

**DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES**

HOUSE <b>FISCAL</b> AGENCY	Analyst: Paul B.A. Holland pholland@house.mi.gov Phone: (517) 373-5369	Funding Source	FY 2015-16 Year-to-Date (02/10/16)	Changes from FY 2015-16 YTD				FY 2016-17 Appropriated Amounts			
				Executive				Executive			
<b>Sec. 101. APPROPRIATION SUMMARY</b>		FTE (Uncl)	6.0	0.0	0.0	0.0	0.0	6.0	6.0	6.0	6.0
		FTE	337.0	0.0	0.0	0.0	0.0	337.0	337.0	337.0	337.0
		<b>Gross</b>	<b>\$65,057,700</b>	<b>\$1,249,500</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$66,307,200</b>	<b>\$65,057,700</b>	<b>\$65,057,700</b>	<b>\$65,057,700</b>
		IDG/IDT	\$707,600	\$0	\$0	\$0	\$0	\$707,600	\$707,600	\$707,600	\$707,600
		Federal	\$2,000,000	\$0	\$0	\$0	\$0	\$2,000,000	\$2,000,000	\$2,000,000	\$2,000,000
		Local	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
		Private	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
		Restricted	\$62,200,100	\$1,249,500	\$0	\$0	\$0	\$63,449,600	\$62,200,100	\$62,200,100	\$62,200,100
		GF/GP	\$150,000	\$0	\$0	\$0	\$0	\$150,000	\$150,000	\$150,000	\$150,000
<b>Sec. 102. DEPARTMENT SERVICES</b>		FTE (Uncl)	6.0	0.0	0.0	0.0	0.0	6.0	6.0	6.0	6.0
		FTE	23.0	0.0	0.0	0.0	0.0	23.0	23.0	23.0	23.0
		<b>Gross</b>	<b>\$8,857,600</b>	<b>\$308,300</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$9,165,900</b>	<b>\$8,857,600</b>	<b>\$8,857,600</b>	<b>\$8,857,600</b>
		IDG/IDT	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
		Federal	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
		Local	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
		Private	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
		Restricted	\$8,707,600	\$308,300	\$0	\$0	\$0	\$9,015,900	\$8,707,600	\$8,707,600	\$8,707,600
		GF/GP	\$150,000	\$0	\$0	\$0	\$0	\$150,000	\$150,000	\$150,000	\$150,000
<b>Unclassified Salaries</b>		FTE (Uncl)	6.0					6.0	6.0	6.0	6.0
		<b>Gross</b>	<b>\$728,300</b>	<b>\$18,200</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$746,500</b>	<b>\$728,300</b>	<b>\$728,300</b>	<b>\$728,300</b>
		IDG/IDT	\$0					\$0	\$0	\$0	\$0
		Federal	\$0					\$0	\$0	\$0	\$0
		Local	\$0					\$0	\$0	\$0	\$0
		Private	\$0					\$0	\$0	\$0	\$0
		Restricted	\$728,300	\$18,200				\$746,500	\$728,300	\$728,300	\$728,300
		GF/GP	\$0					\$0	\$0	\$0	\$0
<b>Fund Shift - align US with operations</b>		<b>Gross</b>		<b>\$0</b>							
		Restricted		\$0							
<b>Economics Adjustments</b>		<b>Gross</b>		<b>\$18,200</b>							
		Restricted		\$18,200							
<b>Executive Director Programs</b>		FTE	4.0					4.0	4.0	4.0	4.0
		<b>Gross</b>	<b>\$1,084,300</b>	<b>\$24,900</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,109,200</b>	<b>\$1,084,300</b>	<b>\$1,084,300</b>	<b>\$1,084,300</b>
		IDG/IDT	\$0					\$0	\$0	\$0	\$0
		Federal	\$0					\$0	\$0	\$0	\$0
		Local	\$0					\$0	\$0	\$0	\$0
		Private	\$0					\$0	\$0	\$0	\$0
		Restricted	\$934,300	\$24,900				\$959,200	\$934,300	\$934,300	\$934,300
		GF/GP	\$150,000					\$150,000	\$150,000	\$150,000	\$150,000
<b>Fund Shift - align EDP with operations</b>		<b>Gross</b>		<b>\$0</b>							
		Restricted		\$0							

