

# **LINE ITEM AND BOILERPLATE SUMMARY**

## **MILITARY AND VETERANS AFFAIRS**

**Fiscal Year 2018-19  
Article XIV, Public Act 207 of 2018  
Senate Bill 848 as Enacted**



**Michael Clossen, Fiscal Analyst**

**September 2018**

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September 2018

TO: Members of the Michigan House of Representatives

The House Fiscal Agency has prepared a **Line Item Summary** for each of the FY 2018-19 appropriation acts. Each **Summary** contains line-by-line appropriation and revenue source detail, and a brief explanation of each boilerplate section in the appropriation bill.

In this report, line item vetoes are presented in the following manner: appropriation amounts shown in ~~strikeout~~ are those that appear in the enrolled bill; amounts shown directly below strikeout amounts reflect the effect of the veto.

Line Item Summaries are available on the HFA website ([www.house.mi.gov/hfa](http://www.house.mi.gov/hfa)), or from Kathryn Bateson, Administrative Assistant (373-8080 or [kbateson@house.mi.gov](mailto:kbateson@house.mi.gov)).

A handwritten signature in black ink that reads "Mary Ann Cleary".

Mary Ann Cleary, Director



## TABLE OF CONTENTS

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS.....	1
Military .....	2
Michigan Veterans Affairs Agency.....	6
Grand Rapids Home for Veterans .....	9
Capital Outlay .....	11
Information Technology.....	12
One-Time Appropriations .....	13
BOILERPLATE SECTION INFORMATION .....	15



# GLOSSARY

## **STATE BUDGET TERMS**

### **Line Item**

Specific funding amount in an appropriation bill which establishes spending authorization for a particular program or function.

### **Boilerplate**

Specific language sections in an appropriation bill which direct, limit, or restrict line-item expenditures, express legislative intent, and/or require reports.

### **Lapse**

Appropriated amounts that are unspent or unobligated at the end of a fiscal year; appropriations are automatically terminated at the end of a fiscal year unless otherwise provided by law.

### **Work Project**

Account authorized through statutory process which allows appropriated spending authorization from one fiscal year to be utilized for expenditures in a succeeding fiscal year or years for a specific project or purpose.

## **APPROPRIATIONS AND FUND SOURCES**

### **Appropriations**

Authority to expend funds for a particular purpose. An appropriation is not a mandate to spend.

**Gross:** Total of all applicable appropriations in an appropriation bill.

**Adjusted Gross:** Net amount of gross appropriations after subtracting interdepartmental grants (IDGs) and intradepartmental transfers (IDTs).

### **Interdepartmental Grant (IDG) Revenue**

Funds received by one state department from another state department—usually for service(s) provided.

### **Intradepartmental Transfer (IDT) Revenue**

Funds transferred from one appropriation unit to another within the same departmental budget.

### **Federal Revenue**

Federal grant or match revenue; generally dedicated to specific programs or purposes.

### **Local Revenue**

Revenue received from local units of government for state services.

### **Private Revenue**

Revenue from non-government entities: rents, royalties or interest payments, payments from hospitals or individuals, or gifts and bequests.

### **State Restricted Revenue**

State revenue restricted by the State Constitution, state statute, or outside restriction that is available only for specified purposes; includes most fee revenue; at year-end, unused restricted revenue generally remains in the restricted fund.

### **General Fund/General Purpose (GF/GP) Revenue**

Unrestricted general fund revenue available to fund basic state programs and other purposes determined by the Legislature; unused GF/GP revenue lapses to the General Fund at the end of a fiscal year.

## **MAJOR STATE FUNDS**

### **General Fund**

The state's primary operating fund; receives state revenue not dedicated to another state fund.

### **School Aid Fund (SAF)**

A restricted fund that serves as the primary state funding source for K-12 schools and Intermediate School Districts. Constitutionally, SAF revenue may also be used for postsecondary education.

### **Budget Stabilization Fund**

The Countercyclical Economic and Budget Stabilization Fund (also known as the "rainy day fund"); the Management and Budget Act provides guidelines for making deposits into and withdrawals from the fund.







## SECTION 102: MILITARY

*The Michigan National Guard, established by the Michigan Military Act 1967 PA 150 as amended, serves to protect the lives and property of Michigan citizens during times of emergency response and civil unrest in order to preserve peace, order, and public safety at the direction of the Governor, and to assist the federal government in defending sovereign interests of the United States. There are approximately 10,000 members of the Michigan National Guard, organized along several Army National Guard (ARNG) and Air National Guard (ANG) units.*

