

1 DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

2  
3 EXECUTIVE BUDGET BILL  
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7 A bill to make appropriations for the department of military  
8 and veterans affairs for the fiscal year ending September 30, 2010;  
9 to provide for the expenditure of the appropriations; to provide  
10 for certain powers and duties of the department of military and  
11 veterans affairs, other state agencies, and local units of  
12 government related to the appropriations; and to provide for the  
13 preparation of certain reports related to the appropriations.  
14

15 THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

16 PART 1

17 LINE-ITEM APPROPRIATIONS

18 Sec. 101. Subject to the conditions set forth in this bill,  
19 the amounts listed in this part are appropriated for the department  
20 of military and veterans affairs for the fiscal year ending  
21 September 30, 2010, from the funds indicated in this part. The  
22 following is a summary of the appropriations in this part:  
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24

25 DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

26 APPROPRIATION SUMMARY:

27	Full-time equated unclassified positions .....	7.0	
28	Full-time equated classified positions .....	985.0	
29	GROSS APPROPRIATION.....		\$ 149,211,500
30	Interdepartmental grant revenues:		
31	Total interdepartmental grants and intradepartmental		
32	transfers .....		1,686,500
33	ADJUSTED GROSS APPROPRIATION.....		\$ 147,525,000
34	Federal revenues:		

1	Total federal revenues.....	77,347,300
2	Special revenue funds:	
3	Total local revenues.....	1,295,100
4	Total private revenues.....	1,471,200
5	Total other state restricted revenues.....	27,924,200
6	State general fund/general purpose.....	\$ 39,487,200
7	<b>Sec. 102. HEADQUARTERS AND ARMORIES</b>	
8	Full-time equated unclassified positions .....	7.0
9	Full-time equated classified positions .....	125.0
10	Headquarters and armories--85.0 FTE positions.....	\$ 10,988,900
11	Unclassified military personnel.....	665,000
12	Military appeals tribunal.....	900
13	Michigan emergency volunteers.....	5,000
14	State active duty.....	100,100
15	Challenge program--40.0 FTE positions.....	4,737,000
16	Homeland security.....	1,000,000
17	Military family relief fund.....	<u>600,000</u>
18	GROSS APPROPRIATION.....	\$ 18,096,900
19	Appropriated from:	
20	IDG, challenge grant.....	262,100
21	IDG, community health.....	100,000
22	IDG, state police.....	900,000
23	IDG, human services.....	424,400
24	Federal revenues:	
25	DOD-DOA-NGB.....	5,747,200
26	Special revenue funds:	
27	Local-school aid fund.....	1,295,100
28	Rental fees.....	346,400
29	Mackinac Bridge authority.....	70,000

1	Private donations.....	826,800
2	Military family relief fund.....	600,000
3	Private-parent pay revenue.....	104,400
4	State general fund/general purpose..... \$	7,420,500
5	<b>Sec. 103. MILITARY TRAINING SITES AND SUPPORT FACILITIES</b>	
6	Full-time equated classified positions .....181.0	
7	Military training sites and support	
8	facilities--181.0 FTE positions .....	\$ 25,165,100
9	Military training sites and support facilities test	
10	projects .....	<u>100,000</u>
11	GROSS APPROPRIATION..... \$	25,265,100
12	Appropriated from:	
13	Federal revenues:	
14	DOD-DOA-NGB.....	23,139,400
15	Special revenue funds:	
16	Test project fees.....	100,000
17	State general fund/general purpose..... \$	2,025,700
18	<b>Sec. 104. DEPARTMENTWIDE APPROPRIATIONS</b>	
19	Departmentwide accounts..... \$	1,946,500
20	Special maintenance - state.....	651,200
21	Special maintenance - federal.....	5,300,000
22	Military retirement.....	3,407,800
23	Counter narcotic operations.....	50,000
24	Starbase grant.....	<u>2,322,000</u>
25	GROSS APPROPRIATION..... \$	13,677,500
26	Appropriated from:	
27	Federal revenues:	
28	DOD-DOA-NGB.....	9,288,100
29	Federal counter narcotic revenues.....	50,000