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	Funding Source	FY 2015-16 Year-to-Date (02/10/16)	Changes from FY 2015-16 YTD				FY 2016-17 Appropriated Amounts			
			Executive				Executive			
<b>Economics Adjustments</b>	<b>Gross</b> Restricted		\$24,900 \$24,900							
<b>Department Services</b>	FTE	19.0					19.0	19.0	19.0	19.0
	<b>Gross</b>	\$3,802,100	(\$71,400)	\$0	\$0	\$0	\$3,730,700	\$3,802,100	\$3,802,100	\$3,802,100
	IDG/IDT	\$0					\$0	\$0	\$0	\$0
	Federal	\$0					\$0	\$0	\$0	\$0
	Local	\$0					\$0	\$0	\$0	\$0
	Private	\$0					\$0	\$0	\$0	\$0
	Restricted	\$3,802,100	(\$71,400)				\$3,730,700	\$3,802,100	\$3,802,100	\$3,802,100
	GF/GP	\$0					\$0	\$0	\$0	\$0
<b>Fund Shift - align DS with operations</b>	<b>Gross</b> Restricted		\$0 \$0							
<b>Decrs Auth - end of 2010 early-out payouts</b>	<b>Gross</b> Restricted		(\$136,700) (\$136,700)							
<b>Economics Adjustments</b>	<b>Gross</b> Restricted		\$65,300 \$65,300							
<b>Property Management</b>	FTE	0.0					0.0	0.0	0.0	0.0
	<b>Gross</b>	\$869,300	\$306,400	\$0	\$0	\$0	\$1,175,700	\$869,300	\$869,300	\$869,300
	IDG/IDT	\$0					\$0	\$0	\$0	\$0
	Federal	\$0					\$0	\$0	\$0	\$0
	Local	\$0					\$0	\$0	\$0	\$0
	Private	\$0					\$0	\$0	\$0	\$0
	Restricted	\$869,300	\$306,400				\$1,175,700	\$869,300	\$869,300	\$869,300
	GF/GP	\$0					\$0	\$0	\$0	\$0
<b>Fund Shift - align PM with operations</b>	<b>Gross</b> Restricted		\$0 \$0							
<b>Economics Adjustments</b>	<b>Gross</b> Restricted		\$306,400 \$306,400							
<b>Worker's Compensation</b>	FTE	0.0					0.0	0.0	0.0	0.0
	<b>Gross</b>	\$5,200	\$0	\$0	\$0	\$0	\$5,200	\$5,200	\$5,200	\$5,200
	IDG/IDT	\$0					\$0	\$0	\$0	\$0
	Federal	\$0					\$0	\$0	\$0	\$0
	Local	\$0					\$0	\$0	\$0	\$0
	Private	\$0					\$0	\$0	\$0	\$0
	Restricted	\$5,200					\$5,200	\$5,200	\$5,200	\$5,200
	GF/GP	\$0					\$0	\$0	\$0	\$0

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	Funding Source	FY 2015-16 Year-to-Date (02/10/16)	Changes from FY 2015-16 YTD				FY 2016-17 Appropriated Amounts			
			Executive				Executive			
<b>Administrative Hearings</b>	FTE	0.0					0.0	0.0	0.0	0.0
	<b>Gross</b>	<b>\$182,500</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$182,500</b>	<b>\$182,500</b>	<b>\$182,500</b>	<b>\$182,500</b>
	IDG/IDT	\$0					\$0	\$0	\$0	\$0
	Federal	\$0					\$0	\$0	\$0	\$0
	Local	\$0					\$0	\$0	\$0	\$0
	Private	\$0					\$0	\$0	\$0	\$0
	Restricted	\$182,500					\$182,500	\$182,500	\$182,500	\$182,500
	GF/GP	\$0					\$0	\$0	\$0	\$0
<b>Information Technology Services and Projects</b>	FTE	0.0					0.0	0.0	0.0	0.0
	<b>Gross</b>	<b>\$2,185,900</b>	<b>\$30,200</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$2,216,100</b>	<b>\$2,185,900</b>	<b>\$2,185,900</b>	<b>\$2,185,900</b>
	IDG/IDT	\$0					\$0	\$0	\$0	\$0
	Federal	\$0					\$0	\$0	\$0	\$0
	Local	\$0					\$0	\$0	\$0	\$0
	Private	\$0					\$0	\$0	\$0	\$0
	Restricted	\$2,185,900	\$30,200				\$2,216,100	\$2,185,900	\$2,185,900	\$2,185,900
	GF/GP	\$0					\$0	\$0	\$0	\$0
<b>Fund Shift - align IT with operations</b>	<b>Gross</b>		<b>\$0</b>							
	Restricted		\$0							
<b>Decrs Auth - end of 2010 early-out payouts</b>	<b>Gross</b>		<b>(\$1,800)</b>							
	Restricted		(\$1,800)							
<b>Economics Adjustments</b>	<b>Gross</b>		<b>\$32,000</b>							
	Restricted		\$32,000							
<b>Sec. 103. INSURANCE AND FINANCIAL SERVICES REGULATION</b>	FTE	314.0	0.0	0.0	0.0	0.0	314.0	314.0	314.0	314.0
	<b>Gross</b>	<b>\$56,200,100</b>	<b>\$941,200</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$57,141,300</b>	<b>\$56,200,100</b>	<b>\$56,200,100</b>	<b>\$56,200,100</b>
	IDG/IDT	\$707,600	\$0	\$0	\$0	\$0	\$707,600	\$707,600	\$707,600	\$707,600
	Federal	\$2,000,000	\$0	\$0	\$0	\$0	\$2,000,000	\$2,000,000	\$2,000,000	\$2,000,000
	Local	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	Private	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	Restricted	\$53,492,500	\$941,200	\$0	\$0	\$0	\$54,433,700	\$53,492,500	\$53,492,500	\$53,492,500
	GF/GP	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>Insurance Evaluation</b>	FTE	54.0					54.0	54.0	54.0	54.0
	<b>Gross</b>	<b>\$12,732,300</b>	<b>\$176,600</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$12,908,900</b>	<b>\$12,732,300</b>	<b>\$12,732,300</b>	<b>\$12,732,300</b>
	IDG/IDT	\$0					\$0	\$0	\$0	\$0
	Federal	\$0					\$0	\$0	\$0	\$0
	Local	\$0					\$0	\$0	\$0	\$0
	Private	\$0					\$0	\$0	\$0	\$0
	Restricted	\$12,732,300	\$176,600				\$12,908,900	\$12,732,300	\$12,732,300	\$12,732,300
	GF/GP	\$0					\$0	\$0	\$0	\$0

