may
16 receive and expend funds in addition to those authorized by part 1
17 for real estate, architectural, design, and engineering services
18 provided specifically to other principal executive departments or
19 state agencies, the legislative branch, or the judicial branch.

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

25 (4) The department of technology, management, and budget may
26 receive and expend funds in addition to those authorized in part 1
27 for purchasing services provided specifically to other principal

1 executive departments and state agencies, the legislative branch,
2 or the judicial branch.

3 (5) The department of technology, management, and budget may
4 not expend funds in excess of \$1,000,000.00 for the purchase of new
5 office furniture for principal executive departments and state
6 agencies, the legislative branch, or the judicial branch. The
7 department of technology, management, and budget shall utilize its
8 existing refurbished open space office furniture, lateral files,
9 design and installation services statewide contract to work with a
10 vendor that specializes in inventory management and product re-
11 utilization and that is not a seller of new furniture to the state
12 of Michigan to supplement any additional office furniture needs.

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

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

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

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

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

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

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

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

25 Sec. 810. The department of technology, management, and budget
26 shall maintain an Internet website that contains notice of all
27 invitations for bids and requests for proposals over \$50,000.00

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

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

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

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

1 operation, maintenance, repair, replacement, and disposal of state
2 motor vehicles.

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

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

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

6 (4) The department of technology, management, and budget may
7 charge state agencies for fuel cost increases that exceed \$2.27 per
8 gallon of unleaded gasoline. The department shall notify state
9 agencies, in writing or by electronic mail, at least 30 days before
10 implementing additional charges for fuel cost increases. Revenues
11 received from these charges are appropriated upon receipt.

12 <<Sec. 813a. In order to reduce costs and maintain quality, it
13 is the intent of the legislature that, excluding the fleet of
14 motor vehicles for the department of state police, the department
15 of technology, management, and budget will prioritize the
16 utilization of remanufactured parts as the primary means of
maintenance and repair for the state of michigan's fleet of motor
vehiles.>>

17 Sec. 815. In determining whether the purchase, contracting
18 for, providing of supplies, materials, services, insurance,
19 utilities, third-party financing, equipment, printing, and other
20 items needed by state departments or agencies is in the best
21 interests of this state, and in making all discretionary decisions
22 concerning the solicitation, award, amendment, cancellation, or
23 appeal of state contracts, the department of technology,
24 management, and budget shall consider all of the following:

25 (a) Whether a proposal by a vendor to provide services to this
26 state using employees, contractors, subcontractors, or other
27 individuals who are not citizens of the United States, legal

1 resident aliens, or individuals with a valid visa, or from a
2 location outside of this state or the United States, or if provided
3 goods to this state are produced outside of this state or the
4 United States, would be detrimental to the state of Michigan, its
5 residents, or the state's economy.

6 (b) Whether the provision of services to this state at a
7 location outside of this state or the United States would be
8 detrimental to the privacy interests of Michigan residents, or risk
9 the disclosure of personal information of Michigan residents, such
10 as social security, financial, or medical data.

11 (c) Whether a proposal by a vendor to provide services to this
12 state from a location outside of this state or the United States,
13 or if provided goods to this state produced outside of this state
14 or the United States, would constitute undue risk under a risk
15 management policy, practice, or procedure adopted by the department
16 of technology, management, and budget under section 204 of the
17 management and budget act, 1984 PA 431, MCL 18.1204.

18 (d) The department of technology, management, and budget shall
19 notify the senate and house of representatives standing committee
20 on appropriations for general government and the senate and house
21 fiscal agencies if the state purchases any goods produced outside
22 this state or the United States.

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

1 Sec. 818. In addition to the funds appropriated in part 1, the
2 department of technology, management, and budget may receive and
3 expend money from the Michigan law enforcement officers memorial
4 monument fund as provided in the Michigan law enforcement officers
5 memorial act, 2004 PA 177, MCL 28.781 to 28.787.

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

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

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

24 Sec. 822a. The department shall submit a report regarding the
25 feasibility of privatizing the administration of the state lottery.
26 The report shall include an estimate of the cost savings or
27 increase that would result from privatizing the administration of

1 the state lottery, an analysis of required statutory changes, and
2 any other issues that need to be addressed. The report shall be
3 submitted to the senate and house of representatives appropriations
4 subcommittees on general government, the senate and house fiscal
5 agencies, and the state budget office. The report shall be
6 submitted not later than April 1.

7 **INFORMATION TECHNOLOGY**

8 Sec. 823. (1) The department of technology, management, and
9 budget may sell and accept paid advertising for placement on any
10 state website under its jurisdiction. The department shall review
11 and approve the content of each advertisement. The department may
12 refuse to accept advertising from any person or organization or
13 require modification to advertisements based upon criteria
14 determined by the department. Revenue received under this
15 subsection shall be used for operating costs of the department and
16 for future technology enhancements to state of Michigan e-
17 government initiatives. Funds received under this subsection shall
18 be limited to \$250,000.00. Any funds in excess of \$250,000.00 shall
19 be deposited in the state general fund.

20 (2) The department of technology, management, and budget may
21 accept gifts, donations, contributions, bequests, and grants of
22 money from any public or private source to assist with the
23 underwriting or sponsorship of state webpages or services offered
24 on those webpages. A private or public funding source may receive
25 recognition in the webpage. The department of technology,
26 management, and budget may reject any gift, donation, contribution,

1 bequest, or grant.

2 (3) Funds accepted by the department of technology,
3 management, and budget under subsection (1) are appropriated and
4 allotted when received and may be expended upon approval of the
5 state budget director. The state budget office shall notify the
6 senate and house of representatives standing committees on
7 appropriations subcommittees on general government and the senate
8 and house fiscal agencies within 10 days after the approval is
9 given.

10 (4) By April 1, the department of technology, management, and
11 budget shall report to the senate and house of representatives
12 standing committees on appropriations and the senate and house
13 fiscal agencies that a statement of the total revenue received from
14 the sale of paid advertising accepted under this section and a
15 statement of the total number of advertising transactions are
16 available on the department's website.

17 Sec. 824. The department of technology, management, and budget
18 may enter into agreements to supply spatial information and
19 technical services to other principal executive departments, state
20 agencies, local units of government, and other organizations. The
21 department of technology, management, and budget may receive and
22 expend funds in addition to those authorized in part 1 for
23 providing information and technical services, publications, maps,
24 and other products. The department of technology, management, and
25 budget may expend amounts received for salaries, supplies, and
26 equipment necessary to provide informational products and technical
27 services. Prior to December 1 of each year, the department shall

1 provide a report to the senate and house of representatives
2 standing committees on appropriations subcommittees on general
3 government, detailing the sources of funding and expenditures made
4 under this section.

5 Sec. 825. The legislature shall have access to all historical
6 and current data contained within MAIN pertaining to state
7 departments. State departments shall have access to all historical
8 and current data contained within MAIN.

9 Sec. 826. When used in this act, "information technology
10 services" means services involving all aspects of managing and
11 processing information, including, but not limited to, all of the
12 following:

- 13 (a) Application development and maintenance.
- 14 (b) Desktop computer support and management.
- 15 (c) Mainframe computer support and management.
- 16 (d) Server support and management.
- 17 (e) Local area network support and management, including, but
18 not limited to, wireless networking.
- 19 (f) Information technology project management.
- 20 (g) Information technology planning and budget management.
- 21 (h) Telecommunication services, security, infrastructure, and
22 support.

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

26 (2) The department of technology, management, and budget shall
27 assess all subscribers of the Michigan public safety communications

1 system reasonable access and maintenance fees.

