SUBSTITUTE FOR

SENATE BILL NO. 187

A bill to make appropriations for the department of military and veterans affairs for the fiscal year ending September 30, 2014; and to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. Subject to the conditions set forth in this act, the amounts listed in this part for the department of military and veterans affairs are appropriated for the fiscal year ending September 30, 2014 from the funds indicated in this part. The following is a summary of the appropriations in this part:

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

APPROPRIATION SUMMARY

1 Full-time equated unclassified positions..... 9.0
2 Full-time equated classified positions..... 889.5
3 GROSS APPROPRIATION..... $ 166,730,000
4 Total interdepartmental grants and intradepartmental
5 transfers 650,000
6 Schedule of interdepartmental grant revenue sources:
7 IDG, state police 650,000
8 ADJUSTED GROSS APPROPRIATION..... $ 166,080,000
9 Total federal revenues..... 89,782,700
10 Schedule of federal revenue sources:
11 DOD-DOA-NGB 59,893,200
12 DVA-VHA 26,817,000
13 HHS-HCFA, Medicare, hospital insurance..... 2,934,900
14 HHS-HCFA, title XIX, Medicaid..... 87,600
15 Federal counter narcotics revenues..... 50,000
16 Total local revenues..... 1,500,000
17 Schedule of local revenue sources:
18 Local - school aid fund 1,500,000
19 Total private revenues..... 740,000
20 Schedule of private revenue sources:
21 Private - veterans' home post and posthumous
22 funds 540,000
23 Private donations 200,000
24 Total other state restricted revenues 27,554,000
25 Schedule of restricted revenue sources:
26 Rental fees 346,400
27 Mackinac Bridge authority 70,000

1 Test project fees 100,000
2 Income and assessments 19,832,100
3 Lease revenue 12,200
4 Michigan veterans trust fund 5,193,300
5 Michigan national guard construction fund.. 1,000,000
6 Military family relief fund 1,000,000
7 State general fund/general purpose ..... $ 46,503,300
8 State general fund/general purpose schedule:
9 Ongoing state general fund/general
10 purpose 41,003,300
11 One-time state general fund/general
12 purpose 5,500,000
13 **Sec. 102. MILITARY**
14 Full-time equated unclassified positions..... 9.0
15 Full-time equated classified positions..... 324.0
16 Unclassified positions ..... $ 1,336,700
17 Military 56,732,300
18 GROSS APPROPRIATION ..... $ 58,069,000
19 Appropriated from:
20 Interdepartmental grant revenues 650,000
21 Federal revenues 43,051,200
22 Local revenues 1,500,000
23 Private revenues 200,000
24 State restricted revenues 1,517,800
25 State general fund/general purpose ..... $ 11,150,000
26 Schedule of programs:
27 Armories and joint force readiness..... 14,476,300

1 Maintenance and operations of national
2 guard training facilities and air bases . 31,734,300
3 ChalleNGe program 4,502,000
4 Military family relief fund 600,000
5 Support services 1,973,200
6 Starbase grant 2,322,000
7 Information technology services and
8 projects 1,124,500
9 **Sec. 103. MICHIGAN VETERANS AFFAIRS AGENCY**
10 Full-time equated classified positions..... 565.5
11 Michigan veterans affairs agency..... $ 13,114,900
12 Homes..... 68,194,900
13 GROSS APPROPRIATION..... $ 81,309,800
14 Appropriated from:
15 Federal revenues..... 29,431,500
16 Private revenues..... 540,000
17 State restricted revenues..... 25,036,200
18 State general fund/general purpose..... $ 26,302,100
19 Schedule of programs:
20 Veterans affairs agency administration..... 5,017,000
21 Veterans advice, advocacy, and assistance
22 grants 2,904,600
23 Veterans' trust fund administration..... 1,446,800
24 Veterans' trust fund grants 3,746,500
25 Grand Rapids veterans' home 47,869,900
26 Board of managers (Grand Rapids home)..... 665,000
27 D.J. Jacobetti veterans' home..... 19,385,000