1	State general fund/general purpose.....	\$	4,339,400
2	<b>Sec. 105. VETERANS SERVICE ORGANIZATIONS</b>		
3	American legion.....	\$	912,600
4	Disabled American veterans.....		754,400
5	Marine corps league.....		346,400
6	American veterans of World War II and Korea.....		478,700
7	Veterans of foreign wars.....		912,600
8	Michigan paralyzed veterans of America.....		170,700
9	Purple heart.....		162,600
10	Veterans of World War I.....		100
11	Polish legion of American veterans.....		42,400
12	Jewish veterans of America.....		42,400
13	State of Michigan council - Vietnam veterans of		
14	America .....		164,300
15	Catholic war veterans.....		42,400
16	GROSS APPROPRIATION.....	\$	4,029,600
17	Appropriated from:		
18	State general fund/general purpose.....	\$	4,029,600
19	<b>Sec. 106. GRAND RAPIDS VETERANS' HOME</b>		
20	Full-time equated classified positions .....	513.0	
21	Grand Rapids veterans' home--513.0 FTE positions.....	\$	49,717,300
22	Board of managers.....		665,000
23	GROSS APPROPRIATION.....	\$	50,382,300
24	Appropriated from:		
25	Federal revenues:		
26	DVA-VHA.....		15,862,600
27	HHS, Medicaid.....		157,300
28	HHS, Medicare.....		2,452,700
29	Special revenue funds:		

1	Private - veterans' home post and posthumous funds....		415,000
2	Income and assessments.....		15,304,700
3	Military family relief fund.....		250,000
4	Lease revenue.....		12,200
5	State general fund/general purpose.....	\$	15,927,800
6	<b>Sec. 107. D.J. JACOBETTI VETERANS' HOME</b>		
7	Full-time equated classified positions .....	158.0	
8	D.J. Jacobetti veterans' home--158.0 FTE positions....	\$	15,956,100
9	Board of managers.....		<u>275,000</u>
10	GROSS APPROPRIATION.....	\$	16,231,100
11	Appropriated from:		
12	Federal revenues:		
13	DVA-VHA.....		4,604,400
14	HHS, Medicare.....		562,400
15	HHS, Medicaid.....		10,300
16	Special revenue funds:		
17	Private - veterans' home post and posthumous funds....		125,000
18	Military family relief fund.....		150,000
19	Income and assessments.....		5,741,100
20	State general fund/general purpose.....	\$	5,037,900
21	<b>Sec. 108. VETERANS' AFFAIRS DIRECTORATE</b>		
22	Full-time equated classified positions .....	8.0	
23	Veterans' affairs directorate administration--2.0		
24	FTE positions .....	\$	276,700
25	Veterans' trust fund administration--6.0 FTE		
26	positions .....		1,251,500
27	Veterans' trust fund grants.....		<u>3,746,500</u>
28	GROSS APPROPRIATION.....	\$	5,274,700
29	Appropriated from:		

1	Special revenue funds:	
2	Michigan veterans' trust fund.....	4,998,000
3	State general fund/general purpose.....	\$ 276,700
4	<b>Sec. 109. INFORMATION TECHNOLOGY</b>	
5	Information technology services and projects.....	\$ <u>1,254,300</u>
6	GROSS APPROPRIATION.....	\$ 1,254,300
7	Appropriated from:	
8	Federal revenues:	
9	DOD-DOA-NGB.....	123,900
10	DVA-VHA.....	339,000
11	HHS, Medicare.....	10,000
12	Special revenue funds:	
13	Income and assessments.....	351,800
14	State general fund/general purpose.....	\$ 429,600
15	<b>Sec. 110. CAPITAL OUTLAY</b>	
16	Special maintenance, remodeling and additions.....	\$ <u>15,000,000</u>
17	GROSS APPROPRIATION.....	\$ 15,000,000
18	Appropriated from:	
19	Federal revenues:	
20	DOD-DOA-NGB.....	15,000,000
21	Special revenue funds:	
22	State general fund/general purpose .....	\$ 0

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PART 2

PROVISIONS CONCERNING APPROPRIATIONS

27 **GENERAL SECTIONS**

28 Sec. 201. Pursuant to section 30 of article IX of the state  
29 constitution of 1963, total state spending from state resources

1 under part 1 for fiscal year 2009-2010 is \$67,411,400.00 and state  
2 spending from state resources to be paid to local units of  
3 government for fiscal year 2009-2010 is \$120,000.00. The itemized  
4 statement below identifies appropriations from which spending to  
5 local units of government will occur:

6 DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

7 MILITARY TRAINING SITES AND SUPPORT FACILITIES

8 Payments in lieu of taxes..... \$ 70,000

9 MICHIGAN VETERANS' TRUST FUND

10 County counselor education and training expenses..... \$ 50,000

11 TOTAL ..... \$ 120,000

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

15 Sec. 203. As used in this bill:

16 (a) "Department" means the department of military and veterans  
17 affairs.