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			Executive				Executive			
<b>Fund Shift - align IE with operations</b>	<b>Gross</b> Restricted		\$0 \$0							
<b>Economics Adjustments</b>	<b>Gross</b> Restricted		\$176,600 \$176,600							
<b>Insurance Rates and Forms</b>	FTE <b>Gross</b> IDG/IDT Federal Local Private Restricted GF/GP	30.0 \$5,840,400 \$0 \$2,000,000 \$0 \$0 \$3,840,400 \$0	\$102,100 \$0 \$0 \$0 \$102,100 \$0	\$0 \$0 \$0 \$0 \$0 \$0	\$0 \$0 \$0 \$0 \$0 \$0	\$0 \$0 \$0 \$0 \$0 \$0	30.0 \$5,942,500 \$0 \$2,000,000 \$0 \$0 \$3,942,500 \$0	30.0 \$5,840,400 \$0 \$2,000,000 \$0 \$0 \$3,840,400 \$0	\$5,840,400 \$0 \$2,000,000 \$0 \$0 \$3,840,400 \$0	30.0 \$5,840,400 \$0 \$2,000,000 \$0 \$0 \$3,840,400 \$0
<b>Economics Adjustments</b>	<b>Gross</b> Restricted		\$102,100 \$102,100							
<b>Financial Institutions Evaluation</b>	FTE <b>Gross</b> IDG/IDT Federal Local Private Restricted GF/GP	132.0 \$23,810,300 \$707,600 \$0 \$0 \$0 \$23,102,700 \$0	\$402,500 \$0 \$0 \$0 \$402,500 \$0	\$0 \$0 \$0 \$0 \$0 \$0	\$0 \$0 \$0 \$0 \$0 \$0	\$0 \$0 \$0 \$0 \$0 \$0	132.0 \$24,212,800 \$707,600 \$0 \$0 \$0 \$23,505,200 \$0	132.0 \$23,810,300 \$707,600 \$0 \$0 \$0 \$23,102,700 \$0	\$23,810,300 \$707,600 \$0 \$0 \$0 \$23,102,700 \$0	132.0 \$23,810,300 \$707,600 \$0 \$0 \$0 \$23,102,700 \$0
<b>Fund Shift - align FIE with operations</b>	<b>Gross</b> Restricted		\$0 \$0							
<b>Economics Adjustments</b>	<b>Gross</b> Restricted		\$402,500 \$402,500							
<b>Regulatory Compliance, Market Conduct, and Licensing</b>	FTE <b>Gross</b> IDG/IDT Federal Local Private Restricted GF/GP	34.0 \$5,350,300 \$0 \$0 \$0 \$0 \$5,350,300 \$0	\$131,700 \$0 \$0 \$0 \$131,700 \$0	\$0 \$0 \$0 \$0 \$0 \$0	\$0 \$0 \$0 \$0 \$0 \$0	\$0 \$0 \$0 \$0 \$0 \$0	34.0 \$5,482,000 \$0 \$0 \$0 \$0 \$5,482,000 \$0	34.0 \$5,350,300 \$0 \$0 \$0 \$0 \$5,350,300 \$0	\$5,350,300 \$0 \$0 \$0 \$0 \$5,350,300 \$0	34.0 \$5,350,300 \$0 \$0 \$0 \$0 \$5,350,300 \$0
<b>Fund Shift - align RCML with operations</b>	<b>Gross</b> Restricted		\$0 \$0							

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			Executive				Executive			
Economics Adjustments	Gross Restricted		\$131,700 \$131,700							
Consumer Services and Protection	FTE	64.0					64.0	64.0	64.0	64.0
	Gross	\$8,466,800	\$128,300	\$0	\$0	\$0	\$8,595,100	\$8,466,800	\$8,466,800	\$8,466,800
	IDG/IDT	\$0					\$0	\$0	\$0	\$0
	Federal	\$0					\$0	\$0	\$0	\$0
	Local	\$0					\$0	\$0	\$0	\$0
	Private	\$0					\$0	\$0	\$0	\$0
	Restricted	\$8,466,800	\$128,300				\$8,595,100	\$8,466,800	\$8,466,800	\$8,466,800
	GF/GP	\$0					\$0	\$0	\$0	\$0
Fund Shift - align CSP with operations	Gross Restricted		\$0 \$0							
Economics Adjustments	Gross Restricted		\$128,300 \$128,300							

"Economics Adjustment" reflects net cost adjustments for negotiated salary and wage increases, insurance rates, actuarially-determined retirement benefits, other post-employment benefits prefunding, workers' compensation claims, property management charges, and other incidental adjustments.

**DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES**

FY 2015-16 Current Law	FY 2016-17			
	Executive			
PART 2 PROVISIONS CONCERNING APPROPRIATIONS FOR FISCAL YEAR 2015-2016	PART 2 PROVISIONS CONCERNING APPROPRIATIONS FOR FISCAL YEAR <del>2015-2016</del> <b>2017</b>			
<u>GENERAL SECTIONS</u>	<u>GENERAL SECTIONS</u>			
<p><b><i>State Spending From State Resources and Payments to Local Units of Government</i></b></p> <p>Sec. 201. In accordance with the provisions of section 30 of article IX of the state constitution of 1963, total state spending from state resources in this part and part 1 for the fiscal year ending September 30, 2016 is \$62,350,100.00 and state appropriations paid to local units of government are \$0.</p>	<p><b><i>State Spending From State Resources and Payments to Local Units of Government</i></b></p> <p>Sec. <del>9-201. In accordance with the provisions of</del> <b>PURSUANT TO</b> section 30 of article IX of the state constitution of 1963, total state spending from state resources <del>in this part and</del> <b>UNDER</b> part 1 for the fiscal year ending September 30, <del>2016</del> <b>2016-2017</b> is <del>\$62,350,100.00</del> <b>\$63,599,600</b> and state appropriations <b>SPENDING FROM STATE RESOURCES TO BE</b> paid to local units of government <b>FOR FISCAL YEAR 2016-2017</b> are <b>IS</b> \$0.</p>			
<p><b><i>Applicability of Management and Budget Act</i></b></p> <p>Sec. 202. The appropriations made and expenditures authorized under this part and part 1 and the departments, commissions, boards, offices, and programs for which appropriations are made under this part are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.</p>	<p><b><i>Applicability of Management and Budget Act</i></b></p> <p>Sec. <del>9-202. The appropriations made and expenditures authorized under this part and part 1</del> <b>ARTICLE</b> and the departments, commissions, boards, offices, and programs <del>for which appropriations are made under this part</del> are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.</p>			
<p><b><i>Definitions</i></b></p> <p>Sec. 203. As used in this part and part 1:</p>	<p><b><i>Definitions</i></b></p> <p>Sec. <del>9-203. As used in this part and part 1</del></p>			

<p>(a) "Department" means the department of insurance and financial services.</p> <p>(b) "Director" means the director of the department.</p> <p>(c) "Fiscal agencies" means Michigan house fiscal agency and Michigan senate fiscal agency.</p> <p>(d) "FTE" means full-time equated.</p> <p>(e) "IDG" means interdepartmental grant.</p> <p>(f) "LARA" means the department of licensing and regulatory affairs.</p> <p>(g) "MBLSLA fund" means the restricted account established under section 8 of the mortgage brokers, lenders, and servicers licensing act, 1987 PA 173, MCL 445.1658.</p> <p>(h) "Subcommittees" means all members of the subcommittees of the house and senate appropriations committees with jurisdiction over the budget for the department.</p>	<p><b>ARTICLE:</b></p> <p>(a) "Department" means the department of insurance and financial services.</p> <p>(b) "Director" means the director of the department.</p> <p><del>(c) "Fiscal agencies" means Michigan house fiscal agency and Michigan senate fiscal agency.</del></p> <p><del>(d) (C) "FTE" means full-time equated.</del></p> <p><del>(e) (D) "IDG" means interdepartmental grant.</del></p> <p><del>(f) (E) "LARA" means the department of licensing and regulatory affairs.</del></p> <p><del>(g) (F) "MBLSLA fund" means the restricted account established under section 8 of the mortgage brokers, lenders, and servicers licensing act, 1987 PA 173, MCL 445.1658.</del></p> <p><del>(h) "Subcommittees" means all members of the subcommittees of the house and senate appropriations committees with jurisdiction over the budget for the department.</del></p>			
<p><b><i>Metrics for New Programs or Program Enhancements</i></b></p> <p>Sec. 205. In addition to the metrics required under section 447 of the management and budget act, 1984 PA 431, MCL 18.1447, for each new program or program enhancement for which funds in excess of \$500,000.00 are appropriated in part 1, the department shall provide not later than November 1 a list of program-specific metrics intended to measure its performance based on a return on taxpayer investment. The department shall deliver the program-specific metrics to members of the senate and house subcommittees that have subject matter jurisdiction for this budget, fiscal agencies, and the state budget director. The department shall</p>	<p><b><i>Metrics for New Programs or Program Enhancements</i></b></p> <p><del>Sec. 205. In addition to the metrics required under section 447 of the management and budget act, 1984 PA 431, MCL 18.1447, for each new program or program enhancement for which funds in excess of \$500,000.00 are appropriated in part 1, the department shall provide not later than November 1 a list of program-specific metrics intended to measure its performance based on a return on taxpayer investment. The department shall deliver the program-specific metrics to members of the senate and house subcommittees that have subject matter jurisdiction for this budget, fiscal agencies, and the state budget director. The department shall</del></p>			