Board of managers (Jacobetti home)..... 275,000

Sec. 104. CAPITAL OUTLAY

Special maintenance - headquarters and armories.....	$	20,351,200
Special maintenance – veterans' homes.....		500,000
Land acquisitions and appraisals.....		1,000,000
GROSS APPROPRIATION.....	$	21,851,200
Appropriated from:		
Federal revenues.....		17,300,000
State restricted revenues.....		1,000,000
State general fund/general purpose.....	$	3,551,200

Sec. 105. ONE-TIME APPROPRIATIONS

Veterans service delivery initiative.....	$	3,955,000
County counselor education and training expenses.....		45,000
Veterans affairs agency computer upgrade.....		1,500,000
GROSS APPROPRIATION.....	$	5,500,000
Appropriated from:		
State general fund/ general purpose.....	$	5,500,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2013-2014

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2013-2014 is $74,057,300.00 and state spending from state resources to be paid to local units of

government for fiscal year 2013-2014 is $165,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

Headquarters and armories		$ 70,000
Schedule of programs:		
Payments in lieu of taxes	70,000	
Veterans affairs agency administration		$ 50,000
Schedule of programs:		
County counselor education and training expenses	50,000	
One-time appropriations: county counselor education and training expenses		45,000
TOTAL		$ 165,000

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

Sec. 203. As used in this act:

(a) "Agency" means the Michigan veterans affairs agency.

(b) "Department" means the department of military and veterans affairs.

(c) "DOD" means the United States department of defense.

(d) "DOD-DOA-NGB" means the DOD department of the army, national guard bureau.

(e) "DVA" means the United States department of veterans affairs.

(f) "DVA-VHA" means the DVA veterans health administration.

(g) "FTE" means full-time equated.

(h) "HHS" means the United States department of health and human services.

(i) "IDG" means interdepartmental grant.

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

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

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

(m) "Subcommittees" means all members of the subcommittees of the senate and house appropriations committees with jurisdiction over the budget of the department.

(n) "VSO" means veterans service organization.

(o) "Work project" means a group of activities featuring a fixed duration, budget, and scope that is expected to cause a measurable change in the delivery, efficiency, or effectiveness of 1 or more operations.

Sec. 204. The appropriations from part 1 for interdepartmental grant funds received by the department from sources outside the department consist of $650,000.00 from the department of state police.

Sec. 206. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $10,000,000.00 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 $2,000,000.00 for state restricted 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.

(3) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $100,000.00 for local 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.

(4) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $100,000.00 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. 207. The department shall cooperate with the department of technology, management, and budget to maintain a searchable website that is accessible by the public at no cost that includes, but is not limited to, all of the following:

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

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

(c) Fiscal year-to-date payments to a selected vendor,

1 including the vendor name, payment date, payment amount, and
2 payment description.
3 (d) The number of active department employees by job
4 classification.
5 (e) Job specifications and wage rates.
6 Sec. 208. The departments and agencies receiving
7 appropriations in part 1 shall use the Internet to fulfill the
8 reporting requirements of this act. This requirement may include
9 transmission of reports via electronic mail to the recipients
10 identified for each reporting requirement, or it may include
11 placement of reports on an Internet or Intranet site.
12 Sec. 209. Funds appropriated in part 1 shall not be used for
13 the purchase of foreign goods or services, or both, if
14 competitively priced and of comparable quality American goods or
15 services, or both, are available. Preference shall be given to
16 goods or services, or both, manufactured or provided by Michigan
17 businesses, if they are competitively priced and of comparable
18 quality. In addition, preference shall be given to goods or
19 services, or both, that are manufactured or provided by Michigan
20 businesses owned and operated by veterans, if they are
21 competitively priced and of comparable quality. In addition,
22 preference shall be given to goods or services, or both, that are
23 manufactured or provided by Michigan small businesses that have
24 veterans compose at least 35% of their total workforce. As used in
25 this section, "veteran" means that term as defined in section 261
26 of the management and budget act, 1984 PA 431, MCL 18.1261. As used
27 in this section, "small business" means that term as defined in

