

**HOUSE SUBSTITUTE FOR  
SENATE BILL NO. 799**

A bill to amend 1984 PA 431, entitled  
"The management and budget act,"  
by amending section 367b (MCL 18.1367b), as amended by 2011 PA 47.

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

1           Sec. 367b. (1) A revenue estimating conference shall be held  
2 in the second week of January and in the third week in May of each  
3 year, and as otherwise provided in this act.

4           (2) The principals of the conference shall be the state budget  
5 director or the state treasurer, the director of the senate fiscal  
6 agency, and the director of the house fiscal agency, or their  
7 respective designees.

8           (3) The conference shall establish an official economic  
9 forecast of major variables of the national and state economies.

1 The conference shall also establish a forecast of anticipated state  
2 revenues as the conference determines including the following:

3 (a) State income tax collections.

4 (b) State sales tax collections.

5 (c) Corporate income tax collections.

6 (d) Michigan business tax collections.

7 (e) Total general fund/general purpose revenues.

8 (f) Lottery transfers to the school aid fund.

9 (g) Total school aid fund revenues.

10 (h) Annual percentage growth in the basic foundation allowance  
11 provided for in the state school aid act of 1979, 1979 PA 94, MCL  
12 388.1601 to ~~388.1772~~.**388.1897**.

13 (i) Compliance with the state revenue limit established by  
14 section 26 of article IX of the state constitution of 1963.

15 (j) Pay-ins or pay-outs required under the countercyclical  
16 budget and economic stabilization fund.

17 (4) The conference's official forecast of economic and revenue  
18 variables shall be determined by consensus among the principals.

19 (5) The forecasts required by this section shall be for the  
20 fiscal year in which the conference is being held and the next 2  
21 ensuing fiscal years. The conference shall also forecast general  
22 fund/general purpose revenue trend line projections and school aid  
23 fund revenue trend line projections for the next 2 ensuing fiscal  
24 years.

25 (6) The May revenue estimating conference shall establish  
26 expenditure forecasts for ~~medicaid~~**MEDICAID** expenditures and for  
27 human services caseloads and expenditures for the fiscal year in

1 which the conference is being held and the next 2 ensuing fiscal  
2 years.

3 (7) The official conference forecasts of revenues and  
4 expenditures shall be based upon the assumption that the current  
5 law and current administrative procedures will remain in effect for  
6 the forecast period.

7 (8) **THE MAY REVENUE ESTIMATING CONFERENCE SHALL ESTABLISH**  
8 **PROJECTED PRISONER POPULATION FOR EACH SECURITY LEVEL, PRISON BED**  
9 **SPACE AVAILABILITY FOR EACH SECURITY LEVEL, EXPENDITURES INCLUDING**  
10 **OPERATION OF FACILITIES AND PRISONER-RELATED EXPENSES, AND COST PER**  
11 **PRISONER FOR PRISONERS UNDER THE JURISDICTION OF THE DEPARTMENT OF**  
12 **CORRECTIONS.**