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

6 (4) The department of technology, management, and budget shall
7 provide a report to the senate and house of representatives
8 standing committees on appropriations, the senate and house fiscal
9 agencies, and the state budget director on April 15 and on October
10 15, indicating the amount of revenue collected under this section
11 and expended for support and maintenance of the Michigan public
12 safety communications system for the immediately preceding 6-month
13 period. Any deposits made under this section and unencumbered funds
14 are restricted revenues and may be carried forward into succeeding
15 fiscal years.

16 Sec. 828. The department of technology, management, and budget
17 shall submit a report for the immediately preceding fiscal year
18 ending September 30 to the senate and house of representatives
19 standing committees on appropriations subcommittees on general
20 government and the senate and house fiscal agencies by March 1. The
21 report shall include the following:

22 (a) The total amount of funding appropriated for information
23 technology services and projects, by funding source, for all
24 principal executive departments and agencies.

25 (b) A listing of the expenditures made from the amounts
26 received by the department of technology, management, and budget as
27 reported in subdivision (a).

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

8 Sec. 830. By December 31, the department shall provide a
9 report that lists all information technology-related change orders
10 and follow-on contracts, greater than \$25,000.00, whether they are
11 bid, exercise options, or no-bid, and the amount of each change
12 order or contract extension contract entered into by the department
13 to the senate and house of representatives standing committees on
14 appropriations subcommittees on general government, the senate and
15 house fiscal agencies, and the state budget director.

16 Sec. 832. The department shall provide a report that
17 calculates the total amount of funds expended for the child support
18 enforcement system to date from the inception of the program. The
19 report shall contain information on the original start and
20 completion dates for the project, the original cost to complete the
21 project, and a listing of all revisions to project completion dates
22 and costs. The report shall include the total amount of funds paid
23 to the federal government for penalties. The report shall be
24 submitted to the senate and house of representatives standing
25 committees on government operations, the senate and house of
26 representatives standing committees on appropriations subcommittees
27 on general government, and the senate and house fiscal agencies by

1 January 1.

2 Sec. 833. (1) The state budget director, upon notification to
3 the senate and house of representatives standing committees on
4 appropriations, may adjust spending authorization and user fees in
5 the department of technology, management, and budget budget in
6 order to ensure that the appropriations for information technology
7 in the department budget equal the appropriations for information
8 technology in the budgets for all executive branch agencies.

9 (2) If during the course of the fiscal year a transfer or
10 supplemental to or from the information technology line item within
11 an agency budget is made under section 393 of the management and
12 budget act, 1984 PA 431, MCL 18.1393, there is appropriated an
13 equal amount of user fees in the department of technology,
14 management, and budget budget to accommodate an increase or
15 decrease in spending authorization.

16 Sec. 834. (1) Revenue collected from licenses issued under the
17 antenna site management project shall be deposited into the antenna
18 site management revolving fund created for this purpose in the
19 department of technology, management, and budget. The department
20 may receive and expend money from the fund for costs associated
21 with the antenna site management project, including the cost of a
22 third-party site manager. Any excess revenue remaining in the fund
23 at the close of the fiscal year shall be proportionately
24 transferred to the appropriate state restricted funds as designated
25 in statute or by constitution.

26 (2) An antenna shall not be placed on any site pursuant to
27 this section without complying with the respective local zoning

1 codes and local unit of government processes.

2 Sec. 835. In addition to the funds appropriated in part 1, the
3 funds collected by the department for supplying census-related
4 information and technical services, publications, statistical
5 studies, population projections and estimates, and other
6 demographic products area appropriated for all expenses necessary
7 to provide the required services. These funds are available for
8 expenditure when they are received and may be carried forward into
9 the next succeeding fiscal year.

10 **STATE BUILDING AUTHORITY**

11 Sec. 840. (1) Subject to section 242 of the management and
12 budget act, 1984 PA 431, MCL 18.1242, and upon the approval of the
13 state building authority, the department may expend from the
14 general fund of the state during the fiscal year an amount to meet
15 the cash flow requirements of those state building authority
16 projects solely for lease to a state agency identified in both part
17 1 and this section, and for which state building authority bonds or
18 notes have not been issued, and for the sole acquisition by the
19 state building authority of equipment and furnishings for lease to
20 a state agency as permitted by 1964 PA 183, MCL 830.411 to 830.425,
21 for which the issuance of bonds or notes is authorized by a
22 legislative concurrent resolution that is effective for the fiscal
23 year ending September 30, 2012. Any general fund advances for which
24 state building authority bonds have not been issued shall bear an
25 interest cost to the state building authority at a rate not to
26 exceed that earned by the state treasurer's common cash fund during

1 the period in which the advances are outstanding and are repaid to
2 the general fund of the state.

3 (2) Upon sale of bonds or notes for the projects identified in
4 part 1 or for equipment as authorized by legislative concurrent
5 resolution and in this section, the state building authority shall
6 credit the general fund of the state an amount equal to that
7 expended from the general fund plus interest, if any, as defined in
8 this section.

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

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

21 Sec. 841. (1) State building authority funding to finance
22 construction or renovation of a facility that collects revenue in
23 excess of money required for the operation of that facility shall
24 not be released to a university or community college unless the
25 institution agrees to reimburse that excess revenue to the state
26 building authority. The excess revenue shall be credited to the
27 general fund to offset rent obligations associated with the

1 retirement of bonds issued for that facility. The auditor general
2 shall annually identify and present an audit of those facilities
3 that are subject to this section. Costs associated with the
4 administration of the audit shall be charged against money
5 recovered pursuant to this section.

6 (2) As used in this section, "revenue" includes state
7 appropriations, facility opening money, other state aid, indirect
8 cost reimbursement, and other revenue generated by the activities
9 of the facility.

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

15 (2) If the amount appropriated in part 1 for state building
16 authority rent is not sufficient to pay the rent obligations and
17 insurance premiums and deductibles identified in subsection (1) for
18 state building authority projects, there is appropriated from the
19 general fund of the state the amount necessary to pay such
20 obligations.

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

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

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

6 (c) A list of all projects authorized for construction or
7 identified in an appropriations act for which approval of
8 schematic/preliminary plans or total authorized cost is pending
9 that have state building authority bonds identified as a source of
10 financing.

11 Sec. 844. From the funds appropriated in part 1 to the
12 department of technology, management, and budget, state building
13 authority rent, the department shall reimburse a university that
14 formerly leased space on its campus to the state for the location
15 of the state police headquarters for costs associated with asbestos
16 abatement in conjunction with the demolition of that leased space.
17 Reimbursement shall not exceed \$1,512,500.00 and shall not occur
18 unless demolition is completed before October 1, 2012.

19 **CIVIL SERVICE**

20 Sec. 850. (1) In accordance with section 5 of article XI of
21 the state constitution of 1963, all restricted funds shall be
22 assessed a sum not less than 1% of the total aggregate payroll on
23 the basis of actual restricted sources of total aggregate payroll
24 of the classified service for the preceding fiscal year. This
25 includes, but it not limited to, restricted funds appropriated in
26 part 1 of any appropriations act. Unexpended appropriated funds

1 shall be returned to each fund source at the end of the fiscal
2 year.

3 (2) The appropriations in part 1 are estimates of actual
4 charges based on payroll appropriations. With the approval of the
5 state budget director, the commission is authorized to adjust
6 financing sources for civil service charges based on actual payroll
7 expenditures, provided that such adjustments do not increase the
8 total appropriation for the civil service commission.

9 (3) The financing from restricted sources shall be credited to
10 the civil service commission by the end of the second fiscal
11 quarter.