<p>provide an update on its progress in tracking program-specific metrics and the status of program success at an appropriations subcommittee meeting called for by the subcommittee chair.</p>	<p><del>provide an update on its progress in tracking program-specific metrics and the status of program success at an appropriations subcommittee meeting called for by the subcommittee chair.</del></p>			
<p><b><i>Internet Reporting Requirements</i></b></p> <p>Sec. 208. The departments and agencies receiving appropriations in this part and part 1 shall use the Internet to fulfill the reporting requirements of this part. This requirement may include transmission of reports via electronic mail to the recipients identified for each reporting requirement, or it may include placement of reports on an Internet or Intranet site.</p>	<p><b><i>Internet Reporting Requirements</i></b></p> <p>Sec. <del>208</del> <b>9-204</b>. The departments and agencies receiving appropriations in <del>this part and</del> part 1 shall use the Internet to fulfill the reporting requirements of this <del>part</del> <b>ARTICLE</b>. This requirement may include transmission of reports via electronic mail to the recipients identified for each reporting requirement, or it may include placement of reports on an Internet or Intranet site.</p>			
<p><b><i>Buy American and Buy Michigan</i></b></p> <p>Sec. 209. Funds appropriated in this part and part 1 shall not be used for the purchase of foreign goods or services, or both, if competitively priced and of comparable quality American goods or services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference shall be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.</p>	<p><b><i>Buy American and Buy Michigan</i></b></p> <p>Sec. <del>209</del> <b>9-205</b>. Funds appropriated in <del>this part and</del> part 1 shall not be used for the purchase of foreign goods or services, or both, if competitively priced and of comparable quality American goods or services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference shall be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.</p>			
<p><b><i>Deprived and Depressed Communities</i></b></p> <p>Sec. 210. The director shall take all reasonable steps to ensure businesses in</p>	<p><b><i>Deprived and Depressed Communities</i></b></p> <p>Sec. <del>210</del> <b>9-206</b>. The director shall take all reasonable steps to ensure businesses in</p>			

<p>deprived and depressed communities compete for and perform contracts to provide services or supplies, or both. The director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.</p>	<p>deprived and depressed communities compete for and perform contracts to provide services or supplies, or both. <del>The</del> <b>EACH</b> director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.</p>			
<p><b>Record Retention</b></p> <p>Sec. 212. The department and agencies receiving appropriations in this part and part 1 shall receive and retain copies of all reports funded from appropriations in this part and part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The department may electronically retain copies or reports unless otherwise required by federal and state guidelines.</p>	<p><b>Record Retention</b></p> <p><del>Sec. 212. The department and agencies receiving appropriations in this part and part 1 shall receive and retain copies of all reports funded from appropriations in this part and part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The department may electronically retain copies or reports unless otherwise required by federal and state guidelines.</del></p>			
<p><b>Communications with the Legislature</b></p> <p>Sec. 215. The department shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.</p>	<p><b>Communications with the Legislature</b></p> <p><del>Sec. 215. The department shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff.</del></p>			
<p><b>General Fund/General Purpose Lapse Report</b></p> <p>Sec. 216. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report must summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be</p>	<p><b>General Fund/General Purpose Lapse Report</b></p> <p>Sec. <del>216</del> <b>9-209</b>. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report must summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be</p>			

<p>transmitted to the chairpersons of the senate and house appropriations committees and the fiscal agencies.</p>	<p>transmitted to the chairpersons of the senate and house appropriations committees, and the <b>SENATE AND HOUSE</b> fiscal agencies.</p>			
<p><b><i>Out-of-State Travel Report</i></b></p> <p>Sec. 218. The departments and agencies receiving appropriations in this part and part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report must list 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 house and senate appropriations committees, the fiscal agencies, and the state budget director. The report must include the following information:</p> <p>(a) The dates of each travel occurrence.</p> <p>(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.</p>	<p><b><i>Out-of-State Travel Report</i></b></p> <p>Sec. <del>218</del> <b>9-207</b>. The departments and agencies receiving appropriations in <del>this part and</del> part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report <del>must list</del> <b>SHALL BE A LISTING OF</b> 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 <del>house and</del> senate <b>AND HOUSE</b> appropriations committees, the <b>HOUSE AND SENATE</b> fiscal agencies, and the state budget director. The report <del>must</del> <b>SHALL</b> include the following information:</p> <p>(a) The dates of each travel occurrence.</p> <p>(b) The <del>total</del> 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.</p>			
<p><b><i>Office Space Consolidation Plan</i></b></p> <p>Sec. 219. No later than April 1, the department shall submit to the subcommittees and the fiscal agencies a report pertaining to the following information:</p> <p>(a) The amount, in square footage, of office space paid for with the appropriation in</p>	<p><b><i>Office Space Consolidation Plan</i></b></p> <p>Sec. <del>219</del>. No later than April 1, the department shall submit to the subcommittees and the fiscal agencies a report pertaining to the following information:</p> <p><del>(a) The amount, in square footage, of office space paid for with the appropriation in</del></p>			

<p>this part and part 1 for both state-owned and leased office space, respectively, during the previous fiscal year.</p> <p>(b) The amount, in square footage, of office space actually utilized by the department for both state-owned and leased office space, respectively, during the previous fiscal year.</p> <p>(c) The amount of office space the department estimates will be utilized during the current and subsequent fiscal years.</p>	<p><del>this part and part 1 for both state-owned and leased office space, respectively, during the previous fiscal year.</del></p> <p><del>(b) The amount, in square footage, of office space actually utilized by the department for both state-owned and leased office space, respectively, during the previous fiscal year.</del></p> <p><del>(c) The amount of office space the department estimates will be utilized during the current and subsequent fiscal years.</del></p>			
<p><b><i>Prohibits Purchase of Legal Services</i></b></p> <p>Sec. 221. Funds appropriated in this part and part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.</p>	<p><b><i>Prohibits Purchase of Legal Services</i></b></p> <p>Sec. <del>221</del> <b>9-208</b>. Funds appropriated in this <del>part and</del> part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.</p>			
<p><b><i>Contingency Funds</i></b></p> <p>Sec. 223. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$1,000,000.00 for federal contingency funds.</p> <p>(2) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$5,000,000.00 for state restricted contingency funds.</p> <p>(3) Funds appropriated pursuant to this section are not available for expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA</p>	<p><b><i>Contingency Funds</i></b></p> <p>Sec. <del>223</del> <b>9-210</b>. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$1,000,000.00 for federal contingency funds. <b>THESE FUNDS ARE NOT AVAILABLE FOR EXPENDITURE UNTIL THEY HAVE BEEN TRANSFERRED TO ANOTHER LINE ITEM IN THIS ARTICLE UNDER SECTION 393(2) OF THE MANAGEMENT AND BUDGET ACT, 1984 PA 431, MCL 18.1393.</b></p> <p>(2) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$5,000,000.00 for state restricted contingency funds. <b>THESE FUNDS</b></p>			