18 (b) "Director" means the director of the department of  
19 military and veterans affairs.

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

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

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

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

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

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

29 (i) "IDG" means interdepartmental grant.

1           Sec. 204. The civil service commission shall bill departments  
2 and agencies at the end of the first fiscal quarter for the charges  
3 authorized by section 5 of article XI of the state constitution of  
4 1963. Payments shall be made for the total amount of the billing by  
5 the end of the second fiscal quarter.

6           Sec. 208. The department shall use the Internet to fulfill the  
7 reporting requirements of this bill. This requirement may include  
8 transmission of reports via electronic mail to the recipients  
9 identified for each reporting requirement, or it may include  
10 placement of reports on an Internet or Intranet site.

11           Sec. 209. Funds appropriated in part 1 shall not be used for  
12 the purchase of foreign goods or services, or both, if  
13 competitively priced and of comparable quality American goods or  
14 services, or both, are available. Preference should be given to  
15 goods or services, or both, manufactured or provided by Michigan  
16 businesses, if they are competitively priced and of comparable  
17 quality. In addition, preference should be given to goods or  
18 services, or both, that are manufactured or provided by Michigan  
19 businesses owned and operated by veterans, if they are  
20 competitively priced and of comparable quality.

21           Sec. 210. The director shall take all reasonable steps to  
22 ensure businesses in deprived and depressed communities compete for  
23 and perform contracts to provide services or supplies, or both. The  
24 director shall strongly encourage firms with which the department  
25 contracts to subcontract with certified businesses in depressed and  
26 deprived communities for services, supplies, or both.

27           Sec. 212. (1) Of the funds appropriated in part 1 for military  
28 training sites and support facilities, there shall be established a  
29 Michigan national guard education assistance program. Disbursements

1 to the educational assistance program shall not exceed \$750,000.00  
2 without legislative approval. Under the program, a member of the  
3 national guard who is in active service and who enrolls as a full-  
4 or part-time student at a public or private state college or  
5 university may be eligible to receive up to an equivalent of 50% of  
6 the total cost of tuition not to exceed \$2,000.00, as education  
7 assistance, in any academic year.

8 (2) As used in this section, an eligible person means a member  
9 of the Michigan national guard who is in active service, as defined  
10 in section 105 of the Michigan military act, 1967 PA 150, MCL  
11 32.505. An eligible person does not include a member of the  
12 Michigan national guard or air national guard who is absent without  
13 leave or who is under charges as described in the Michigan code of  
14 military justice of 1980, 1980 PA 523, MCL 32.1001 to 32.1148.

15 (3) The department of military and veterans affairs, office of  
16 the adjutant general shall administer the education assistance  
17 program and prescribe forms and procedures to effectively carry out  
18 the education assistance program.

19 (4) An eligible person shall apply to the department of  
20 military and veterans affairs, office of the adjutant general for  
21 education assistance and shall provide evidence of attendance and  
22 completion of the course of study with a grade of at least 2.0 on a  
23 4.0 scale, or its equivalent. The adjutant general shall approve  
24 the application for reimbursement if the applicant meets the  
25 definition of an eligible person under subsection (2) and other  
26 criteria as established by the adjutant general.

27 (5) The education assistance program applies to any course of  
28 instruction that is included in an associate, undergraduate, or

1 postgraduate degree program offered by a college or university of  
2 this state.

3 (6) The education assistance program applies to an eligible  
4 person notwithstanding any other educational incentive or benefit  
5 received by the eligible person under any other educational  
6 assistance program provided by any other state.

7 (7) An eligible person who successfully completes the course  
8 of study with a grade of at least 2.0 on a 4.0 scale, or its  
9 equivalent, shall be eligible for reimbursement.

10 (8) The department of military and veterans affairs may use  
11 funds from the appropriated funds to administer the education  
12 assistance program.