12 Sec. 851. Except where specifically appropriated for this
13 purpose, financing from restricted sources shall be credited to the
14 civil service commission. For restricted sources of funding within
15 the general fund that have the legislative authority for carryover,
16 if current spending authorization or revenues are insufficient to
17 accept the charge, the shortage shall be taken from carryforward
18 balances of that funding source. Restricted revenue sources that do
19 not have carryforward authority shall be utilized to satisfy
20 commission operating deducts first and civil service obligations
21 second. General fund dollars are appropriated for any shortfall,
22 pursuant to approval by the state budget director.

23 Sec. 852. The appropriation in part 1 to the civil service
24 commission, for state-sponsored group insurance, flexible spending
25 accounts, and COBRA, represents amounts, in part, included within
26 the various appropriations throughout state government for the
27 current fiscal year to fund the flexible spending account program

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1 included within the civil service commission. Deposits against
 2 state-sponsored group insurance, flexible spending accounts, and
 3 COBRA for the flexible spending account program shall be made from
 4 assessments levied during the current fiscal year in a manner
 5 prescribed by the civil service commission. Unspent employee
 6 contributions to the flexible spending accounts may be used to
 7 offset administrative costs for the flexible spending account
 8 program, with any remaining balance of unspent employee
 9 contributions to be lapsed to the general fund.

<<Sec. 852a. The commission shall submit a report regarding
 the cost savings or increase that would result for all public
 employers from the requirement that all public employees and
 elected officials be enrolled in a health savings account benefit
 plan. The report shall include an analysis of required statutory
 changes, and any other issues that would need to be addressed. The
 report shall be submitted to the senate and house of representatives
 appropriations subcommittees on general government, the senate and
 house fiscal agencies, and the state budget office. The report shall
 be submitted not later than March 31, 2012.>>

10 **CAPITAL OUTLAY**

11 Sec. 863. (1) The director of the department of technology,
 12 management, and budget shall allocate lump-sum appropriations made
 13 in this act consistent with statutory provisions and the purposes
 14 for which funds were appropriated. Lump-sum allocations shall

15 address priority program or facility needs and may include, but are
 16 not limited to, design, construction, remodeling and addition,
 17 special maintenance, major special maintenance, energy
 18 conservation, and demolition.

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

26 Sec. 864. The appropriations in part 1 for capital outlay

1 shall be carried forward at the end of the fiscal year consistent
2 with the provisions of section 248 of the management and budget
3 act, 1984 PA 431, MCL 18.1248.

4 **DEPARTMENT OF TREASURY**

5 **OPERATIONS**

6 Sec. 901. (1) In addition to the funds appropriated in part 1,
7 there is appropriated an amount not to exceed \$1,000,000.00 for
8 federal contingency funds. These funds are not available for
9 expenditure until they have been transferred to another line item
10 in this act under section 393(2) of the management and budget act,
11 1984 PA 431, MCL 18.1393.

12 (2) In addition to the funds appropriated in part 1, there is
13 appropriated an amount not to exceed \$10,000,000.00 for state
14 restricted 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 (3) In addition to the funds appropriated in part 1, there is
19 appropriated an amount not to exceed \$200,000.00 for local
20 contingency funds. These funds are not available for expenditure
21 until they have been transferred to another line item in this act
22 under section 393(2) of the management and budget act, 1984 PA 431,
23 MCL 18.1393.

24 (4) In addition to the funds appropriated in part 1, there is
25 appropriated an amount not to exceed \$40,000.00 for private
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 Sec. 902. (1) Amounts needed to pay for interest, fees,
5 principal, mandatory and optional redemptions, arbitrage rebates as
6 required by federal law, and costs associated with the payment,
7 registration, trustee services, credit enhancements, and issuing
8 costs in excess of the amount appropriated to the department of
9 treasury in part 1 for debt service on notes and bonds that are
10 issued by the state under sections 14, 15, and 16 of article IX of
11 the state constitution of 1963 as implemented by 1967 PA 266, MCL
12 17.451 to 17.455, are appropriated.

13 (2) In addition to the amount appropriated to the department
14 of treasury for debt service in part 1, there is appropriated an
15 amount for fiscal year cash-flow borrowing costs to pay for
16 interest on interfund borrowing made under 1967 PA 55, MCL 12.51 to
17 12.53.

18 (3) In addition to the amount appropriated to the department
19 of treasury for debt service in part 1, there is appropriated all
20 repayments received by the state on loans made from the school bond
21 loan fund not required to be deposited in the school loan revolving
22 fund by or pursuant to section 4 of 1961 PA 112, MCL 388.984, to
23 the extent determined by the state treasurer, for the payment of
24 debt service, including, without limitation, optional and mandatory
25 redemptions, on bonds, notes or commercial paper issued by the
26 state pursuant to 1961 PA 112, MCL 388.981 to 388.985.

27 Sec. 902a. The department of treasury shall notify the senate

1 and house of representatives standing committees on appropriations,
2 the senate and house fiscal agencies, and the state budget office
3 15 days prior to issuing any refunding or restructuring bonds. The
4 notification shall include charts that compare the annual debt
5 service prior to the proposed refinancing or restructuring and the
6 annual debt service after the proposed refinancing or
7 restructuring. Several scenarios may be submitted if necessary to
8 characterize the options under consideration. Each scenario shall
9 include a statement of the change in the principal and interest
10 over the duration of the debt and the projected present value
11 savings or present value cost of the proposed refinancing or
12 restructuring.

13 Sec. 903. (1) From the funds appropriated in part 1, the
14 department of treasury may contract with private collection
15 agencies and law firms to collect taxes and other accounts due this
16 state. In addition to the amounts appropriated in part 1 to the
17 department of treasury, there are appropriated amounts necessary to
18 fund collection costs and fees not to exceed 25% of the collections
19 or 2.5% plus operating costs, whichever amount is prescribed by
20 each contract. The appropriation to fund collection costs and fees
21 for the collection of taxes or other accounts due this state are
22 from the fund or account to which the revenues being collected are
23 recorded or dedicated. However, if the taxes collected are
24 constitutionally dedicated for a specific purpose, the
25 appropriation of collection costs and fees are from the general
26 purpose account of the general fund.

27 (2) From the funds appropriated in part 1, the department of

1 treasury may contract with private collections agencies and law
2 firms to collect defaulted student loans and other accounts due the
3 Michigan guaranty agency. In addition to the amounts appropriated
4 in part 1 to the department of treasury, there are appropriated
5 amounts necessary to fund collection costs and fees not to exceed
6 24.34% of the collection or a lesser amount as prescribed by the
7 contract. The appropriation to fund collection costs and fees for
8 the auditing and collection of defaulted student loans due the
9 Michigan guaranty agency is from the fund or account to which the
10 revenues being collected are recorded or dedicated.

11 (3) The department of treasury shall submit a report for the
12 immediately preceding fiscal year ending September 30 to the state
13 budget director and the senate and house of representatives
14 standing committees on appropriations not later than November 30
15 stating the agencies or law firms employed, the amount of
16 collections for each, the costs of collection, and other pertinent
17 information relating to determining whether this authority should
18 be continued.

19 Sec. 904. (1) The department of treasury, through its bureau
20 of investments, may charge an investment service fee against the
21 applicable retirement funds. The fees may be expended for necessary
22 salaries, wages, contractual services, supplies, materials,
23 equipment, travel, worker's compensation insurance premiums, and
24 grants to the civil service commission and state employees'
25 retirement funds. Service fees shall not exceed the aggregate
26 amount appropriated in part 1. The department of treasury shall
27 maintain accounting records in sufficient detail to enable the

1 retirement funds to be reimbursed periodically for fee revenue that
2 is determined by the department of treasury to be surplus.