1 section 7a of the administrative procedures act of 1969, 1969 PA
2 306, MCL 24.207a.
3 Sec. 210. The department shall take all reasonable steps to
4 ensure businesses in deprived and depressed communities compete for
5 and perform contracts to provide services or supplies, or both. The
6 director of the department shall strongly encourage firms with
7 which the department contracts to subcontract with certified
8 businesses in depressed and deprived communities for services,
9 supplies, or both.
10 Sec. 212. The departments and agencies receiving
11 appropriations in part 1 shall receive and retain copies of all
12 reports funded from appropriations in part 1. Federal and state
13 guidelines for short-term and long-term retention of records shall
14 be followed. The department may electronically retain copies of
15 reports unless otherwise required by federal and state guidelines.
16 Sec. 215. The department shall not take disciplinary action
17 against an employee for communicating with a member of the
18 legislature or his or her staff.
19 Sec. 216. (1) Notwithstanding any other provision of this act,
20 the schedule of programs in part 1 lists programs which may, but
21 are not required to be, funded under this act.
22 (2) Notwithstanding any other provisions of this act, the
23 schedule of revenue sources in part 1 may or may not be received
24 from the funding entities listed.
25 (3) Any funding required by statute is not subject to funding
26 flexibility and shall be funded in accordance with that statute.
27 Sec. 217. The department shall improve its budgetary

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

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

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

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

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

Sec. 218. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the senate and house appropriations committees, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

(b) The total transportation and related costs of each travel occurrence, including the proportion funded with state general fund/general purpose revenues, the proportion funded with state

restricted revenues, the proportion funded with federal revenues, and the proportion funded with other revenues.

Sec. 219. (1) The department shall provide quarterly reports, beginning October 1, to the subcommittees and the senate and house fiscal agencies, which provide the following data:

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

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

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

(d) A list of armory closings and projected closings.

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

(f) A report on the status of performance metrics cited in this act.

(g) A list of the performance measures, outcomes, and initiatives developed by the agency in the strategic plan required by section 501 of 2013 PA 9.

(h) The number of active employees at the close of the fiscal quarter by job classification and program.

(2) The department shall provide a corrective action plan

within 30 days of a quarterly report under this section for any requirements of this part that have not been achieved. The department shall provide a monthly status of corrective action plans.

(3) The department shall provide a summary of fund shifts, that have been approved by the state budget office, that have occurred between items listed in the schedule of programs mentioned in part 1 on a quarterly basis to the subcommittees and the senate and house fiscal agencies.

(4) The Grand Rapids and D.J. Jacobetti veterans' homes shall provide to the subcommittees the results of the veterans' homes annual veterans' affairs inspection and their corrective action plans.

(5) The Grand Rapids and D.J. Jacobetti veterans' homes shall provide a list of maintenance projects, and their respective costs, funded from the special maintenance appropriations in part 1.

Sec. 220. The department shall provide the following data to the subcommittees and the senate and house fiscal agencies on an annual basis:

(a) Using information received from the grant recipients in section 401 of this part, a progress report on metric requirements, copies of certified financial audits and tax reports of grant recipients, a listing from grant recipients of expenditures by spending category, including a listing of individual salaries of each officer and administrative staff, a listing of volunteer hours including the hours, series, and donations provided to residents of the Grand Rapids veterans' home and the D.J. Jacobetti veterans'