13 (9) Reimbursed members who do not complete their national  
14 guard obligation shall pay the state for money received from the  
15 state for tuition. Members who fail to repay the state within the  
16 time limits established by the adjutant general shall be indebted  
17 to the state. The department shall work in conjunction with the  
18 department of treasury for inclusion in the tax intercept program  
19 for amounts due the state.

20 (10) A portion of the funds for the Michigan national guard  
21 education assistance program may be used by the department for the  
22 purpose of promoting the program and for encouraging those persons  
23 the department wishes to have enlist or reenlist in the Michigan  
24 national guard.

25 Sec. 221. From the funds appropriated in part 1 for  
26 information technology, the department shall pay user fees to the  
27 department of information technology for technology-related  
28 services and projects. Such user fees shall be subject to

1 provisions of an interagency agreement between the department and  
2 the department of information technology.

3       Sec. 225. (1) Due to the current budgetary problems in this  
4 state, out-of-state travel for the fiscal year ending September 30,  
5 2010 shall be limited to situations in which 1 or more of the  
6 following conditions apply:

7       (a) The travel is required by legal mandate or court order or  
8 for law enforcement purposes.

9       (b) The travel is necessary to protect the health or safety of  
10 Michigan citizens or visitors or to assist other states in similar  
11 circumstances.

12       (c) The travel is necessary to produce budgetary savings or to  
13 increase state revenues, including protecting existing federal  
14 funds or securing additional federal funds.

15       (d) The travel is necessary to comply with federal  
16 requirements.

17       (e) The travel is necessary to secure specialized training for  
18 staff that is not available within this state.

19       (f) The travel is financed entirely by federal or nonstate  
20 funds.

21       (2) Not later than January 1 of each year, each department  
22 shall prepare a travel report listing all travel by classified and  
23 unclassified employees outside this state in the immediately  
24 preceding fiscal year that was funded in whole or in part with  
25 funds appropriated in the department's budget. The report shall be  
26 submitted to the senate and house of representatives standing  
27 committees on appropriations, the senate and house fiscal agencies,  
28 and the state budget director. The report shall include the  
29 following information:

1 (a) The name of each person receiving reimbursement for travel  
2 outside this state or whose travel costs were paid by this state.

3 (b) The destination of each travel occurrence.

4 (c) The dates of each travel occurrence.

5 (d) A brief statement of the reason for each travel  
6 occurrence.

7 (e) The transportation and related costs of each travel  
8 occurrence, including the proportion funded with state general  
9 fund/general purpose revenues, the proportion funded with state  
10 restricted revenues, the proportion funded with federal revenues,  
11 and the proportion funded with other revenues.

12 (f) A total of all out-of-state travel funded for the  
13 immediately preceding fiscal year.

14 Sec. 228. Funds appropriated in part 1 shall not be used by a  
15 principal executive department, state agency, or authority to hire  
16 a person to provide legal services that are the responsibility of  
17 the attorney general. This prohibition does not apply to legal  
18 services for bonding activities and for those activities that the  
19 attorney general authorizes.

20 Sec. 232. (1) In addition to the funds appropriated in part 1,  
21 there is appropriated an amount not to exceed \$10,000,000.00 for  
22 federal contingency funds. These funds are not available for  
23 expenditure until they have been transferred to another line item  
24 in this bill under section 393(2) of the management and budget act,  
25 1984 PA 431, MCL 18.1393.

26 (2) In addition to the funds appropriated in part 1, there is  
27 appropriated an amount not to exceed \$2,000,000.00 for state  
28 restricted contingency funds. These funds are not available for  
29 expenditure until they have been transferred to another line item

1 in this bill under section 393(2) of the management and budget act,  
2 1984 PA 431, MCL 18.1393.

3 (3) In addition to the funds appropriated in part 1, there is  
4 appropriated an amount not to exceed \$100,000.00 for local  
5 contingency funds. These funds are not available for expenditure  
6 until they have been transferred to another line item in this bill  
7 under section 393(2) of the management and budget act, 1984 PA 431,  
8 MCL 18.1393.

9 (4) In addition to the funds appropriated in part 1, there is  
10 appropriated an amount not to exceed \$100,000.00 for private  
11 contingency funds. These funds are not available for expenditure  
12 until they have been transferred to another line item in this bill  
13 under section 393(2) of the management and budget act, 1984 PA 431,  
14 MCL 18.1393.