3 (2) In addition to the funds appropriated in part 1 from the
4 retirement funds to the department of treasury, there is
5 appropriated from retirement funds an amount sufficient to pay for
6 the services of money managers, investment advisors, investment
7 consultants, custodians, and other outside professionals, the state
8 treasurer considers necessary to prudently manage the retirement
9 funds' investment portfolios. The state treasurer shall report
10 annually to the senate and house of representatives standing
11 committees on appropriations and the state budget office concerning
12 the performance of each portfolio by investment advisor.

13 Sec. 904a. (1) There is appropriated an amount sufficient to
14 recognize and pay expenditures for financial services provided by
15 financial institutions as provided under section 1 of 1861 PA 111,
16 MCL 21.181.

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

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

1 (2) The appropriation in part 1 to the department of treasury,
2 for state compliance audits, shall be used to cover the cost of the
3 state audits performed by independent certified public accountants
4 or department of treasury auditors. The scope of the state audit
5 shall be defined by the state treasurer. The state audits shall be
6 performed by independent certified public accountants contracted
7 with by the state treasurer or by department of treasury auditors,
8 if the county has agreed to contract with and pay the department
9 for their financial single audit.

10 (3) The state audits shall be performed for the most current
11 county fiscal year in conjunction with the financial single audit.
12 The state audit may be performed either by certified public
13 accountants contracted by the state treasurer or department of
14 treasury staff, independent of the financial single audit, if a
15 state audit has not been performed within the last 3 years.

16 Sec. 907. A revolving fund known as the assessor certification
17 and training fund is created in the department of treasury. The
18 assessor certification and training fund shall be used to organize
19 and operate a property assessor certification and training program.
20 Each participant certified and trained shall pay to the department
21 of treasury an examination fee of \$50.00, an initial certification
22 fee of \$50.00, an annual renewal fee of \$75.00 for levels 1 and 2,
23 and \$125.00 for levels 3 and 4 to offset the cost of administering
24 the certification and training program. Training courses shall be
25 offered in assessment administration. Each participant shall pay a
26 fee to cover the expenses incurred in offering the optional
27 programs to certified assessing personnel and other individuals

1 interested in an assessment career opportunity. The fees collected
2 shall be credited to the assessor certification and training fund.

3 Sec. 908. The amount appropriated in part 1 to the department
4 of treasury, home heating assistance program, is to cover the
5 costs, including data processing, of administering federal home
6 heating credits to eligible claimants and to administer the
7 supplemental fuel cost payment program for eligible tax credit and
8 welfare recipients.

9 Sec. 909. Revenue from the airport parking tax act, 1987 PA
10 248, MCL 207.371 to 207.383, is appropriated and shall be
11 distributed under section 7a of the airport parking tax act, 1987
12 PA 248, MCL 207.377a.

13 Sec. 910. The disbursement by the department of treasury from
14 the bottle deposit fund to dealers as required by section 3c(2) of
15 1976 IL 1, MCL 445.573c, is appropriated.

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

19 (2) The appropriations under subsection (1) shall be funded by
20 restricting income tax revenue in an amount sufficient to record
21 these expenditures.

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

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

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

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

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

19 Sec. 914. The department of treasury may provide a \$200.00
20 annual prize from the Ehlers internship award account in the gifts,
21 bequests, and deposit fund to the runner-up of the Rosenthal prize
22 for interns. The Ehlers internship award account is interest
23 bearing.

24 Sec. 915. Pursuant to section 61 of the Michigan campaign
25 finance act, 1976 PA 388, MCL 169.261, there is appropriated from
26 the general fund to the state campaign fund an amount equal to the
27 amounts designated for tax year 2010. Except as otherwise provided

1 in this section, the amount appropriated shall not revert to the
2 general fund and shall remain in the state campaign fund. Any
3 amounts remaining in the state campaign fund in excess of
4 \$10,000,000.00 on December 31 shall revert to the general fund.

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

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

20 (2) The department of treasury shall submit a report for the
21 immediately preceding fiscal year to the state budget director and
22 the senate and house fiscal agencies not later than November 30
23 stating the amounts appropriated for write-offs and advances under
24 subsection (1).

25 Sec. 918. In addition to funds appropriated in part 1, the
26 department of treasury may receive and expend funds for conducting
27 tax orientation workshops and seminars. Funds received may not

1 exceed costs incurred in conducting the workshops and seminars.

2 Sec. 919. (1) From funds appropriated in part 1, the
3 department of treasury may contract with private auditing firms to
4 audit for and collect unclaimed property due this state in
5 accordance with the uniform unclaimed property act, 1995 PA 29, MCL
6 567.221 to 567.265. In addition to the amounts appropriated in part
7 1 to the department of treasury, there are appropriated amounts
8 necessary to fund auditing and collection costs and fees not to
9 exceed 12% of the collections, or a lesser amount as prescribed by
10 the contract. The appropriation to fund collection costs and fees
11 for the auditing and collection of unclaimed property due this
12 state is from the fund or account to which the revenues being
13 collected are recorded or dedicated.

14 (2) The department of treasury shall submit a report for the
15 immediately preceding fiscal year ending September 30 to the state
16 budget director and the senate and house of representatives
17 standing committees on appropriations not later than November 30
18 stating the auditing firms employed, the amount of collections for
19 each, the costs of collection, and other pertinent information
20 relating to determining whether this authority should be continued.

21 Sec. 922. The department of treasury shall submit a report for
22 the immediately preceding fiscal year ending September 30 to the
23 senate and house of representatives standing committees on
24 appropriations subcommittees on general government, the senate and
25 house fiscal agencies, and the state budget director by November 30
26 stating the amount of Michigan transportation fund revenue
27 collected and the cost of collection. The cost of collection may be

1 determined by proration of costs in fiscal year 2011-2012 only. Not
2 later than April 1, 2012, the department of treasury shall provide
3 an analysis of the actual costs of tax administration in order to
4 justify continuation of the proration approach.

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

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

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

19 (a) Capital asset improvements including buildings, land, or
20 structures.

21 (b) Energy resource exploration, extraction, generation, and
22 sales.

23 (c) Financial and investment incentive opportunities.

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

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

27 (2) Public-private investments shall not include projects,

1 consultant expenses, staff effort, or any other activity related to
2 the development, financing, construction, operation, or
3 implementation of the Detroit River International Crossing or any
4 successor project unless the project is approved by the legislature
5 and signed into law.

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

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

23 (5) An annual report shall be transmitted to the senate and
24 house of representatives standing committees on appropriations, the
25 senate and house fiscal agencies, and the state budget office not
26 later than December 31 of each year. This report shall detail both
27 of the following:

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

3 (b) Public-private partnership investments as identified under
4 subsection (1).

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

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

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

23 (a) The purpose of the project is to provide student loan
24 forgiveness to qualified public defenders and prosecutors.

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

27 (c) The total estimated cost of the project is \$282,100.00.

1 (d) The tentative completion date is September 30, 2013.

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

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

18 Sec. 930. (1) The department of treasury shall provide
19 accounts receivable collections services to other principal
20 executive departments and state agencies under 1927 PA 375, MCL
21 14.131 to 14.134. The department of treasury shall deduct a fee
22 equal to the cost of collections from all receipts except
23 unrestricted general fund collections. Fees shall be credited to a
24 restricted revenue account and appropriated to the department of
25 treasury to pay for the cost of collections. The department of
26 treasury shall maintain accounting records in sufficient detail to
27 enable the respective accounts to be reimbursed periodically for

1 fees deducted that are determined by the department of treasury to
2 be surplus to the actual cost of collections.