Full-time equated unclassified positions	9.0	Full-time equated (FTE) positions not in the state classified service.
Full-time equated classified positions	341.0	Full-time equated (FTE) positions in the state classified service.
Unclassified salaries – 9.0 FTE positions	\$1,497,700	Salaries of state special duty military personnel and unclassified civilian personnel including the Adjutant General for Michigan, Assistant Adjutant General – Army, Assistant Adjutant General – Installations, Assistant Adjutant General – Air, Director – Michigan Veterans Affairs Agency, Senior Policy Executive – Michigan Veterans Affairs Agency, Senior Deputy Director – State Operation, Director – Strategy and Policy, and Chief Executive Officer for the Veterans Health System.  Funding Source(s): GF/GP 1,497,700 <i>Related Boilerplate Section(s): 301</i>
Departmentwide	1,876,300	Travel, equipment, worker's compensation, vehicle liability insurance, rent, training, and safety supplies related to state department offices and National Guard facility staff.  Funding Source(s): Federal 1,563,400 GF/GP 312,900 <i>Related Boilerplate Section(s): None</i>
Headquarters and armories – 86.0 FTE positions	17,452,100	Executive and general administration of the department and the Michigan National Guard; includes fringe benefits of unclassified positions, and other functions: <u>Office of The Adjutant General (TAG):</u> Support staff for the TAG and the Assistant Adjutant General-Army, public affairs, legislative liaison, and homeland security (anti-terrorism) staff. <u>State Operations and Financial Services:</u> Includes staff responsible for budgeting, accounting, and purchasing. <u>Human Resource Services:</u> Supports the Civil Service staff responsible for state human resources functions for the department. <u>Information Management:</u> Military-related information technology management functions, including telecommunications and network operations. <u>Construction and Facilities Management Office:</u> Responsible for the operation of National Guard and departmental facilities; ensures facilities meet applicable health, safety, and environmental requirements; oversees construction, remodeling, operational maintenance, and special maintenance activities of National Guard and departmental facilities; includes maintenance mechanics responsible for day-to-day operational maintenance at the state-owned National Guard armories (readiness centers) and other sites.  Funding Source(s): Federal 9,702,500 Restricted 165,400 GF/GP 7,584,200 <i>Related Boilerplate Section(s): 302</i>

Michigan youth challenge academy – 50.0 FTE positions	5,323,000	Voluntary boot camp-style program for 16 to 18 year-old high school dropouts administered by the department in Battle Creek; two 22-week residential programs per calendar year, followed by 12-month post-residential mentoring phase for graduates. Academic, vocational, and fiduciary services are under contract with the Marshall Public Schools.
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Funding Source(s):	Federal	2,970,300
	Local	1,545,400
	Private	90,000
	GF/GP	717,300

*Related Boilerplate Section(s): 303*

Military family relief fund	600,000	Established by 2004 PA 363. Provides emergency grant funding to assist families of members of the reserved component called into active duty. Revenue comes from a voluntary contribution through a check-off box on the state income tax form.
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Funding Source(s):	Restricted	600,000
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*Related Boilerplate Section(s): 304*

Military training sites and support facilities – 195.0 FTE positions	34,911,300	Physical operations and maintenance of Michigan National Guard training sites and support facilities, including Camp Grayling, Ft. Custer, the Army Aviation Support Facilities, U.S. Property and Fiscal Office, Combined Support Maintenance Shop, Motor Vehicle Storage Buildings, the Alpena Combat Readiness Training Center, the Battle Creek ANG Base, and Selfridge ANG Base, as well as costs associated with equipment testing by defense-related companies at state military facilities, primarily Camp Grayling. Generally, the federal government directly provides the equipment and the personnel (technicians) to maintain the equipment, while the state maintains the physical properties. State employees in this program line generally include building trades professionals, maintenance mechanics, other laborers, environmental resource staff, and fire/crash rescue officers at ANG bases.
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Funding Source(s):	Federal	31,002,800
	Restricted	1,567,800
	GF/GP	2,340,700

*Related Boilerplate Section(s): 305, 306*

National Guard operations	398,200	Programs in support of National Guard operations and activities, which include:
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Military Appeals Tribunal

Per diem payments and administrative costs of the Military Appeals Tribunal. The tribunal is a five-member board appointed by the Governor; has appellate jurisdiction, upon petition by an accused National Guard service member, to hear and review the record in all decisions of a court martial under the Michigan Code of Military Justice, 1980 PA 523. It sits as a panel of three members with the concurrence of two members necessary for a decision. Members are eligible for a per diem equal to 1/250 of the state salary paid to circuit court judges, plus reimbursement for actual food, lodging, and travel expenses incurred.

State Active Duty

Funding for military personnel who are called to state duty to perform unique administrative or maintenance functions necessary to support the operations of the department; typically includes security related to the Labor Day walk across on the Mackinac Bridge or ceremonial purposes, such as a gubernatorial inauguration.

*[continued on next page]*

National Guard operations  
(continued)

Homeland Security

Activities related to Homeland Security program; assessment, development, and evaluation of plans to detect, prepare for, prevent, protect against, respond to, and recover from terrorist threats/attacks.

Michigan Emergency Volunteers

Materials and supplies for statutory organization of state military personnel that would be activated if all or part of the Michigan National Guard was mobilized for service during a national emergency.

Counterdrug Program

Coordinates with federal, state, and local law enforcement agencies to counter the flow of illegal drugs in Michigan; helicopters assist in locating marijuana and U.S. Customs Agency support at Port Huron and Detroit border entry points.