1 home. The department shall provide within the report a specific
2 notification whether any veterans grant recipients failed to comply
3 with established reporting requirements.
4 (b) The Grand Rapids veterans' home and the D.J. Jacobetti
5 veterans' home shall produce a report including an accounting of
6 member populations and bed space available, a description and
7 accounting of services and activities provided to members,
8 financial information, and current state nursing home licensure
9 status.
10 (c) A detailed report of the Michigan veterans' trust fund
11 that includes information on grants provided from the emergency
12 grant program, including details concerning the methodology of
13 allocations, the selection of emergency grant program authorized
14 agents, a description of how the emergency grant program is
15 administered in each county, and a detailed breakdown of trust fund
16 expenditures for that year, including the amount distributed to
17 each county for administrative costs and emergency grants. The
18 report shall also provide an update on the department's efforts to
19 reduce program administrative costs and maintain the Michigan
20 veterans' trust fund corpus to its original amount of at least
21 $50,000,000.00.
22 Sec. 222. The appropriations in part 1 are for the core
23 services, support services, and work projects of the department,
24 including, but not limited to, the following core services:
25 armories and joint forces readiness; maintenance and operation of
26 army national guard training facilities and air bases; veterans
27 affairs agency administration; veterans' trust fund administration;

1 veterans advice, advocacy, and assistance grants; the military
2 family relief fund; the challeNGe program; and the Grand Rapids
3 veterans' home and the D.J. Jacobetti veterans' home. As used in
4 this section, "core services" means that phrase as defined in
5 section 373 of the management and budget act, 1984 PA 431, MCL
6 18.1373.
7 Sec. 223. Sixty days prior to the public announcement of the
8 intention to sell any department property, the department shall
9 submit notification of that intent to the subcommittees and the
10 senate and house fiscal agencies.
11 Sec. 225. Funds appropriated in part 1 shall not be used by
12 the department to hire a person to provide legal services that are
13 the responsibility of the attorney general. This prohibition does
14 not apply to legal services for bonding activities and for those
15 activities that the attorney general authorizes.
16 Sec. 227. The department shall not exclude public employee
17 unions from the bid process.
18 Sec. 228. Not later than November 30, the state budget office
19 shall prepare and transmit a report that provides for estimates of
20 the total general fund/general purpose appropriations lapses at the
21 close of the fiscal year. This report shall summarize the projected
22 year-end general fund/general purpose appropriations lapses by
23 major departmental program or program areas. The report shall be
24 transmitted to the office of the state budget, the chairpersons of
25 the senate and house standing committees on appropriations, the
26 subcommittees, and the senate and house fiscal agencies.
27 Sec. 229. Within 14 days after the release of the executive

budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the subcommittees, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2013 and September 30, 2014.

Sec. 230. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks, and regularly updates key metrics that are used to monitor and improve the agency's performance.

MILITARY

Sec. 300. (1) From the funds appropriated in part 1, there is funding to support unclassified employee positions as authorized by section 5 of article XI of the state constitution of 1963. These positions include the following: department director - the adjutant general for Michigan; assistant adjutant general - army; assistant adjutant general - installations; assistant adjutant general - air; senior policy executive – Michigan veterans affairs agency; deputy director - installations command; director - strategy and policy; director - public safety project; and director - Michigan veterans affairs agency.

(2) Not less than 30 days prior to the department submitting a request for an additional unclassified employee position from the civil service commission, or for any substantive change to the duties of an existing unclassified employee position, the

department shall notify the subcommittees and the senate and house fiscal agencies.

ARMORIES AND JOINT FORCE READINESS

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

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

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

(4) The department shall ensure fiscal controls relating to procurement of goods and services and other expenditures.

Sec. 302. (1) From the funds appropriated in part 1 for military operations, effective and efficient executive direction and administrative leadership shall be provided to the department.

(2) The department shall operate and maintain national guard armories.

(3) The department shall provide resources necessary to ensure that armories are maintained in accordance with army regulations.

(4) The department shall evaluate armories for consolidation, energy, and utility efficiency and identify work projects that would improve this efficiency and submit a quarterly report on the status and activities of the armories as provided in section 219.

(5) The department shall establish a system that measures the condition and adequacy of armory facilities using both quality and

functionality criteria based off the installation status report-infrastructure inspections that are conducted annually as a requirement set forth by the national guard.

MAINTENANCE AND OPERATIONS OF NATIONAL GUARD TRAINING FACILITIES AND AIR BASES

Sec. 304. (1) The department shall provide army and air national guard forces, when directed, for state and local emergencies and in support of national military requirements.