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

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

25 (2) In addition to the funds appropriated in part 1, the
26 department of treasury may receive and expend investment fees
27 relating to new restricted funding sources that participate in

1 common cash earnings or other investment income during the current
2 fiscal year. When a new restricted fund is created starting on or
3 after October 1, that restricted fund shall be assessed a fee using
4 the same criteria identified in subsection (1).

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

11 Sec. 934. (1) The department of treasury may expend revenues
12 received under the hospital finance authority act, 1969 PA 38, MCL
13 331.31 to 331.84, the shared credit rating act, 1985 PA 227, MCL
14 141.1051 to 141.1076, the higher education facilities authority
15 act, 1969 PA 295, MCL 390.921 to 390.934, the Michigan public
16 educational facilities authority, Executive Reorganization Order
17 No. 2002-3, MCL 12.192, the Michigan tobacco settlement finance
18 authority act, 2005 PA 226, MCL 129.261 to 129.279, the land bank
19 fast track act, 2003 PA 258, MCL 124.751 to 124.774, part 505 of
20 the natural resources and environmental protection act, 1994 PA
21 451, MCL 324.50501 to 324.50522, the state housing development
22 authority act of 1966, 1966 PA 346, MCL 125.1401 to 125.1499c, and
23 the Michigan finance authority, Executive Reorganization Order No.
24 2010-2, MCL 12.194, for necessary salaries, wages, supplies,
25 contractual services, equipment, worker's compensation insurance
26 premiums, grants to the civil service commission and state
27 employees' retirement fund, and other expenses as allowed under

1 those acts.

2 (2) The department of treasury shall report by January 31,
3 2012 to the senate and house appropriations subcommittees, the
4 senate and house fiscal agencies, and the state budget director on
5 the amount and purpose of expenditures made under subsection (1)
6 from funds received in addition to those appropriated in part 1.
7 The report also shall include a listing of reimbursement of
8 revenue, if any. The report shall cover the 2010-2011 fiscal year.

9 Sec. 942. The department shall report on the efficacy of
10 increased personnel for field collection provided for in part 1.
11 The report shall contain the methodology used to generate
12 additional revenue, the amount of additional revenue received as a
13 direct result of the increased field staff, and an evaluation of
14 whether this program is worth sustaining within the department. The
15 report shall be submitted to the state budget director, the senate
16 and house of representatives standing committees on appropriations
17 subcommittees on general government, and the senate and house
18 fiscal agencies by November 30.

19 Sec. 943. (1) The appropriation in part 1 for tobacco tax
20 enforcement shall be used for, but not limited to, the following:

21 (a) Costs associated with a new stamp indicia.

22 (b) Reimbursement to licensed cigarette stamping agents for
23 costs associated with the new stamp, to include machines acceptable
24 to licensed cigarette stamping agents and to the department of
25 treasury.

26 (c) Scanners.

27 (2) The department of treasury shall work cooperatively with

1 the Michigan state police to improve tobacco tax enforcement.

2 Sec. 944. If the department hires a pension plan consultant
3 using any of the funds appropriated in part 1, the department shall
4 annually forward any report provided to the department by that
5 consultant to the senate and house of representatives standing
6 committees on appropriations subcommittees on general government,
7 the senate and house fiscal agencies, and the state budget
8 director.

9 Sec. 949. Any funding for the beverage container redemption
10 antifraud fund from the appropriation included in 2009 PA 140 for
11 the beverage container redemption antifraud program shall be used
12 for the purposes described in the beverage container redemption
13 antifraud act, 2008 PA 388, MCL 445.631 to 445.643. Any remaining
14 funds available after the distribution has been made to the border
15 counties shall be made available to the next tier of counties north
16 of the border counties for the same purposes.

17 **REVENUE SHARING**

18 Sec. 950. The funds appropriated in part 1 for constitutional
19 revenue sharing shall be distributed by the department to cities,
20 villages, and townships, as required under section 10 of article IX
21 of the state constitution of 1963. Revenue collected in accordance
22 with section 10 of article IX of the state constitution of 1963 in
23 excess of the amount appropriated in part 1 for constitutional
24 revenue sharing is appropriated for distribution to cities,
25 villages, and townships, on a population basis as required under
26 section 10 of article IX of the state constitution of 1963.

27 Sec. 951. (1) The funds appropriated in part 1 for the

1 economic vitality incentive program shall be distributed to cities,
2 villages, and townships so that the combined distribution, under
3 section 10 of article IX of the state constitution of 1963, and the
4 economic vitality incentive program, as set forth in this
5 subsection, to each city, village, or township shall not exceed an
6 amount equal to the lesser of 81.88% or the percentage determined
7 under this subsection of the total combined distribution to the
8 city, village, or township under section 10 of article IX of the
9 state constitution of 1963 during the 2010-2011 state fiscal year,
10 and the statutory distribution received under section 950 of 2010
11 PA 191 during the 2010-2011 state fiscal year. The percentage under
12 this subsection shall be determined by dividing the sum of all
13 payments under section 10 of article IX of the state constitution
14 of 1963 for the 2011-2012 state fiscal year and \$195,000,000.00 by
15 \$853,979,300.00 and then subtracting 0.1812. If the amount
16 calculated under this subsection is less than \$6,000.00, no payment
17 shall be made under this subsection. Payments under this subsection
18 shall be distributed to eligible cities, villages, and townships
19 according to the following 3 criteria:

20 (a) Each eligible city, village, and township shall produce a
21 citizen's guide to its finances and a performance "dashboard". The
22 citizen's guide to finances and performance "dashboard" shall be
23 made available for public viewing in the city, village, or township
24 clerk's office or posted on a publicly accessible Internet site.
25 The citizen's guide shall provide a detailed description of the
26 city, village, or township finances, including recognition of its
27 unfunded liabilities, along with any other information deemed

1 relevant by the city, village, or township. The performance
2 "dashboard" shall include measures related to fiscal stability,
3 economic strength, public safety, quality of life, and any other
4 measures deemed relevant by the city, village, or township. Each
5 eligible city, village, and township that completes the citizen's
6 guide to its finances and a performance "dashboard" by October 1,
7 2011 shall receive 1/3 of its available distribution under this
8 subsection. Each city, village, and township applying for a payment
9 under this subdivision shall submit a copy of the citizen's guide
10 and a copy of the "dashboard" to the department of treasury by
11 October 1, 2011. The department of treasury shall withhold any
12 payment under this subdivision to an eligible city, village, or
13 township until it has received a copy of the citizen's guide and
14 the "dashboard" from that eligible city, village, or township.

15 (b) Each eligible city, village, and township shall develop
16 plans to increase its existing level of cooperation, collaboration,
17 and consolidation, both internally and with neighboring
18 jurisdictions. The plan shall be made available for public viewing
19 in the city, village, or township clerk's office or posted on a
20 publicly accessible Internet site. Plans shall make a good-faith
21 effort to estimate potential savings and costs associated with
22 cooperating, collaborating, and consolidating at the local level.
23 Each eligible city, village, and township that completes the
24 cooperation, collaboration, and consolidation plan by January 1,
25 2012 shall receive 1/3 of its available distribution under this
26 subsection. Each city, village, and township applying for a payment
27 under this subdivision shall submit a copy of the cooperative,

1 collaboration, and consolidation plan to the department of treasury
2 by January 15, 2012. The department of treasury shall withhold any
3 payment made after January 15, 2012 under this subdivision to an
4 eligible city, village, or township until it has received a copy of
5 the cooperative, collaboration, and consolidation plan from that
6 eligible city, village, or township.