15

16 **HEADQUARTERS AND ARMORIES**

17 Sec. 302. (1) The funds appropriated in this bill for private  
18 donations to the challenge program shall be considered state  
19 restricted revenue, and unexpended funds remaining at the close of  
20 the fiscal year shall not lapse to the general fund but shall be  
21 carried forward to the subsequent fiscal year.

22 (2) The department may charge a parent or guardian of a  
23 participant in the challenge program a fee for participating in the  
24 program if the participant is a member of a family with an income  
25 that exceeds 200% of the federal poverty guidelines as published by  
26 the United States department of health and human services. The  
27 amount charged the parent or guardian shall not exceed the per-  
28 student state share cost of administering the program. The parent

1 or guardian shall be notified of any charge to be assessed under  
2 this subsection prior to enrollment of the child in the program.

3 (3) The department shall take steps to recruit candidates to  
4 the challenge program from economically disadvantaged areas,  
5 including those with low-income and high-unemployment backgrounds.

6 Sec. 304. The department shall partner with the department of  
7 human services to identify youth who may be eligible for the  
8 challenge program from those youth served by department of human  
9 services programs. These eligible youth shall be given priority for  
10 enrollment in the program.

11

12 **VETERANS SERVICE ORGANIZATIONS**

13 Sec. 501. (1) Money appropriated in part 1 for grants to  
14 veterans service organizations shall be used only for salaries,  
15 wages, related personnel costs, training, and equipment for  
16 accredited veteran service advocacy officers and necessary support  
17 and managerial staff. Training shall be provided for service  
18 advocacy officers and shall be conducted by accredited advocacy  
19 officers.

20 (2) To receive a grant from the money appropriated in part 1,  
21 a veterans service organization shall meet the following  
22 eligibility requirements:

23 (a) Be congressionally chartered by the United States  
24 congress.

25 (b) Be an active participating member of the Michigan veterans  
26 organizations' rehabilitation and veterans service committee and  
27 abide by its rules, guidelines, and programs.

28 (c) Demonstrate the receipt of monetary or service support  
29 from its own organization.

1 (d) Comply with the department's and the legislature's  
2 requirements of accounting audits, service work activity,  
3 accounting of recoveries, listing of volunteer hours, budget  
4 requests, and other requirements specified in subsection (3).

5 (e) For a veterans service organization founded after  
6 September 30, 1989, be in operation and providing service to  
7 Michigan veterans for not less than 2 years before receiving an  
8 initial state grant. During this 2-year period of time, the  
9 organization shall file a listing of service work activity and an  
10 accounting of recoveries with the department, the senate and house  
11 fiscal agencies, the senate and house of representatives  
12 appropriations subcommittees on military affairs, and the state  
13 budget office on forms as prescribed by the department.

14 (3) A veterans service organization receiving a grant from the  
15 money appropriated in part 1 shall file with the department an  
16 accounting of its expenditures, audited and certified by a  
17 certified public accountant, within 120 days after the  
18 organization's fiscal year end. Each organization shall provide a  
19 detailed budget request for the fiscal year ending September 30,  
20 2011 to the department by November 15, 2009. Each veterans service  
21 organization shall provide 5 copies of a listing of all service  
22 activity, an accounting of recoveries, and a listing of volunteer  
23 hours for the fiscal year ending September 30, 2009 to the  
24 department by January 31, 2010. Each organization shall include a  
25 listing of expenditures by spending category, including a listing  
26 of individual salaries of each officer and administrative staff.  
27 The listing of volunteer hours shall include the hours, services,  
28 and donations provided to residents of the Grand Rapids veterans'  
29 home and the D.J. Jacobetti veterans' home. Each veterans service

1 organization shall provide a copy of the most recent and completed  
2 internal revenue service form 990 to the department at the end of  
3 the fiscal year ending September 30, 2009. A veterans service  
4 organization receiving a grant from the money appropriated in part  
5 1 shall use the forms recommended by the Michigan veterans  
6 organizations rehabilitation and veterans service committee for  
7 filing reports required by this bill. The department shall forward  
8 information required under this section to the senate and house  
9 fiscal agencies, the senate and house of representatives  
10 appropriations subcommittees on military affairs, and the state  
11 budget office.