(2) The department shall operate and maintain army national guard training facilities, including Fort Custer and Camp Grayling.

(3) The department shall maintain a system that measures the condition and adequacy of air facilities using both quality and functionality criteria.

(4) The department shall operate and maintain air national guard air bases, including Selfridge air national guard base, Battle Creek air national guard base, and Alpena combat readiness training center.

CHALLENGE PROGRAM

Sec. 307. (1) The department shall maintain the Michigan youth challeNGe academy to provide values, skills, education, and self-discipline instruction for at-risk youth.

(2) The department shall provide the staffing and resources necessary to train 144 cadets simultaneously at the Michigan youth challeNGe academy.

(3) The department shall ensure that the average grade level increase for Michigan youth challeNGe academy graduates is 2 years as measured with the test adult basic education (TABE) metrics.

MILITARY FAMILY RELIEF FUND

Sec. 308. (1) The department shall provide grants for disbursement from the military family relief fund.

(2) The department shall provide quarterly reports to the subcommittees on the revenues, expenditures, and fund balance of the Michigan military family relief fund.

(3) The department shall provide quarterly reports to the subcommittees on the applications received for assistance from the Michigan military family relief fund.

(4) The department shall provide sufficient staffing and other resources to provide outreach to the Michigan families of members of the reserve component of the armed forces called into active duty and to support the processing and approval of at least 60 grant applications for fiscal year 2013-2014 under the Michigan military relief fund and report those applications at quarterly legislative hearings of the subcommittees.

MICHIGAN VETERANS AFFAIRS AGENCY

MICHIGAN VETERANS AFFAIRS AGENCY ADMINISTRATION

Sec. 401. (1) The Michigan veterans affairs agency shall provide outreach services to Michigan veterans that advise them on the benefits to which they are entitled.

(2) The agency shall maintain the staffing partnerships and other resources necessary to develop and operate an outreach program that will communicate benefit eligibility information to 35% of the Michigan veterans population as determined by most recent census data.

(3) The agency shall communicate veteran benefit information pertaining to the Michigan military family relief fund, Michigan veterans' trust fund, and United States department of veterans affairs health, financial, and memorial benefits to which they are entitled.

(4) The agency shall provide sufficient staffing and other resources to approve at least 5,295 requests for military discharge certificates (DD-214) for fiscal year 2013-2014 and report to the subcommittees quarterly.

(5) From the funds appropriated in part 1, the department shall continue the process to digitize all medical records and military discharge documents which are currently on paper and microfilm.

(6) The agency shall provide claims processing services to Michigan veterans in support of benefit claims submitted to the United States department of veteran affairs for the health, financial, and memorial benefits for which they are eligible.

(7) The agency shall maintain the staffing and resources necessary to process a minimum of 500 claims per year.

(8) The agency shall ensure that a minimum of 20% of the claims submitted by agency personnel are fully developed claims as tracked by the United States department of veterans affairs and report on this effort at quarterly legislative hearings of the subcommittees.

(9) The agency shall provide training support for county veterans counselors.

(10) The agency shall provide resources necessary to provide

county veterans counselors with training to ensure quality benefit counseling services to veterans. From the funds appropriated in part 1, $50,000.00 shall be allocated for training support.

(11) The Michigan veterans affairs agency and the Michigan veterans' trust fund administration shall take steps to assist the county veterans counselors of this state to obtain training necessary for the execution of their duties.

(12) The agency shall provide the percentage of county counselors trained by the department at quarterly legislative hearings of the subcommittees.

(13) The agency shall provide the percentages of fully developed claims submitted by county counselors trained by the department with a goal of 20% at quarterly legislative hearings of the subcommittees.

(14) The agency shall create a 5-member advisory board consisting of presidents or commanders from 2 large veterans service organizations, 2 medium veterans service organizations, and 1 small veterans service organization. The board shall meet no less than twice a year, without reimbursement by the agency, and shall assist the agency in developing plans, reviewing service delivery initiatives, and identifying services and projects that assist in meeting agency performance objectives.