Funding Source(s):	IDG	101,800
	Federal	100,000
	Restricted	100,000
	GF/GP	96,400

*Related Boilerplate Section(s): 305*

National Guard tuition assistance fund	6,506,700	Established by the Michigan National Guard Tuition Assistance Act, 2014 PA 259. Supports the National Guard tuition assistance program. GF/GP appropriations to the fund are made to increase the fund balance in order to appropriate necessary restricted funds to the program.
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Funding Source(s):	GF/GP	6,506,700
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*Related Boilerplate Section(s): 307*

Starbase grant	2,322,000	Program targeted at disadvantaged, at-risk 5 <sup>th</sup> grade students; promotes math, science, and engineering literacy, drug demand reduction, goal setting skills, physical fitness, and environmental responsibility; the program operates at the three ANG facilities (Selfridge ANGB, Battle Creek ANGB, and Alpena CRTC). Supported by the National Guard Bureau.
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Funding Source(s):	Federal	2,322,000
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*Related Boilerplate Section(s): 308*

**GROSS APPROPRIATION \$70,887,300 Total of all applicable line item appropriations.**

Total interdepartmental grant/intradepartmental transfer revenue	101,800	<u>Homeland Security</u> : Grant received from the Department of State Police to support activities related to homeland security, funds a portion of the National Guard operations line item.
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Total federal revenue	47,661,000	<u>DOD-DOA-NGB</u> (Subtotal: \$47,100,100): Federal grant or matching revenue received from the National Guard Bureau, which supports the various functions of the Michigan National Guard, including headquarters and armories, military training sites and support facilities, the Michigan Youth ChalleNGe Academy, the Starbase grant, and department-wide costs.
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Counter Narcotic Revenues (Subtotal: \$100,000): Federal counternarcotic revenues to support the counter-drug program within the National Guard operations line item.

Total local revenue	1,545,400	<u>SAF</u> : Local School Aid Fund revenue received to support the Michigan Youth ChalleNGe Academy, in partnership with Marshall Public Schools.
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Total private revenue	90,000	<u>MYCA Donations</u> : Private donations to the Michigan Youth ChalleNGe Academy.
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Total state restricted revenue	2,433,200	<u>Billeting Fund</u> (Subtotal: \$1,517,800): Supports the Chargeable Transient Quarters Program; hotel-like lodging for military members performing training or other official duties at Fort Custer and Camp Grayling. <u>Military Family Relief Fund</u> (Subtotal: \$600,000): Supported by private donations, which are used to assist military families in emergency situations. <u>Mackinac Bridge Authority</u> (Subtotal: \$100,000): Supports the activation of National Guard members through state active duty to assist with the annual Mackinac Bridge Walk. <u>Other State Restricted</u> (Subtotal: \$350,000): Other state restricted revenue, such as rental fee revenue and test project fee revenue.
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<b>STATE GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$19,055,900</b>	<b>Unrestricted state revenue from taxes and other sources.</b>
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Targeted grants	200,000	Funding used for targeted outreach to veterans that may not be connected to traditional VSOs.  Funding Source(s): GF/GP 200,000  <i>Related Boilerplate Section(s): None</i>
Veterans service grants	3,835,500	Grant funding distributed to VSOs, which assist veterans with receiving various services and obtaining benefits. Grants are to be distributed by the agency in a manner that assists the agency in achieving its goals and performance objectives; includes a performance goal that 40% of VSO filed claims for veterans' benefits be fully developed as determined by the U.S. Department of Veterans Affairs. Grant parameters includes the provision of services using a regional service delivery model, and the payment of a fixed hourly service rate.  Funding Source(s): GF/GP 3,835,500  <i>Related Boilerplate Section(s): 407</i>
County veteran service fund	2,100,000	Grants to counties for county veteran services including advocacy, advice, and assistance by an accredited veteran service officer to obtain health, financial, or memorial benefits for which they are eligible.  Funding Source(s): GF/GP 2,100,000  <i>Related Boilerplate Section(s): None</i>
<b>GROSS APPROPRIATION</b>	<b>\$44,125,800</b>	<b>Total of all applicable line item appropriations.</b>
Total federal revenue	8,516,300	<u>DVA-VHA</u> (Subtotal: \$7,801,600): Revenues from the Department of Veterans Affairs Veterans Health Administration; distributions are dependent upon the number of resident members at the veterans home and the type of care they require. <u>HHS-HCFA Medicare Hospital Insurance</u> (Subtotal: \$582,000): Revenues received by the veterans home for costs incurred by resident members who qualify. <u>HHS-HCFA Title XIX Medicaid</u> (Subtotal: \$12,500): Revenues received by the veterans home for costs incurred by resident members who qualify.
Total private revenue	540,000	<u>Post and Posthumous Fund</u> : Funds that can be expended by the Board of Managers (Veterans Homes) for purposes to the benefit of the veterans homes' facilities and residents, at the discretion of the board, pursuant to 1905 PA 313.
Total state restricted revenue	10,833,900	<u>Michigan Veterans Trust Fund</u> (Subtotal: \$5,215,400): Investment earnings of the Michigan Veterans Trust Fund, established by 1946 PA 9 with an original capital investment of \$50.0 million; supports the trust fund administration (\$1,464,800) and grants (\$3,746,500). <u>Income and Assessments</u> (Subtotal: \$5,064,700): Revenue received from income-based assessments paid by residents of the veterans home or their family members. <u>Military Family Relief Fund</u> (Subtotal: \$400,000): Pursuant to the Income Tax Act 1967 PA 281, MCL 206.438, 20% of the annual donations made to the Military Family Relief Fund are deposited into the Post and Posthumous Fund, to be expended by the Board of Managers (Veterans Homes) for purposes to the benefit of the veterans homes' facilities and residents, pursuant to 1905 PA 313. <u>Michigan Veterans Engagement Fund</u> (Subtotal: \$50,000): Pursuant to 2014 PA 490, the Secretary of State issues fundraising license plates recognizing Michigan veterans. These funds are used by the MVAA for outreach activities.
<b>STATE GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$24,235,600</b>	<b>Unrestricted state revenue from taxes and other sources.</b>