<p>431, MCL 18.1393.</p>	<p><b>ARE NOT AVAILABLE FOR EXPENDITURE UNTIL THEY HAVE BEEN TRANSFERRED TO ANOTHER LINE ITEM IN THIS ARTICLE UNDER SECTION 393(2) OF THE MANAGEMENT AND BUDGET ACT, 1984 PA 431, MCL 18.1393.</b>  <del>(3) Funds appropriated pursuant to this section are not available for expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.</del></p>			
<p><b><i>Increased Payment Options</i></b></p> <p>Sec. 228. Unless prohibited by law, the department may accept credit card or other electronic means of payment for licenses, fees, or permits.</p>	<p><b><i>Increased Payment Options</i></b></p> <p>Sec. <del>228</del> <b>9-215</b>. Unless prohibited by law, the department may accept credit card or other electronic means of payment for licenses, fees, or permits.</p>			
<p><b><i>Department Scorecard Website and Health Insurance Rate Filings Report</i></b></p> <p>Sec. 229. (1) 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 department's performance.  (2) The department shall provide a report to the legislature based on the annual rate filings from health insurance issuers that includes all of the following:  (a) The number that are approved by the department.  (b) The number that are denied by the department.  (c) The percentage of rate filings processed within the applicable statutory time frames.  (d) The average number of calendar days to process rate filings.</p>	<p><b><i>Department Scorecard Website and Health Insurance Rate Filings Report</i></b></p> <p>Sec. <del>229</del> <b>9-213</b>. (1) 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 department's performance.  (2) The department shall provide a report to the legislature based on the annual rate filings from health insurance issuers that includes all of the following:  (a) The number that are <del>approved by the department</del> <b>WITHIN THE APPLICABLE STATUTORY TIME FRAMES</b>.  (b) The <del>number that are denied by the department</del> <b>AVERAGE NUMBER OF CALENDAR DAYS TO PROCESS RATE FILINGS</b>.  (c) <del>The</del> <b>AN ESTIMATED</b> percentage of <del>rate filings processed within the applicable</del></p>			

<p>(e) An estimated percentage of this state's population that is without any form of health insurance coverage for more than 6 months in any given calendar year.</p>	<p><del>statutory time frames</del> <b>THIS STATE'S POPULATION THAT IS WITHOUT ANY FORM OF HEALTH INSURANCE COVERAGE APPROVED BY THE DEPARTMENT.</b></p> <p><del>(d) The average number of calendar days to process rate filings</del> <b>THAT ARE DENIED BY THE DEPARTMENT.</b></p> <p><del>(e) An estimated</del> <b>THE</b> percentage of this state's population that is without any form of health insurance coverage <b>RATE FILINGS PROCESSED</b> for more than 6 months in any given calendar year.</p>			
<p><b><i>Transparency Website</i></b></p> <p>Sec. 231. The department shall cooperate with the department of technology, management, and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:</p> <p>(a) Fiscal-year-to-date expenditures by category.</p> <p>(b) Fiscal-year-to-date expenditures by appropriation unit.</p> <p>(c) Fiscal-year-to-date payments to a selected vendor, including the vendor name, payment date, payment amount, and payment description.</p> <p>(d) The number of active department employees by job classification.</p> <p>(e) Job specifications and wage rates.</p>	<p><b><i>Transparency Website</i></b></p> <p>Sec. <del>231</del> <b>9-211.</b> The department shall cooperate with the department of technology, management, and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:</p> <p>(a) Fiscal-year-to-date expenditures by category.</p> <p>(b) Fiscal-year-to-date expenditures by appropriation unit.</p> <p>(c) Fiscal-year-to-date payments to a selected vendor, including the vendor name, payment date, payment amount, and payment description.</p> <p>(d) The number of active department employees by job classification.</p> <p>(e) Job specifications and wage rates.</p>			
<p><b><i>Television and Radio Productions</i></b></p> <p>Sec. 232. The department shall not develop or produce any television or radio productions.</p>	<p><b><i>Television and Radio Productions</i></b></p> <p><del>Sec. 232. The department shall not develop or produce any television or radio productions.</del></p>			
<p><b><i>Restricted Funds Report</i></b></p>	<p><b><i>Restricted Funds Report</i></b></p>			