VETERANS ADVICE, ADVOCACY, AND ASSISTANCE GRANTS

Sec. 402. (1) The agency shall manage the disbursement of veterans advice, advocacy, and assistance grants to veterans service organizations.

(2) The agency shall work to ensure that a minimum of 20% of

the claims submitted by the VSO on behalf of our veterans are fully developed claims as tracked by the United States department of veterans affairs and report on this effort at quarterly legislative hearings of the subcommittees.

(3) The agency shall disburse VSO grants to assist them to achieve agency goals and performance objectives in partnership with the VSOs. Grants to VSOs will be disbursed to fund programs and projects which are determined by the agency to meet agency performance objectives.

VETERANS TRUST FUND ADMINISTRATION

Sec. 405. (1) The Michigan veterans' trust fund board together with the agency shall provide emergency grants for disbursement from the Michigan veterans' trust fund.

(2) The Michigan veterans' trust fund board together with the agency shall maintain the staffing and resources necessary to process a minimum of 2,000 applications for veterans' trust fund emergency grants.

GRAND RAPIDS VETERANS' HOME

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

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

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

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

(3) The Grand Rapids veterans' home shall ensure that its medical staffing is in accordance with United States department of veterans administration standards.

(4) The Grand Rapids veterans' home shall ensure that transportation is assured for each resident for every medical appointment outside the veterans' home.

(5) The Grand Rapids veterans' home shall ensure that each member resident receives daily laundry service.

(6) The Grand Rapids veterans' home shall ensure that maintenance and custodial services are provided for each home in accordance with applicable local, state, and federal standards.

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

(8) Appropriations in this act for the Grand Rapids veterans' home shall not be used for any purpose other than for veterans and veterans' families.

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

(10) Any contractor providing competency evaluated nursing assistants to the Grand Rapids veterans' home shall ensure that

each CENA has at least 1 eight-hour shift of shadowing at the veterans' home.

(11) Any contractor providing competency evaluated nursing assistants to the Grand Rapids veterans' home shall ensure that each CENA is competent in the basic skills needed to perform his or her assigned duties at the veterans' home.

(12) Any contractor providing competency evaluated nursing assistants to the Grand Rapids veterans' home shall ensure that each CENA has at least 1 year of experience in long-term care.

(13) The Grand Rapids veterans' home shall provide each CENA at least 12 hours of in-service training once that individual has been assigned to the veterans' home.

(14) The Grand Rapids veterans' home shall ensure that care services are provided to each resident of the veterans' home in accordance with standards set by the United States department of veterans' affairs.

(15) All complaints of abuse or neglect at the Grand Rapids veterans' home by a resident member, a resident member's family or legal guardian, or staff of the veterans' home, received by a supervisor shall be referred to the director of nursing within 10 days of receiving such complaint. The board of managers may establish a policy that requires reports on allegations of abuse or neglect to be reported to the director of nursing more frequently. The director of nursing shall report on not less than a monthly basis, except that the board of managers may specify a more frequent reporting period, to the home administrator, board of managers, agency, subcommittees, and the senate and house fiscal

1 agencies the following information:
2 (a) A description of the process by which resident members and
3 others may file complaints of alleged abuse or neglect at the Grand
4 Rapids veterans' home.
5 (b) Summary statistics on the number and general nature of
6 complaints of abuse or neglect.
7 (c) Summary statistics on the final disposition of complaints
8 of abuse or neglect received.
9 (16) The Grand Rapids veterans' home shall provide an on-site,
10 board-certified psychiatrist for all resident members with mental
11 health disorders in order to ensure that those resident members
12 receive needed services in a professional and timely manner. The
13 Grand Rapids veterans' home shall provide all members and staff a
14 safe and secure environment.
15 (17) The Grand Rapids veterans' home shall ensure that it
16 effectively develops, executes, and monitors all comprehensive care
17 plans in accordance with federal regulations and its internal
18 policies, with a goal that a comprehensive care plan is fully
19 developed for all resident members.
20 (18) The Grand Rapids veterans' home shall implement controls
21 over its food, maintenance supplies, and medical supplies
22 inventories.
23 (19) The Grand Rapids veterans' home shall implement controls
24 over its pharmaceutical inventory.
25 (20) The Grand Rapids veterans' home shall establish
26 sufficient controls for calculating resident member maintenance
27 assessments in order to accurately calculate resident member