## SECTION 104: GRAND RAPIDS HOME FOR VETERANS

*The Grand Rapids Home for Veterans (GRHV) is situated on 70 acres in Grand Rapids and opened in 1886; has authorization for 450 nursing beds and 140 domiciliary beds. Besides domiciliary, nursing, and special needs care, GRHV has an Alzheimer's unit, a variety of therapy programs, and offers a variety of activities for members. This appropriation unit consists of three line items, which delineate the separate expenditure areas for the Grand Rapids Home for Veterans: staffing, contracted services, and basic operational costs.*

Full-time equated classified positions	347.0	Full-time equated (FTE) positions in the state classified service.
Veterans home operations	\$8,989,700	Operation and administration of the home, to include building, land, equipment, and vehicle expenses; food, fuel, and other supplies; maintenance services, telecommunications and utilities; and other operating expenses.
		Funding Source(s):
		Federal
		Restricted
		GF/GP
		2,746,600
		856,700
		5,386,400
		<i>Related Boilerplate Section(s): 402, 404</i>
Purchased services	10,342,700	Includes contractual services, such as nursing assistant services, provided to GRHV through private vendors.
		Funding Source(s):
		Federal
		Restricted
		GF/GP
		4,619,900
		1,437,200
		4,285,600
		<i>Related Boilerplate Section(s): 402, 404</i>
Salaries, wages, and fringe benefits – 347.0 FTE positions	31,536,800	Includes salaries, wages, benefits, and other expenses related to the state classified personnel employed at the home.
		Funding Source(s):
		Federal
		Restricted
		GF/GP
		14,047,400
		4,399,100
		13,090,300
		<i>Related Boilerplate Section(s): 402, 404</i>
<b>GROSS APPROPRIATION</b>	<b>\$50,869,200</b>	<b>Total of all applicable line item appropriations.</b>
Total federal revenue	21,413,900	<u>DVA-VHA</u> (Subtotal: \$19,860,700): Revenues from the Department of Veterans Affairs Veterans Health Administration; distributions are dependent upon the number of resident members at the veterans home and the type of care they require. <u>DOD-DOA-NGB</u> (Subtotal: \$7,300): Federal grant or matching revenue received from the National Guard Bureau, which supports department-wide costs. <u>HHS-HCFA Medicare Hospital Insurance</u> (Subtotal: \$1,220,300): Revenues received by the veterans home for costs incurred by resident members who qualify. <u>HHS-HCFA Title XIX Medicaid</u> (Subtotal: \$77,300): Revenues received by the veterans home for costs incurred by resident members who qualify.
Total state restricted revenue	6,693,000	<u>Income and Assessments</u> (Subtotal: \$6,608,000): Revenue received from income-based assessments paid by residents of the veterans home or their family members. <u>Lease Revenue</u> (Subtotal: \$12,200): Revenue received by the veterans home from leasing out portions of its property to third parties.

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**STATE GENERAL FUND/ \$22,762,300 Unrestricted state revenue from taxes and other sources.**  
**GENERAL PURPOSE**

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## SECTION 105: CAPITAL OUTLAY

*The Capital Outlay appropriations unit provides funding for special maintenance projects at National Guard armories, training sites, and other support facilities and the state's two veterans' homes. The unit also provides spending authorization for the appraisal and acquisition of land for future development as a National Guard armory or other facility.*