7 (c) Each eligible city, village, and township shall develop
8 and publicize an employee compensation plan that the city, village,
9 or township intends to implement with any new, modified, or
10 extended contract. The employee compensation plan shall be made
11 available for public viewing in the city, village, or township
12 clerk's office or posted on a publicly accessible Internet site. At
13 a minimum, the employee compensation plan shall include the
14 following:

15 (i) An eligible city, village, or township that offers a
16 retirement plan shall indicate its intent to place all city,
17 village, or township employees that the city, village, or township
18 determines are eligible for the retirement plan in a retirement
19 plan with an employer cost of no more than 10% of the total wages
20 and salaries for employees in that plan.

21 (ii) An eligible city, village, or township that offers a
22 retirement plan with a pension benefit shall indicate its intent to
23 pay pensions based on final average compensation, which is
24 calculated using an average of at least 3 consecutive years of
25 employee salary; to limit the amount of paid leave time, vacation
26 time, and overtime hours used to calculate final average
27 compensation to no more than 240 hours; and any other measures

1 deemed appropriate by the city, village, or township.

2 (iii) If a health care plan is offered, an eligible city,
3 village, or township shall indicate its intent to have employees
4 eligible for the plan pay at least 20% of the cost of the health
5 care plan.

6 (d) Each eligible city, village, and township that develops
7 the employee compensation plan described in subdivision (c) by May
8 1, 2012 shall receive 1/3 of its available distribution under this
9 subsection. Each city, village, and township applying for a payment
10 under subdivision (c) shall submit a detailed description of the
11 type of plan it intends to implement under subdivision (c) to the
12 department of treasury by May 15, 2012. The department of treasury
13 shall withhold any payment made after May 15, 2012 under this
14 subdivision to an eligible city, village, or township until it has
15 received the detailed description of the type of plan the city,
16 village, or township intends to implement from that eligible city,
17 village, or township.

18 (2) Payments pursuant to subsection (1) shall be distributed
19 in conjunction with, and at the same time as, payments distributed
20 under section 12(4) of the Glenn Steil state revenue sharing act of
21 1971, 1971 PA 140, MCL 141.912. Payments shall be calculated
22 initially assuming that eligible cities, villages, and townships
23 comply with the requirements of subsection (1). Payments for which
24 each eligible city, village, or township is eligible shall be
25 recalculated during the year based on actual compliance with the
26 requirements and due dates of subsection (1).

27 (3) From the funds appropriated in part 1 for the economic

1 vitality incentive program, \$5,000,000.00 shall be appropriated to
2 the department of treasury to be used for assistance grants to
3 cities, villages, townships, and counties to offset the costs
4 associated with mergers, interlocal agreements, and cooperative
5 efforts for those cities, villages, townships, and counties that
6 elect to combine government operations. Grant funding shall be
7 available for mergers, interlocal agreements, and cooperative
8 efforts that occur on or after October 1, 2011. The department of
9 treasury shall develop an application process and method of grant
10 distribution.

11 (4) Any funds not distributed under this section shall be
12 deposited in the budget stabilization fund created by 1978 PA 30,
13 MCL 141.441 to 141.445.

14 Sec. 955. (1) The funds appropriated in part 1 for county
15 revenue sharing shall be distributed by the department to eligible
16 counties pursuant to the Glenn Steil state revenue sharing act of
17 1971, 1971 PA 140, MCL 141.901 to 141.921.

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

21 **LOTTERY**

22 Sec. 960. In addition to the funds appropriated in part 1 to
23 the bureau of state lottery, there is appropriated from lottery
24 revenues the amount necessary for, and directly related to,
25 implementing and operating lottery games. Appropriations under this
26 section shall only be expended for contractually mandated payments
27 for vendor commissions, contractually mandated payments for instant

1 tickets intended for resale, the contractual costs of providing and
2 maintaining the online system communications network, and incentive
3 and bonus payments to lottery retailers.

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

7 **CASINO GAMING**

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

14 Sec. 973. (1) Funds appropriated in part 1 for local
15 government programs may be used to provide assistance to a local
16 revenue sharing board referenced in an agreement authorized by the
17 Indian gaming regulatory act, Public Law 100-497.

18 (2) A local revenue sharing board described in subsection (1)
19 shall comply with the open meetings act, 1976 PA 267, MCL 15.261 to
20 15.275, and the freedom of information act, 1976 PA 442, MCL 15.231
21 to 15.246.

22 (3) A county treasurer is authorized to receive and administer
23 funds received for and on behalf of a local revenue sharing board.
24 Funds appropriated in part 1 for local government programs may be
25 used to audit local revenue sharing board funds held by a county
26 treasurer. This section does not limit the ability of local units
27 of government to enter into agreements with federally recognized

1 Indian tribes to provide financial assistance to local units of
2 government or to jointly provide public services.

3 (4) A local revenue sharing board described in subsection (1)
4 shall comply with all applicable provisions of any agreement
5 authorized by the Indian gaming regulatory act, Public Law 100-497,
6 in which the local revenue sharing board is referenced, including,
7 but not limited to, the disbursement of tribal casino payments
8 received under applicable provisions of the tribal-state class III
9 gaming compact in which those funds are received.

10 (5) The director of the department of state police and the
11 executive director of the Michigan gaming control board are
12 authorized to assist the local revenue sharing boards in
13 determining allocations to be made to local public safety
14 organizations.

15 (6) The department of treasury shall submit a report by
16 September 30 to the senate and house of representatives standing
17 committees on appropriations and the state budget director on the
18 receipts and distribution of revenues by local revenue sharing
19 boards.

20 Sec. 974. If revenues collected in the state services fee fund
21 are less than the amounts appropriated from the fund, available
22 revenues shall be used to fully fund the appropriation in part 1
23 for casino gaming regulation activities before distributions are
24 made to other state departments and agencies. If the remaining
25 revenue in the fund is insufficient to fully fund appropriations to
26 other state departments or agencies, the shortfall shall be
27 distributed proportionally among those departments and agencies.

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

8 Sec. 977. All appropriations from the Michigan agriculture
9 equine industry development fund, except for the racing commission
10 and laboratory analysis program appropriations, shall be reduced
11 proportionately if revenues to the Michigan agriculture equine
12 industry development fund decline during the fiscal year ending
13 September 30, 2012 to a level lower than the amount appropriated in
14 part 1.

15 Sec. 978. The Michigan gaming control board shall use actual
16 expenditure data in determining the actual regulatory costs of
17 conducting racing dates and shall provide that data to the senate
18 and house appropriations subcommittees on agriculture and general
19 government and the senate and house fiscal agencies. The Michigan
20 gaming control board shall not be reimbursed for more than the
21 actual regulatory cost of conducting race dates. If a certified
22 horsemen's organization funds more than the actual regulatory cost,
23 the balance shall remain in the agriculture equine industry
24 development fund to be used to fund subsequent race dates conducted
25 by race meeting licensees with which the certified horsemen's
26 organization has contracts. If a certified horsemen's organization
27 funds less than the actual regulatory costs of the additional horse

1 racing dates, the Michigan gaming control board shall reduce the
2 number of future race dates conducted by race meeting licensees
3 with which the certified horsemen's organization has contracts.
4 Prior to the reduction in the number of authorized race dates due
5 to budget deficits, the executive director of the Michigan gaming
6 control board shall provide notice to the certified horsemen's
7 organizations with an opportunity to respond with alternatives. In
8 determining actual costs, the Michigan gaming control board shall
9 take into account that each specific breed may require different
10 regulatory mechanisms.