1 maintenance assessments for each billing cycle. The Grand Rapids
2 veterans' home shall establish sufficient controls to ensure that
3 all past due resident member maintenance assessments are addressed
4 within 30 days.
5 (21) The Grand Rapids veterans' home shall establish
6 sufficient controls over monetary donations and donated goods.
7 (22) The Grand Rapids veterans' home shall implement
8 sufficient controls over the handling of resident member funds to
9 ensure the release of funds within 3 business days upon the
10 resident member leaving the home and to ensure that a
11 representative of a resident member is provided a full accounting
12 of that resident member's funds within 10 business days of the
13 death of that resident member.
14 (23) The Grand Rapids veterans' home shall ensure that it
15 meets a minimum standard of 2.5 patient care hours per patient, per
16 day, each day, 7 days a week.
17 (24) Except as provided in subsection (15), the department
18 shall report its findings regarding the Grand Rapids veterans'
19 home's compliance with the requirements and standards under this
20 section at quarterly legislative hearings of the subcommittees. The
21 quarterly report shall include, but is not limited to, the
22 following information:
23 (a) The number of patient care hours and staffing levels
24 measured against the standard set forth in subsection (23).
25 (b) The number and dollar value of lost and discarded
26 prescriptions and the number of early prescription refills.
27 (c) The dollar value of monetary donations received, the

number of donated goods received, and the number of donated goods disposed of.

(d) The number of resident member maintenance assessments calculated each month.

(25) Not later than November 30, 2013, the department shall provide the subcommittees with a report documenting the complaint management process utilized by the Grand Rapids veterans' home. The report shall include, but is not limited to, the following:

(a) A copy of the form submitted by complainants.

(b) A description of the process by which complaints are reviewed by the staff of the Grand Rapids veterans' home.

(c) A description of the roles and responsibilities of all stakeholders in the complaint process.

(d) An issue resolution status report.

(e) The process by which status reports are reviewed, including the frequency of those reviews.

D.J. JACOBETTI VETERANS' HOME

Sec. 502. (1) The department shall provide compassionate, quality interdisciplinary care at the state's D.J. Jacobetti veterans' home so that members can achieve their highest potential of wellness, independence, self-worth, and dignity.

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

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

(b) A licensed minimum number of 11 residents in domiciliary

1 beds at the D.J. Jacobetti veterans' home.
2 (3) The D.J. Jacobetti veterans' home shall ensure that its
3 medical staffing is in accordance with United States department of
4 veterans administration standards.
5 (4) The D.J. Jacobetti veterans' home shall ensure that
6 transportation is assured for each resident for every medical
7 appointment outside the veterans' home.
8 (5) The D.J. Jacobetti veterans' home shall ensure that each
9 member resident receives daily laundry service.
10 (6) The D.J. Jacobetti veterans' home shall ensure that
11 maintenance and custodial services are provided for the home in
12 accordance with applicable local, state and federal standards.
13 (7) The D.J. Jacobetti veterans' home shall ensure that each
14 resident receives a medical and care assessment including a dietary
15 plan upon admission to the home, with meals and snacks provided in
16 accordance with the plan and R 325.20803 of the Michigan
17 administrative code.
18 (8) Appropriations in this act for the D.J. Jacobetti
19 veterans' home shall not be used for any purpose other than for
20 veterans and veterans' families.
21 (9) Any contractor providing competency evaluated nursing
22 assistants (CENA) to the D.J. Jacobetti veterans' home shall ensure
23 that each CENA has at least 8 hours of training on information
24 provided by the veterans' home.
25 (10) Any contractor providing competency evaluated nursing
26 assistants to the D.J. Jacobetti veterans' home shall ensure that
27 each CENA has at least 1 eight-hour shift of shadowing at the

1 veterans' home.