<p>Sec. 234. 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 chairs, and the fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the immediately preceding and current fiscal years.</p>	<p>Sec. <del>234</del> <b>9-212</b>. 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 <b>SENATE AND HOUSE APPROPRIATIONS</b> subcommittees chairs, and the <b>SENATE AND HOUSE</b> fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the <del>immediately preceding and current</del> fiscal years <b>ENDING SEPTEMBER 30, 2016 AND SEPTEMBER 30, 2017</b>.</p>			
<p><b>Annual Legacy Costs</b></p> <p>Sec. 235. Total authorized appropriations from all sources under this part and part 1 for legacy costs for the fiscal year ending September 30, 2016 is \$9,998,900.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at \$5,675,400.00. Total agency appropriations for retiree health care legacy costs are estimated at \$4,323,500.00.</p>	<p><b>Annual Legacy Costs</b></p> <p>Sec. <del>235</del> <b>9-214</b>. Total authorized appropriations from all sources under <del>this part and</del> part 1 for legacy costs for the fiscal year ending September 30, <del>2016</del> <b>2017</b> is <del>\$9,998,900.00</del> <b>\$10,214,700.00</b>. From this amount, total agency appropriations for pension-related legacy costs are estimated at <del>\$5,675,400.00</del> <b>\$5,663,800.00</b>. Total agency appropriations for retiree health care legacy costs are estimated at <del>\$4,323,500.00</del> <b>\$4,550,900.00</b>.</p>			
<p><b>Healthy Michigan Plan Accounting Structure</b></p> <p>Sec. 245. The department, in conjunction with the department of health and human services, shall maintain an accounting structure within the Michigan administrative information network that will allow expenditures associated with the administration of the Healthy Michigan plan to be identified. By October 1, the department shall provide the state budget</p>	<p><b>Healthy Michigan Plan Accounting Structure</b></p> <p>Sec. <del>245</del> <b>9-216</b>. The department, in conjunction with the department of health and human services, shall maintain an accounting structure within the Michigan administrative information network that will allow expenditures associated with the administration of the Healthy Michigan plan to be identified. <del>By October 1, the department shall provide the state budget</del></p>			

office and the fiscal agencies with the relevant accounting structure and associated business objects script and report that group's administrative costs.	<del>office and the fiscal agencies with the relevant accounting structure and associated business objects script and report that group's administrative costs.</del>			
<b><i>Appropriation for Healthy Michigan Plan Statutory Reporting Requirement</i></b>  Sec. 246. The amount appropriated from the general fund in part 1 for executive director program may only be expended to comply with reporting requirements regarding the Healthy Michigan plan under section 105d(9) of the social welfare act, 1939 PA 280, MCL 400.105d.	<del><b><i>Appropriation for Healthy Michigan Plan Statutory Reporting Requirement</i></b>  Sec. 246. The amount appropriated from the general fund in part 1 for executive director program may only be expended to comply with reporting requirements regarding the Healthy Michigan plan under section 105d(9) of the social welfare act, 1939 PA 280, MCL 400.105d.</del>			
<b><u>INSURANCE AND FINANCIAL SERVICES REGULATION</u></b>	<del><b><u>INSURANCE AND FINANCIAL SERVICES REGULATION</u></b></del>			
<b><i>Economic Development Report</i></b>  Sec. 310. (1) No later than February 1, the department shall submit a report to the subcommittees and the fiscal agencies providing the following information: (a) The amounts expended, by fund source, by the department to support the economic development of the insurance or financial industries during the preceding fiscal year. (b) The number of full-time equated positions utilized by the department to support the economic development of the insurance or financial industries during the preceding fiscal year. (c) A detailed, 2-year plan for departmental activities to support the economic development of the insurance or financial industries. (2) For purposes of subsection (1), "economic development" includes any activities to encourage, promote, or	<del><b><i>Economic Development Report</i></b>  Sec. 310. (1) No later than February 1, the department shall submit a report to the subcommittees and the fiscal agencies providing the following information: (a) The amounts expended, by fund source, by the department to support the economic development of the insurance or financial industries during the preceding fiscal year. (b) The number of full-time equated positions utilized by the department to support the economic development of the insurance or financial industries during the preceding fiscal year. (c) A detailed, 2-year plan for departmental activities to support the economic development of the insurance or financial industries. (2) For purposes of subsection (1), "economic development" includes any activities to encourage, promote, or</del>			

<p>advocate for the expansion, retention, or attraction of business or nonprofit entities engaged in or involved with the insurance or financial industries.</p>	<p><del>advocate for the expansion, retention, or attraction of business or nonprofit entities engaged in or involved with the insurance or financial industries.</del></p>			
<p><b><i>Conservatorship and Insurance Liquidation Funds</i></b></p> <p>Sec. 391. In addition to the funds appropriated in part 1, the funds collected by the department in connection with a conservatorship under section 32 of the mortgage brokers, lenders, and servicers licensing act, 1987 PA 173, MCL 445.1682, and funds collected by the department from corporations being liquidated under the insurance code of 1956, 1956 PA 218, MCL 500.100 to 500.8302, shall be appropriated for all expenses necessary to provide for the required services. Funds are available for expenditure when they are received by the department of treasury and shall not lapse to the general fund at the end of the fiscal year.</p>	<p><b><i>Conservatorship and Insurance Liquidation Funds</i></b></p> <p>Sec. <del>9-391</del>. In addition to the funds appropriated in part 1, the funds collected by the department in connection with a conservatorship under section 32 of the mortgage brokers, lenders, and servicers licensing act, 1987 PA 173, MCL 445.1682, and funds collected by the department from corporations being liquidated under the insurance code of 1956, 1956 PA 218, MCL 500.100 to 500.8302, shall be appropriated for all expenses necessary to provide for the required services. Funds are available for expenditure when they are received by the department of treasury and shall not lapse to the general fund at the end of the fiscal year.</p>			
	<p><b><i>Fees for Customized Listings</i></b></p> <p><b>SEC. 9-392. THE DEPARTMENT MAY MAKE AVAILABLE TO INTERESTED ENTITIES CUSTOMIZED LISTINGS OF NON-CONFIDENTIAL INFORMATION IN ITS POSSESSION. THE DEPARTMENT MAY ESTABLISH AND COLLECT A REASONABLE CHARGE TO PROVIDE THIS SERVICE. THE REVENUE FROM THIS SERVICE IS APPROPRIATED WHEN RECEIVED AND SHALL BE USED TO OFFSET EXPENSES. ANY BALANCE OF THIS REVENUE COLLECTED AND UNEXPENDED AT THE END OF THE FISCAL YEAR SHALL LAPSE TO THE APPROPRIATE RESTRICTED FUND.</b></p>			