12 (4) The veterans service directors committee and the  
13 department shall take steps to improve the coordination of veterans  
14 benefits counseling in the state to maximize the effective and  
15 efficient use of taxpayer dollars in this goal and to ensure that  
16 every veteran is served.

17 (5) To accomplish the goal of subsection (4), the veterans  
18 service directors committee and the department shall take steps to  
19 increase their responsibility in the administration, management,  
20 oversight, and outreach of the delivery of services to veterans.  
21 The veterans service directors committee and the department shall  
22 involve county veterans counselors and representatives from the  
23 Michigan veterans trust fund to work in concert to identify,  
24 implement, and evaluate steps to do all of the following:

25 (a) Increase the veterans service directors committee and the  
26 department's role in working directly with the United States  
27 department of veterans' affairs to enhance the delivery of services  
28 to Michigan veterans.

1 (b) Increase the number of initial claims filed with the  
2 United States department of veterans' affairs on behalf of veterans  
3 for service-connected disability or pension benefits. The veterans  
4 service directors committee and the department may work toward  
5 either an absolute increase of approved claims or an increase in  
6 the percentage of Michigan veterans with approved claims.

7 (c) Develop methods to increase rates of recovery paid by the  
8 United States department of veterans' affairs to Michigan veterans  
9 either by an increase in compensation paid per approved claim or  
10 increase in compensation paid on a per capita basis.

11 (d) Expand training opportunities for veterans service  
12 organization service officers.

13 (e) Increase either the number or percentage of Michigan  
14 veterans enrolled in the VA health care system.

15 (f) Publicize the availability, benefit, and value of burial  
16 in the Fort Custer and Great Lakes national cemeteries.

17 (g) Review each grant recipient's performance under the  
18 program and require that performance be a major consideration in  
19 the future funding of each grant recipient.

20 (h) Identify areas of redundancy which may exist among  
21 services provided by veterans service organizations grantees,  
22 Michigan veterans trust fund county committees, and county veterans  
23 counselors and provide a proposal on how any redundancies may be  
24 minimized and identify specific cost savings which could result.

25  
26 **VETERANS' HOMES**

27 Sec. 603. The money appropriated in this bill for the boards  
28 of managers may be expended for facility improvements, the purchase  
29 and repair of equipment and furnishings, member services, and other

1 purposes that benefit the Grand Rapids veterans' home and the D.J.  
2 Jacobetti veterans' home.

3

4 **VETERANS' TRUST FUND**

5 Sec. 703. By April 1, 2010, the department shall submit to the  
6 senate and house of representatives appropriations subcommittees on  
7 military affairs and the state budget office a detailed annual  
8 report of the Michigan veterans' trust fund for fiscal year 2008-  
9 2009. The report shall include information on grants provided from  
10 the emergency grant program, including details concerning the  
11 methodology of allocations, the selection of emergency grant  
12 program authorized agents, and a detailed breakdown of trust fund  
13 expenditures for that year. The report shall also provide an update  
14 on the department's efforts to reduce program administrative costs  
15 and restore the Michigan veterans' trust fund corpus to its  
16 original amount of \$50,000,000.00.

17

18 **CAPITAL OUTLAY**

19 Sec. 801. The appropriations in part 1 for the department of  
20 military and veterans affairs design and construction projects are  
21 contingent upon the availability of federal and state restricted  
22 funds for financing.

23 Sec. 802. (1) The director shall allocate lump-sum  
24 appropriations made in this bill consistent with statutory  
25 provisions and the purposes for which funds were appropriated.  
26 Lump-sum allocations shall address priority program or facility  
27 needs and may include, but are not limited to, design,  
28 construction, remodeling and addition, special maintenance, major  
29 special maintenance, energy conservation, and demolition.

1           (2) The state budget director may authorize that funds  
2 appropriated for lump-sum appropriations shall be available for no  
3 more than 3 fiscal years following the fiscal year in which the  
4 original appropriation was made. Any remaining balance from  
5 allocations made in this section shall lapse to the fund from which  
6 it was appropriated pursuant to the lapsing of funds as provided in  
7 the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

8           Sec. 803. The appropriations in part 1 for capital outlay  
9 shall be carried forward at the end of the fiscal year consistent  
10 with section 248 of the management and budget act, 1984 PA 431, MCL  
11 18.1248.

12