2 (11) Any contractor providing competency evaluated nursing
3 assistants to the D.J. Jacobetti veterans' home shall ensure that
4 each CENA is competent in the basic skills needed to perform his or
5 her assigned duties at the veterans' home.

6 (12) Any contractor providing competency evaluated nursing
7 assistants to the D.J. Jacobetti veterans' home shall ensure that
8 each CENA has at least 1 year of experience in long-term care.

9 (13) The D.J. Jacobetti veterans' home shall provide each CENA
10 at least 12 hours of in-service training once that individual has
11 been assigned to the veterans' home.

12 (14) The D.J. Jacobetti veterans' home shall ensure that care
13 services are provided to each resident of the veterans' home in
14 accordance with standards set by the United States department of
15 veterans affairs.

16 (15) All complaints of abuse or neglect at the D.J. Jacobetti
17 veterans' home by a resident member, a resident member's family or
18 legal guardian, or staff of the veterans' home, received by a
19 supervisor shall be referred to the director of nursing within 10
20 days of receiving such complaint. The board of managers may
21 establish a policy that requires reports on allegations of abuse or
22 neglect to be reported to the director of nursing more frequently.
23 The director of nursing shall report on not less than a monthly
24 basis, except that the board of managers may specify a more
25 frequent reporting period, to the home administrator, board of
26 managers, agency, subcommittees, and the senate and house fiscal
27 agencies the following information:

(a) A description of the process by which resident members and others may file complaints of alleged abuse or neglect at the D.J. Jacobetti veterans' home.

(b) Summary statistics on the number and the general nature of complaints of abuse or neglect.

(c) Summary statistics on the final disposition of complaints of abuse or neglect received.

CAPITAL OUTLAY

Sec. 601. The appropriations in part 1 for capital outlay shall be carried forward at the end of the fiscal year consistent with section 248 of the management and budget act, 1984 PA 431, MCL 18.1248.

ONE-TIME APPROPRIATIONS

Sec. 701. The 1-time appropriations in part 1 for county counselor education and training expenses are to be expended for costs associated with the attendance of county veterans counselors at the national conference of the national association of county veterans service officers to be held in Michigan in 2014 and are in addition to the funds allocated in section 401.

Sec. 702. The 1-time appropriation in part 1 for the veterans service delivery initiative may be expended by the agency to operate a college campus outreach program and shall be expended by the agency to establish the infrastructure to achieve its goals and performance objectives, including the performance measures, outcomes, and initiatives developed by the agency in its strategic

plan.

Sec. 703. The 1-time appropriations in part 1 for veterans affairs agency computer upgrade are to be expended for the integration of the hero 2 hired platform with the Pure Michigan talent connect jobs site. The appropriation shall increase the ability of the agency to link potential employers to veterans and service members by adding a military occupational code translator, thus removing barriers to employment, and adding 14,000 veterans and service members to the Pure Michigan talent connect employment system. The integration of the hero 2 hired system with the Pure Michigan talent connect shall be available for soft launch by April 1, 2014 and fully operational by September 30, 2014. The agency shall report quarterly to the subcommittees on the progress of their compliance with this section.

PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 1201. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2015 for the line items listed in part 1. The fiscal year 2014-2015 appropriations are anticipated to be the same as those for fiscal year 2013-2014, excluding economic factors, and available revenue. These adjustments will be determined after the January 2014 consensus revenue estimating conference.

1 Sec. 1202. It is the intent of the legislature that the
2 department identify the amounts for normal retirement costs and
3 legacy retirement costs for the fiscal year ending on September 30,
4 2015 for the line items listed in part 1.
5 Sec. 1203. The veterans affairs agency shall provide the
6 percentage of Michigan veterans contacted with a goal of 100% and
7 report upon those outreach findings at quarterly legislative
8 hearings to the subcommittees.