Land and acquisitions	\$2,900,000	Authorization for land acquisitions and appraisals, should land become available.	
		Funding Source(s):	Restricted 2,900,000
		<i>Related Boilerplate Section(s): 218, 501</i>	
Special maintenance – National Guard	20,000,000	Maintenance projects at armories statewide; projects include replacement of boilers, roofs, windows, doors and frames, general building repairs and renovations, and mechanical, electrical, and plumbing maintenance. These projects are larger in scope than regular day-to-day operational maintenance activities.	
		Funding Source(s):	Federal 20,000,000
		<i>Related Boilerplate Section(s): 218, 502</i>	
Special maintenance – veterans homes	500,000	Large repair projects and other facility maintenance projects at the Grand Rapids and Jacobetti Homes for Veterans. These projects are larger in scope than regular day-to-day operational maintenance activities.	
		Funding Source(s):	GF/GP 500,000
		<i>Related Boilerplate Section(s): 218, 503</i>	
<b>GROSS APPROPRIATION</b>	<b>\$23,400,000</b>	<b>Total of all applicable line item appropriations.</b>	
Total federal revenue	20,000,000	<u>DOD-DOA-NGB</u> : Federal grant or matching revenue received from the National Guard Bureau, which supports the various functions of the Michigan National Guard.	
Total state restricted revenue	2,900,000	<u>Michigan National Guard Construction Fund</u> : Pursuant to the Michigan Military Act, 1967 PA 150 (MCL 32.782a), restricted revenues from the fund can be expended at the discretion of the Adjutant General for the purposes of purchasing training land and facilities, or constructing new facilities.	
<b>STATE GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$500,000</b>	<b>Unrestricted state revenue from taxes and other sources.</b>	

## SECTION 106: INFORMATION TECHNOLOGY

*The Information Technology appropriation unit supports department-wide IT services and projects.*

Information technology services and projects	\$1,407,000	Information technology-related services and projects including desktop services, hardware, software, and development and maintenance of various IT application programs which support department activities.
		Funding Source(s):
		Federal
		579,000
		Restricted
		419,400
		GF/GP
		408,600

*Related Boilerplate Section(s): None*

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**GROSS APPROPRIATION    \$1,407,000    Total of all applicable line item appropriations.**

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Total federal revenue	579,000	<u>DOD-DOA-NGB</u> (Subtotal: \$151,400): Federal grant or matching revenue received from the National Guard Bureau, which supports the various functions of the Michigan National Guard. <u>DVA-VHA</u> (Subtotal: \$409,100): Revenues from the Department of Veterans Affairs Veterans Health Administration; distributions are dependent upon the number of resident members at the veterans home and the type of care they require. <u>HHS-HCFA Medicare Hospital Insurance</u> (Subtotal: \$11,800): Revenues received by the veterans home for costs incurred by resident members who qualify.
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Total state restricted revenue	419,400	<u>Income and Assessments</u> : Revenue received from income-based assessments paid by residents of the veterans home or their family members.
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**STATE GENERAL FUND/  
GENERAL PURPOSE    \$408,600    Unrestricted state revenue from taxes and other sources.**

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## SECTION 107: ONE-TIME APPROPRIATIONS

*The One-Time appropriation unit provides funding for programs and projects that are intended to be supported only in FY 2018-19.*

Armory maintenance	\$1,000,000	Armory sustainment, restoration, and modernization.
		Funding Source(s): GF/GP 1,000,000
		<i>Related Boilerplate Section(s): 302, 305, 601</i>
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Vietnam veterans outreach	600,000	Outreach program targeted at assisting Vietnam era veterans in obtaining eligible U.S. Department of Veterans Affairs benefits.
		Funding Source(s): GF/GP 600,000
		<i>Related Boilerplate Section(s): 602</i>
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Grand Rapids home for veterans video monitoring pilot project	275,000	Pilot program to assess in-room video monitoring of veterans for improving resident veterans' welfare and safety at GRHV.
		Funding Source(s): GF/GP 275,000
		<i>Related Boilerplate Section(s): 402</i>
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<b>GROSS APPROPRIATION</b>	<b>\$1,875,000</b>	<b>Total of all applicable line item appropriations.</b>
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<b>STATE GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$1,875,000</b>	<b>Unrestricted state revenue from taxes and other sources.</b>
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## BOILERPLATE SECTION INFORMATION

### GENERAL SECTIONS

**Sec. 201. State Spending and State Appropriations Paid to Local Units of Government**

Specifies total state spending from state resources and payments to local units of government from state resources.

**Sec. 202. Appropriations Subject to the Management and Budget Act**

Subjects appropriations to the Management and Budget Act, 1984 PA 431.

**Sec. 203. Terms and Acronyms**

Defines various terms and acronyms contained in Article XIV.

**Sec. 204. Internet Availability of Required Reports**

Requires DMVA to use the Internet to fulfill reporting requirements; authorizes transmission of reports via e-mail.

**Sec. 205. Purchase of Foreign Goods**

Prohibits the purchase of foreign goods or services if competitively priced and of comparable quality American goods or services are available; requires preference be given to goods and services manufactured by Michigan businesses and Michigan businesses owned and operated by veterans.

**Sec. 206. Businesses in Deprived and Depressed Communities**

Requires the department director to take all reasonable steps to ensure businesses in deprived and depressed communities compete for and perform contracts.

**Sec. 207. Out-of-State Travel**

Requires DMVA to report on out-of-state travel expenses paid for in whole or in part with state appropriations.

**Sec. 208. Use of Funding for Legal Services**

Prohibits using appropriations to hire a person to provide legal services that are the responsibility of the attorney general; prohibition does not apply to legal services for bonding activities and for those activities that the attorney general authorizes.