11 Sec. 979. In the event there is no live thoroughbred race meet
12 in 2012, all purse money and program money appropriated for the
13 thoroughbred industry in fiscal year 2011-2012 shall be held in
14 escrow for a period not to exceed 18 months, or until a
15 thoroughbred race meet license is applied for and granted by the
16 Michigan gaming control board. In the event there is no
17 thoroughbred meet in 2012, the purse pool distribution order to be
18 issued by the Michigan gaming control board in 2012 that delineates
19 distribution between the thoroughbred meet that has been held at
20 Pinnacle race course and the joint thoroughbred/quarterhorse meet
21 held in Mt. Pleasant shall be the same distribution formula as
22 issued in 2012, with the thoroughbred portion being held in escrow.

23 **HOUSING AND COMMUNITY DEVELOPMENT**

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

1 special attention to efforts to raise affordable multifamily
2 housing production goals.

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

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

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

23 MICHIGAN STRATEGIC FUND

24 Sec. 1001. (1) In addition to the funds appropriated in part
25 1, there is appropriated an amount not to exceed \$10,000,000.00 for
26 federal contingency funds. These funds are not available for
27 expenditure until they have been transferred to another line item

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

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

9 (3) In addition to the funds appropriated in part 1, there is
10 appropriated an amount not to exceed \$700,000.00 for private
11 contingency funds. These funds are not available for expenditure
12 until they have been transferred to another line item in this act
13 under section 393(2) of the management and budget act, 1984 PA 431,
14 MCL 18.1393.

15 Sec. 1004. In addition to the appropriations in part 1, Travel
16 Michigan may establish and collect a fee to cover the cost of
17 materials and processing of photographic prints, slides,
18 videotapes, and travel product database information that are
19 requested by the media and other segments of the public and private
20 sectors. The fees collected shall be appropriated for all expenses
21 necessary to purchase and distribute these photographic prints,
22 slides, videotapes, and travel product database information. The
23 funds are available for expenditure when they are received by the
24 department of treasury.

25 Sec. 1005. In addition to the appropriations in part 1, Travel
26 Michigan may receive and expend private revenue related to the use
27 of "Pure Michigan" and all other copyrighted slogans and images.

1 This revenue may come from the direct licensing of the name and
2 image or from the royalty payments from various merchandise sales.
3 Revenue collected is appropriated for the marketing of the state as
4 a travel destination. The funds are available for expenditure when
5 they are received by the department of treasury.

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

12 (a) The name of the recipient.

13 (b) The amount awarded to the recipient.

14 (c) The purpose of the grant.

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

23 (a) Travel Michigan, including any expenditures authorized
24 under section 89b of the Michigan strategic fund act, 1984 PA 270,
25 MCL 125.2089b, to supplement the Michigan promotion program. The
26 report shall include the number of commercials produced, the
27 markets in which media buys have been made, and any web-based

1 products that were created with these funds.

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

9 (c) Business services.

10 (d) Community development block grants.

11 (e) Strategic fund administration.

12 (f) Renaissance zones.

13 (g) 21st century investment program.

14 (h) Business and clean air ombudsman.

15 (i) Economic development job training program grants.

16 (j) Any other programs of the fund.

17 (2) The reports in subsection (1) shall be submitted by
18 January 15. The report for each program in subsection (1)(a)
19 through (j) shall include details on all revenue sources, actual
20 expenditures, and number of FTEs for that program for the previous
21 fiscal year.

22 Sec. 1008. As a condition of receiving funds under part 1, any
23 interlocal agreement entered into by the fund shall include
24 language which states that if a local unit of government has a
25 contract or memorandum of understanding with a private economic
26 development agency, the Michigan economic development corporation
27 will work cooperatively with that private organization in that

1 local area.

2 Sec. 1009. (1) Of the funds appropriated to the fund or
3 through grants to the Michigan economic development corporation, no
4 funds shall be expended for the purchase of options on land or the
5 purchase of land unless at least 1 of the following conditions
6 applies:

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

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

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

16 (3) As used in this section, "economically distressed area"
17 means an area in a city, village, or township that has been
18 designated as blighted; a city, village, or township that shows
19 negative population change from 1970 and a poverty rate and
20 unemployment rate greater than the statewide average; or an area
21 certified as a neighborhood enterprise zone.

22 Sec. 1011. (1) From the general fund/general purpose
23 appropriations in part 1 to the fund and granted or transferred to
24 the Michigan economic development corporation, any unexpended or
25 unencumbered balance shall be disposed of in accordance with the
26 requirements in the management and budget act, 1984 PA 431, MCL
27 18.1101 to 18.1594, unless carryforward authorization has been

1 otherwise provided for.

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

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

7 (a) The freedom of information act, 1976 PA 442, MCL 15.231 to
8 15.246.

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

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

12 (d) All reports required by law to be submitted to the
13 legislature.

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

16 Sec. 1013. As a condition for receiving the appropriations in
17 part 1, any staff of the Michigan economic development corporation
18 involved in private fund-raising activities shall not be party to
19 any decisions regarding the awarding of grants or tax abatements
20 from the fund, the Michigan economic development corporation, or
21 the Michigan economic growth authority.

22 Sec. 1014. (1) All funds received from repayment of loans,
23 unused grants, revenues received from sales or cash flow
24 participation agreements, guarantees, or any combination of these
25 or accrued interest originally distributed as part of the core
26 communities fund, created by 2000 PA 291, shall be received, held,
27 and applied by the fund for the purposes described in 2000 PA 291.

1 (2) The fund shall provide an annual report on the status of
2 this fund which includes information that details the awards made.
3 The report shall be provided to the appropriations subcommittees on
4 general government, the fiscal agencies, and the state budget
5 office by January 31.

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

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

25 Sec. 1024. From the funds appropriated in part 1 for
26 innovation and entrepreneurship, not less than \$1,000,000.00 shall
27 be granted by the Michigan strategic fund board to the Michigan

1 small business and technology development centers to be used for
2 the SBIR or STTR grant or loan matching program. These funds shall
3 only be used to provide the required match. Grants or loans under
4 this section shall not exceed 25% of the federal funds and must
5 leverage third-party commercialization funding at both the phase I
6 and phase II levels.

7 Sec. 1031. The Michigan strategic fund shall report to the
8 senate and house of representatives appropriations subcommittees on
9 general government, the senate and house fiscal agencies, and the
10 state budget office by January 15, 2012 on the spending plan for
11 the line items for innovation and entrepreneurship and business
12 attraction and economic gardening.

13 Sec. 1032. (1) The Michigan film office shall report to the
14 subcommittees and the fiscal agencies on the status of the film
15 incentives at the same time as it submits the annual report
16 required under section 455 of the Michigan business tax act, 2007
17 PA 36, MCL 208.1455. The department of treasury and the Michigan
18 strategic fund shall provide the Michigan film office with the data
19 necessary to prepare the report. Incentives included in the report
20 shall include all of the following:

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

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

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

27 (d) The amount of any tax credit claimed under section 367 of

1 the income tax act of 1967, 1967 PA 281, MCL 206.367.

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

5 (f) Loans to an eligible production company or film and
6 digital media private equity fund authorized under section 88d(3),
7 (4), and (5) of the Michigan strategic fund act, 2005 PA 225, MCL
8 125.2088d.

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

10 (a) For each tax credit, the number of contracts signed, the
11 projected expenditures qualifying for the credit, and the estimated
12 value of the credits. For loans, the number of loans made under
13 each section, the interest rate of those loans, the loan amount,
14 the percent of the projected budget of each production financed by
15 those loans, and the estimated interest earnings from the loan.

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

1 default, and the amount of principal that is delinquent or is in
2 default.

