

SENATE BILL No. 1344

October 17, 2012, Introduced by Senator COLBECK and referred to the Committee on Reforms, Restructuring and Reinventing.

A bill to amend 1984 PA 431, entitled
"The management and budget act,"
by amending section 371 (MCL 18.1371), as amended by 2007 PA 2.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 371. (1) An employee of a state agency shall not make or
2 authorize an expenditure or incur an obligation that results in the
3 agency exceeding the gross appropriation level of an appropriation
4 line item made to that agency by the legislature. The chief
5 executive officer and the chief financial officer of a state agency
6 are responsible for any action taken by a state agency that results
7 in exceeding an appropriation. The chief executive officer of a
8 state agency shall report a violation of this subsection
9 immediately to the director and the chairpersons of the senate and

1 house appropriations committees, together with a statement of any
2 action taken to remedy the occurrence.

3 (2) Within 15 days after a bill appropriating an amount is
4 enacted into law, the amount appropriated shall be divided into
5 allotments by department and by state agency based on periodic
6 requirements. ~~to represent a spending plan.~~ The state budget
7 director shall review the allotments. Not later than June 1 of each
8 year, the director shall submit to the chairpersons of the
9 appropriations committees and the fiscal agencies a report that
10 provides estimates as to which departments are spending at a rate
11 that would exceed the level of the appropriation for the fiscal
12 year. This report shall include recommendations as to actions that
13 need to be taken to ensure that actual expenditures do not exceed
14 the appropriation at the close of the fiscal year. ~~When it appears~~
15 ~~that a spending plan, or sources of financing related to a spending~~
16 ~~plan, do not provide the level of program service assumed in the~~
17 ~~appropriation for the fiscal year, the state budget director shall~~
18 ~~immediately notify the chairpersons and minority chairpersons of~~
19 ~~the appropriations committees, the chairpersons and minority~~
20 ~~chairpersons of the appropriate appropriations subcommittees, and~~
21 ~~the fiscal agencies.~~

22 Enacting section 1. This amendatory act does not take effect
23 unless all of the following bills of the 96th Legislature are
24 enacted into law:

25 (a) Senate Bill No. 21.

26 (b) Senate Bill No. 802.