**Sec. 209. General Fund Lapse Report**

Requires the State Budget Office to report on estimates of general fund lapses at the close of the prior fiscal year.

**Sec. 210. Contingency Funding**

Contains authorization for up to \$12.0 million in federal, \$3.0 million in state restricted, \$500,000 in local, and \$100,000 in private contingency funds; authorizes expenditure of the funds only after legislative transfer to specific line items.

**Sec. 211. Transparency Website**

Requires the department to provide the data necessary for DTMB to maintain a searchable website that is accessible by the public at no cost that includes expenditure data, data on payments made to vendors, and data on number of active employees, job specifications, and wage rates.

**Sec. 212. State Restricted Funds Report**

Requires the department and the State Budget Office to report on state restricted fund balances, projected state restricted fund revenues, and state restricted fund expenditures.

**Sec. 213. Performance Metrics Website**

Requires the department to maintain a publicly accessible website that identifies and tracks its performance against key metrics used to monitor and improve its performance.

**Sec. 214. Annual Legacy Costs**

States that estimated FY 2018-19 legacy retirement costs total \$17,075,800 gross, including pension costs of \$8,787,300 and retiree health care costs of \$8,288,500.

**Sec. 215. Communications with the Legislature**

Prohibits the department from taking disciplinary action against employees for communicating with legislators or their staff.

**Sec. 216. Quarterly Reporting on Achieving Requirements**

Requires the department to provide quarterly reports on the status of work projects, its financial status, evidence of efficiencies, corrective action plans for requirements not achieved, the department's performance against metrics stated in the act, and employment levels.

## BOILERPLATE SECTION INFORMATION

### **Sec. 217. Department Core Services**

Lists core services of the department; requires appropriations to be used for core services.

### **Sec. 218. Capital Outlay Carryforward**

Authorizes capital outlay appropriations to be carried forward at the end of the fiscal year, consistent with the Management and Budget Act.

### **Sec. 219. Intention to Sell Department Property**

Requires the department to provide a 60-day notice of intent to sell property.

## **MILITARY**

### **Sec. 301. Unclassified Positions**

Lists titles of unclassified positions currently in the department; requires the department to notify the subcommittees prior to submitting requests for additional unclassified positions or requests for substantive changes to the duties of existing unclassified positions.

### **Sec. 302. Armories and Joint Force Readiness**

Requires the department to provide for the executive level administration of the department, operations of the Michigan military establishment, and maintenance and operation of National Guard armories as provided under listed laws and regulations; requires quarterly report on the status of armories; and requires a report by December 1 assessing the current state of the armories and developing an investment strategy for physical improvements at the armories, including the consolidation of armories and the establishment of new armories.

### **Sec. 303. Michigan Youth Challenge Academy**

Requires the department to maintain proper levels of staffing and resources to operate the Michigan Youth Challenge Academy as provided under federal law; lists specific operating requirement and performance metrics.

### **Sec. 304. Military Family Relief Fund**

Requires DMVA to provide grant funding from the Military Family Relief Fund, outreach services to military families of members of the reserve component called into active duty, and quarterly reports on the financial activities of the fund.

### **Sec. 305. National Guard Training Facilities and Air Bases**

Requires the department to provide Army National Guard (ARNG) and Air National Guard (ANG) forces, when directed, in support of state and local emergencies, and in support of federal military requirements; requires the department to operate and maintain ARNG facilities (including Fort Custer and Camp Grayling) and ANG facilities (Selfridge ANG Base, Battle Creek ANG Base, and the Alpena Combat Readiness Training Center); and requires quarterly reports on National Guard personnel strength.

### **Sec. 306. Billeting Fund**

Requires annual report of operations and expenditures regarding the Billeting Fund account, which supports program operations of the Chargeable Transient Quarters Program at National Guard training facilities.

### **Sec. 307. National Guard Tuition Assistance Program**

Requires DMVA to establish and maintain a tuition assistance program for members of the Michigan National Guard; states the program's objectives and performance metrics.

### **Sec. 308. Starbase Grant**

Requires DMVA to maintain a Starbase program, providing programs in mathematics, science, and technology to primarily 5<sup>th</sup> grade students, at ANG facilities.

## **MICHIGAN VETERANS AFFAIRS AGENCY**

### **Sec. 401. Board of Managers (Veterans Homes)**

Provides that the Board of Managers and Michigan Veterans' Facility Authority shall exercise certain regulatory and governance authority over GRHV and DJJHV.



## BOILERPLATE SECTION INFORMATION

**Sec. 402(1)-(3), (10)-(20). Grand Rapids Home for Veterans (GRHV) and D.J. Jacobetti Home for Veterans (DJJHV) Service and Care Requirements**

Requires the GRHV and DJJHV to meet applicable standards of care as provided under listed federal and state legal authorities; also specifies standards around issues concerning psychiatric care, the monitoring of comprehensive care plans, supply inventory, pharmaceutical inventory, controls over donated goods and monies, and the personal funds of residents. Requires information on the complaint process to be conspicuously posted at the home; requires GRHV DJJHV and Board of Managers policies to be posted on the MVAA website; and requires the department to report budgeting and quality of care metrics to the Legislature, including health and safety issues, status of Centers for Medicare and Medicaid Services (CMS) certification, resident member demographics, upgrades to facilities, and the financial status of the homes.