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

6 (i) The number of temporary jobs created.

7 (ii) The number of permanent jobs created.

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

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

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

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

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

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

26 Sec. 1034. (1) A portion of the funds appropriated in part 1
27 for innovation and entrepreneurship shall be used to fund business

1 incubators and accelerators. The Michigan strategic fund shall
2 award a grant to 1 high-performance business incubator or
3 accelerator in each of the following governmental units:

4 (a) Houghton County.

5 (b) Kent County.

6 (c) Macomb County.

7 (d) Oakland County.

8 (e) Washtenaw County.

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

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

13 (3) Eligible recipients for these awards must have been
14 operational on October 1, 2010 and operating continuously since
15 that date.

16 (4) Awards shall not be less than \$500,000.00 per selected
17 business incubator or accelerator. No recipient shall receive more
18 than \$2,000,000.00 under this section. No unit of local government
19 listed in subsection (1) shall receive more than 1 award.

20 (5) Applicants shall submit a comprehensive business plan to
21 the Michigan strategic fund that demonstrates the sustainability of
22 the organization.

23 (6) Awards shall be announced by December 31, 2011.

24 (7) Each recipient business incubator or accelerator shall
25 develop a "dashboard" of indicators to measure the effectiveness of
26 the business incubator and accelerator programs. Indicators shall
27 include the direct jobs created, new companies launched as a direct

1 result of business incubator or accelerator involvement, businesses
2 expanded as a direct result of business incubator or accelerator
3 involvement, direct investment in client companies, private equity
4 financing obtained by client companies, grant funding obtained by
5 client companies, and other measures developed by the recipient
6 business incubators and accelerators in conjunction with the
7 Michigan economic development corporation. "Dashboard" indicators
8 shall be reported for the prior fiscal year and cumulatively, if
9 available. Each recipient shall submit a copy of their "dashboard"
10 indicators to the Michigan strategic fund by March 1. The Michigan
11 strategic fund shall transmit the local reports to the senate and
12 house of representatives appropriations subcommittees on general
13 government, the senate and house fiscal agencies, and the state
14 budget office by March 15.

15 Sec. 1035. (1) From the appropriation in part 1, the Michigan
16 council for arts and cultural affairs shall administer an arts and
17 cultural grant program that maintains an equitable geographic
18 distribution of funding and utilizes past arts and cultural grant
19 programs as a guideline for administering this program. The council
20 shall do all of the following:

21 (a) On or before October 1, the fund shall publish proposed
22 application criteria, instructions, and forms for use by eligible
23 applicants. The fund shall provide at least a 2-week period for
24 public comment before finalizing the application criteria,
25 instructions, and forms.

26 (b) A nonrefundable application fee may be assessed for each
27 application. Application fees shall be deposited in the council for

the arts fund and are appropriated for expenses necessary to administer the programs. These funds are available for expenditure when they are received and may be carried forward to the following fiscal year.

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

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

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

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 2011-2012

| | Beginning | | | |
|-----------------|-----------|------------|---------|--|
| | Fund | Unreserved | | |
| | Fund | Estimated | Ending | |
| | Balance | Revenue | Balance | |
| OPERATING FUNDS | | | | |

| | | | | | |
|----|----------------------------------|------|-------|----------|--------|
| 1 | General fund/general purpose | 0110 | 313.6 | 8,290.4 | 473.4 |
| 2 | General fund/special purpose | | 972.1 | 20,529.7 | 321.1 |
| 3 | Special Revenue Funds: | | | | |
| 4 | Countercyclical budget and | | | | |
| 5 | economic stabilization | 0111 | 2.2 | 0.0 | 2.2 |
| 6 | Game and fish protection | 0112 | 3.9 | 63.9 | 1.8 |
| 7 | Michigan employment security act | | | | |
| 8 | administration | 0113 | 11.8 | 8.4 | 15.0 |
| 9 | State aeronautics | 0114 | 19.4 | 119.8 | 31.5 |
| 10 | Michigan veterans' benefit | | | | |
| 11 | trust | 0115 | 0.0 | 5.2 | 0.0 |
| 12 | State trunkline | 0116 | 5.7 | 1,905.8 | (20.5) |
| 13 | Michigan state waterways | 0117 | 1.4 | 27.4 | 0.1 |
| 14 | Blue Water Bridge | 0118 | 19.3 | 21.3 | 20.6 |
| 15 | Michigan transportation | 0119 | 0.0 | 1,853.4 | 0.0 |
| 16 | Comprehensive transportation | 0120 | 0.1 | 315.4 | (66.0) |
| 17 | School aid | 0122 | 0.0 | 13,259.6 | 0.0 |
| 18 | Game and fish protection trust | 0124 | 6.0 | 8.7 | 6.0 |
| 19 | State park improvement | 0125 | 6.0 | 48.6 | 14.1 |
| 20 | Forest development | 0126 | 3.8 | 29.2 | 0.0 |
| 21 | Michigan civilian conservation | | | | |
| 22 | corps endowment | 0128 | 0.0 | 0.0 | 0.0 |
| 23 | Michigan natural resources | | | | |
| 24 | trust | 0129 | 35.8 | 0.7 | 24.7 |
| 25 | Michigan state parks endowment | 0130 | 4.9 | 43.8 | 20.6 |
| 26 | Safety education and training | 0131 | 6.1 | 8.7 | 6.4 |
| 27 | Bottle deposit | 0136 | 0.0 | 11.7 | 0.0 |

| | | | | | |
|----|---------------------------------|------|-----------|------------|---------|
| 1 | State construction code | 0138 | 2.6 | 7.3 | 0.0 |
| 2 | Children's trust | 0139 | 0.9 | 2.9 | 0.7 |
| 3 | State casino gaming | 0140 | 0.0 | 34.3 | (2.0) |
| 4 | Michigan nongame fish and | | | | |
| 5 | wildlife | 0143 | 0.1 | 0.3 | 0.0 |
| 6 | Michigan merit award trust | 0154 | 0.0 | 136.0 | 0.0 |
| 7 | Outdoor recreation legacy | 0162 | 0.4 | 2.9 | 0.7 |
| 8 | Off-road vehicle account | 0163 | 0.2 | 3.6 | 0.1 |
| 9 | Snowmobile account | 0164 | 0.7 | 12.1 | 0.7 |
| 10 | Silicosis dust disease | | | | |
| 11 | and logging | 0870 | 2.1 | 1.7 | 2.1 |
| 12 | Utility consumer representation | 0893 | 3.6 | 1.1 | 3.6 |
| 13 | TOTALS | | \$1,422.7 | \$46,753.8 | \$857.0 |

14 PART 2A

15 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

16 FOR FISCAL YEAR 2012-2013

17 **GENERAL SECTIONS**

18 Sec. 1201. It is the intent of the legislature to provide

19 appropriations for the fiscal year ending on September 30, 2013 for

20 the line items listed in part 1. The fiscal year 2012-2013

21 appropriations are anticipated to be the same as those for fiscal

22 year 2011-2012, except that the line items will be adjusted for

23 changes in caseload and related costs, federal fund match rates,

24 economic factors, and available revenue. These adjustments will be

25 determined after the January 2012 consensus revenue estimating

1 conference. The January 2012 consensus revenue estimating
2 conference shall include estimates for fiscal year 2011-2012,
3 fiscal year 2012-2013, and fiscal year 2013-2014 for the following:

4 (a) State revenue.

5 (b) Prison population and correction expenditures.

6 (c) Annual percentage growth in the school aid basic
7 foundation allowance.

8 (d) Medicaid expenditures.

9 (e) Human service caseloads and expenditures.