

SUBSTITUTE FOR  
HOUSE BILL NO. 5296

A bill to make, supplement, and adjust appropriations for various state departments and agencies for the fiscal year ending September 30, 2016; and to provide for the expenditure of the appropriations.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

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PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the various state departments and agencies to supplement appropriations for the fiscal year ending September 30, 2016, from the following funds:

**APPROPRIATION SUMMARY**

GROSS APPROPRIATION.....	\$	48,700,000
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental		

1	transfers .....		0
2	ADJUSTED GROSS APPROPRIATION.....	\$	48,700,000
3	Federal revenues:		
4	Total federal revenues.....		0
5	Special revenue funds:		
6	Total local revenues.....		0
7	Total private revenues.....		0
8	Total other state restricted revenues.....		48,700,000
9	State general fund/general purpose.....	\$	0
10	<b>Sec. 102. DEPARTMENT OF TREASURY</b>		
11	<b>(1) APPROPRIATION SUMMARY</b>		
12	GROSS APPROPRIATION.....	\$	48,700,000
13	Interdepartmental grant revenues:		
14	Total interdepartmental grants and intradepartmental		
15	transfers .....		0
16	ADJUSTED GROSS APPROPRIATION.....	\$	48,700,000
17	Federal revenues:		
18	Total federal revenues.....		0
19	Special revenue funds:		
20	Total local revenues.....		0
21	Total private revenues.....		0
22	Total other state restricted revenues.....		48,700,000
23	State general fund/general purpose.....	\$	0
24	<b>(2) FINANCIAL PROGRAMS</b>		
25	Distressed public schools financial assistance.....	\$	<u>48,700,000</u>
26	GROSS APPROPRIATION.....	\$	48,700,000

1	Appropriated from:		
2	Special revenue funds:		
3	Merit award trust fund.....		48,700,000
4	State general fund/general purpose.....	\$	0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

GENERAL SECTIONS

8 Sec. 201. In accordance with the provisions of section 30 of  
9 article IX of the state constitution of 1963, total state spending  
10 from state resources in this appropriation act for the fiscal year  
11 ending September 30, 2016 is \$48,700,000.00 and state  
12 appropriations paid to local units of government are \$48,700,000.00  
13 as follows:

14	Distressed public schools financial assistance.....	\$	<u>48,700,000</u>
15	Total payments to locals.....	\$	48,700,000

16 Sec. 202. The appropriations made and expenditures authorized  
17 under this act and the departments, commissions, boards, offices,  
18 and programs for which appropriations are made under this act are  
19 subject to the management and budget act, 1984 PA 431, MCL 18.1101  
20 to 18.1594.

DEPARTMENT OF TREASURY

22 Sec. 301. (1) Subject to subsection (2), the funds  
23 appropriated in part 1 for distressed public schools financial  
24 assistance are to be used for a financial emergency in a school

House Bill No. 5296 as amended March 24, 2016

1 district with the same boundaries as a city with a population of  
2 600,000 or more. The funds shall provide resources for daily  
3 operational costs of running the distressed school district. The  
4 state, the emergency manager, and the distressed school district  
5 shall enter into an agreement to provide for the expenditure of the  
6 funds.

7 (2) The state treasurer shall not release the funds described  
8 in subsection (1) unless the distressed school district is subject  
9 to a financial review commission under the Michigan financial  
10 review commission act, 2014 PA 181, MCL 141.1631 to 141.1643<<, or  
section 12(4) of the Michigan financial review commission act, 2014  
PA 181, MCL 141.1642(4), applies to the distressed school district.>>