**Sec. 402(4)-(8). Contractors and GRHV Competency Evaluated Nursing Assistants**

Requires contractors providing mental health services to the GRHV and DJJHV to use evidence-based best practices; requires that contractors that provide nursing assistants (CENAs) at the home meet certain performance standards regarding pre-service and in-service training and experience.

**Sec. 402(9). GRHV and DJJHV Complaint Management Process**

Requires that complaints of alleged abuse or neglect received by a supervisor at the home be reported to the director of nursing upon receipt, and requires that the director of nursing provide information on the nature and final disposition of complaints received at least monthly to the home administrator, Board of Managers, MVAA, subcommittees, legislative fiscal agencies, and the State Budget Office.

**Sec. 402(21). GRHV Video Monitoring Pilot Project**

Permits funds appropriated for Grand Rapids Home for Veterans Video Monitoring Pilot Project to be expended for an in-room safety monitoring program at GRHV; states the purpose of the project is to determine if a video monitoring system can improve safety at GRHV; permits the MVAA to contract with a third-party to develop the program; requires the MVAA to provide a report regarding the feasibility of the pilot project with input from industry experts and recommendations from MVAA prior to expending appropriated funds.

**Sec. 403. DJJHV CMS Certification**

Requires the department to pursue CMS certification for DJJHV with the appropriations in part 1; requires CMS certification completion by June 1, 2018; and requires standards of care to improve with CMS certification.

**Sec. 404. GRHV and DJJHV CMS Certification Reporting**

Requires the department report to the Legislature quarterly regarding improvements in full-spectrum health care resulting from facility upgrades to obtain CMS certification.

**Sec. 405. Veterans' Trust Fund Grants**

Requires the MVAA to report on the Michigan Veterans Trust Fund financial status, awarded grants, and administrative expenses; and establishes a capacity metric of 2,000 applications.

**Sec. 406(1). MVAA Outreach Services**

Requires the MVAA to provide outreach services to veterans, communicate information on available VA benefits, process requests for military discharge documents, digitize military medical and discharge documents, and assist in processing claims for VA benefits; requires quarterly reports on the MVAA's performance against the performance outcomes, measures, and objectives stated in its strategic plan developed under 2013 PA 9; and requires a report by April 1 providing an estimate on the state's homeless veterans population.

**Sec. 406(2). Regional Service Coordination**

Requires the MVAA to provide for the regional coordination of services, including benefit counseling, state health and human service programs, workforce and economic development programs, and community-based programs; allows service officers to include mental health care referral services; requires the MVAA to work with the Department of Health and Human Services and the Department of Corrections in coordinating benefits and services to eligible veterans; requires training on processing veterans benefits due to military sexual trauma, post-traumatic stress disorder, depression, anxiety, substance abuse, and other mental health issues.

**Sec. 406(3). MVAA Benefits Counseling Services**

Requires MVAA to assist veterans in filing claims for VA benefits; establishes a capacity metric of 500 claims per year and a performance metric of 40% of claims considered to be fully developed by the VA; and requires quarterly data on the number and type of claims activities.

## BOILERPLATE SECTION INFORMATION

### **Sec. 406(4). County Veterans Services**

Requires the MVAA to provide training to county veterans counselors (CVCs); establishes performance metrics for training and CVC-filed claims for VA benefits; and requires quarterly reports on the number and percentage of CVCs requesting training by the MVAA.

### **Sec. 406(5). County Veterans Service Enhancement Grants**

Specifies that the funds appropriated in part 1 be used, in part, to enhance the capacity and capabilities of CVCs, by providing a grant to implement an Internet-based data system, to increase the number of CVCs, and to increase the number of counties that provide benefit counseling services; and requires a quarterly report on grant activities.

### **Sec. 406(6). Legal Services/Federal Claims Representation**

Authorizes up to \$50,000 from the funds appropriated in part 1 for MVAA administration to be expended to provide legal services to represent veterans benefit cases before federal courts in order to maintain accreditation by the VA.

### **Sec. 407. Grants to Veterans Service Organizations**

Requires MVAA to provide grants to veterans service organizations (VSOs) in a manner that is consistent with MVAA performance goals and objectives; requires quarterly reports from grantees on claims and services provided; requires grant recipients to meet performance metrics, including a goal that 40% of VSO-filed claims for VA benefit be considered fully developed by the VA. Specifies the basic parameters of the grant agreement, including regional service delivery, payment of a fixed hourly rate of \$34.00 per hour, the provision of service hours based upon appropriations and the fixed hourly rate, including in state correctional facilities; and requires quarterly reports on claims activities.

### **Sec. 408. Veterans Trust Fund Administration**

Requires the MVAA to provide emergency grants from the Michigan Veterans Trust Fund (MVTF) as provided by listed legal authorities; requires an annual report on MVTF financial and grant activities; and requires unexpended funds to lapse back to the MVTF.

## **CAPITAL OUTLAY**

### **Sec. 501. Land and Acquisitions**

Requires the department to provide for the acquisition and disposition of National Guard armories, facilities, and lands as provided under the Michigan Military Act; and requires a quarterly report on property sales and acquisitions.

### **Sec. 502. Special Maintenance – National Guard**

Authorizes capital outlay appropriations to be carried forward at the end of the fiscal year; requires appropriations to be expended in accordance with sections 302 and 305 of the department budget act to modernize and repair National Guard facilities; and requires quarterly reports on maintenance projects at National Guard facilities funded from capital outlay appropriations made in part 1 and in prior appropriations years.

### **Sec. 503. Special Maintenance – Veterans Homes**

Authorizes capital outlay appropriations to be carried forward at the end of the fiscal year; requires appropriations to be expended in accordance with section 402 of the department budget act to modernize and repair the two veterans homes; and requires quarterly reports on maintenance projects at the veterans' homes funded from capital outlay appropriations made in part 1 and in prior appropriations years.

## **ONE-TIME APPROPRIATIONS**

### **Sec. 601. Armory Maintenance**

Authorizes capital outlay appropriations to be carried forward at the end of the fiscal year; and requires appropriations to be expended in accordance with sections 302 and 305 of the department budget act to modernize and repair National Guard facilities.

### **Sec. 602. Vietnam Era Veterans Outreach**

Requires funds appropriated for Vietnam Veterans Outreach to be used by the MVAA for outreach to Vietnam veterans and their families to inform them about and connect them with eligible VA benefits; requires coordination among specified veteran organizations for outreach activities; requires an advertising campaign to reach 70% of the targeted audience 4 times each; requires the project to increase subscriptions to the MVAA Vietnam Quarterly newsletter; requires the MVAA to assess the efficacy of the program by annually comparing benchmarks specified in this section and provide quarterly reports on the effectiveness of the program; authorizes unexpended and unencumbered funds to not lapse and to carry forward to the next fiscal year.

## BOILERPLATE SECTION INFORMATION

### PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS FOR FY 2018-19

***Sec. 701. Anticipated Appropriations***

Legislative intent to provide the same appropriations for FY 2019-20 as provided in FY 2018-19, except for where adjustments are made for caseload and related costs, federal fund match rates, economic factors, and available revenue.

***Sec. 702. MVAA Outreach***

Specifies that the MVAA shall provide quarterly reports on the percentage of Michigan veterans contacted through its outreach activities, with a goal of contacting 100% of Michigan veterans.

***Sec. 703. MVAA Claims Services***

Requires that 50% of MVAA-filed claims for VA benefits be fully-developed.





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**AREAS OF RESPONSIBILITY**

Agriculture and Rural Development .....	William E. Hamilton
Attorney General .....	Michael Clossen
Auditor General .....	Benjamin Gielczyk
Bill Analysis .....	Rick Yuille
	Edith Best; Jennifer McInerney; Emily Smith; Sue Stutzky
Capital Outlay .....	Benjamin Gielczyk
Civil Rights .....	Michael Clossen
Community Colleges .....	Perry Zielak
Corrections .....	Robin R. Risko
Economic and Revenue Forecasting .....	Jim Stansell
Education (Department) .....	Samuel Christensen
Environmental Quality .....	Austin Scott
Executive Office .....	Benjamin Gielczyk
Fiscal Oversight, Audit, and Litigation .....	Mary Ann Cleary
Health and Human Services:	
Child Welfare, Child Support, Community Services .....	Viola Bay Wild
Medicaid, Physical and Behavioral Health .....	Kevin Koorstra
Public Assistance, Field Operations, Medicaid-backup .....	Kent Dell
Public Health and Aging .....	Susan Frey
Higher Education .....	Perry Zielak
Insurance and Financial Services .....	Marcus Coffin
Judiciary .....	Robin R. Risko
Legislature .....	Benjamin Gielczyk
Licensing and Regulatory Affairs .....	Marcus Coffin
Local Finance .....	Benjamin Gielczyk
Lottery .....	Benjamin Gielczyk
Michigan Strategic Fund .....	Benjamin Gielczyk
Military and Veterans Affairs .....	Michael Clossen
Natural Resources .....	Austin Scott
Natural Resources Trust Fund .....	Benjamin Gielczyk; Austin Scott
Retirement .....	Bethany Wicksall
Revenue Forecasting .....	Jim Stansell
Revenue Sharing .....	Jim Stansell; Benjamin Gielczyk
School Aid .....	Bethany Wicksall; Samuel Christensen; Jacqueline Mullen
State (Department) .....	Michael Clossen
State Police .....	Marcus Coffin
Supplemental Coordinator .....	Robin R. Risko
Talent and Economic Development .....	Benjamin Gielczyk
Tax Analysis .....	Jim Stansell; Benjamin Gielczyk
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