<u>AUTISM COVERAGE</u>	<u>AUTISM COVERAGE</u>			
<p><b><i>Autism Coverage Reimbursement Program Reporting Requirements</i></b></p> <p>Sec. 802. (1) Each fiscal year, if expenditures are made from the autism coverage fund, created by section 7 of the autism coverage reimbursement act, 2012 PA 101, MCL 550.1837, the department shall produce a report that contains all of the following information on the autism coverage reimbursement program, established by section 5 of the autism coverage reimbursement act, 2012 PA 101, MCL 550.1835, for the fiscal year:</p> <p>(a) The total number of claims for reimbursement approved and the number approved within each county, based on the provider's location.</p> <p>(b) The total amount expended from the autism coverage fund for reimbursements and the amount for each carrier receiving reimbursement.</p> <p>(c) For each claim included within a claim submission received by the department, all of the following information:</p> <p>(i) The date the department received the claim.</p> <p>(ii) The dollar amount of the claim.</p> <p>(iii) The date of birth of the patient receiving diagnosis or treatment under the claim.</p> <p>(iv) Whether the claim was under a self-insured plan.</p> <p>(v) The date of the service that was the basis for the claim.</p> <p>(vi) The identity of the carrier that submitted the claim.</p> <p>(2) By October 31 following the end of the fiscal year, the department shall provide the report required under subsection (1) to</p>	<p><b><i>Autism Coverage Reimbursement Program Reporting Requirements</i></b></p> <p><del>Sec. 802. (1) Each fiscal year, if expenditures are made from the autism coverage fund, created by section 7 of the autism coverage reimbursement act, 2012 PA 101, MCL 550.1837, the department shall produce a report that contains all of the following information on the autism coverage reimbursement program, established by section 5 of the autism coverage reimbursement act, 2012 PA 101, MCL 550.1835, for the fiscal year:</del></p> <p><del>(a) The total number of claims for reimbursement approved and the number approved within each county, based on the provider's location.</del></p> <p><del>(b) The total amount expended from the autism coverage fund for reimbursements and the amount for each carrier receiving reimbursement.</del></p> <p><del>(c) For each claim included within a claim submission received by the department, all of the following information:</del></p> <p><del>(i) The date the department received the claim.</del></p> <p><del>(ii) The dollar amount of the claim.</del></p> <p><del>(iii) The date of birth of the patient receiving diagnosis or treatment under the claim.</del></p> <p><del>(iv) Whether the claim was under a self-insured plan.</del></p> <p><del>(v) The date of the service that was the basis for the claim.</del></p> <p><del>(vi) The identity of the carrier that submitted the claim.</del></p> <p><del>(2) By October 31 following the end of the fiscal year, the department shall provide the report required under subsection (1) to</del></p>			

the subcommittees, the fiscal agencies, and the state budget director.	the subcommittees, the fiscal agencies, and the state budget director.			
PART 2A PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS FOR FISCAL YEAR 2016-2017	PART 2A PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS FOR FISCAL YEAR 2016-2017			
<b><u>GENERAL SECTIONS</u></b>	<b><u>GENERAL SECTIONS</u></b>			
<b><i>FY 2016-17 Appropriations</i></b>  Sec. 1201. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2017 for the line items listed in part 1. The fiscal year 2016-2017 appropriations are anticipated to be the same as those for fiscal year 2015-2016, except that the line items will be adjusted for changes in caseload and related costs, federal fund match rates, economic factors, and available revenue. These adjustments will be determined after the January 2016 consensus revenue estimating conference.	<b><i>FY 2016-17 Appropriations</i></b>  <del>Sec. 1201. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2017 for the line items listed in part 1. The fiscal year 2016-2017 appropriations are anticipated to be the same as those for fiscal year 2015-2016, except that the line items will be adjusted for changes in caseload and related costs, federal fund match rates, economic factors, and available revenue. These adjustments will be determined after the January 2016 consensus revenue estimating conference.</del>			
<b><i>Normal Retirement Costs and Legacy Retirement Costs</i></b>  Sec. 1202. It is the intent of the legislature that the department identify the amounts for normal retirement costs and legacy retirement costs for the fiscal year ending on September 30, 2017 for the line items listed in part 1.	<b><i>Normal Retirement Costs and Legacy Retirement Costs</i></b>  <del>Sec. 1202. It is the intent of the legislature that the department identify the amounts for normal retirement costs and legacy retirement costs for the fiscal year ending on September 30, 2017 for the line items listed in part 1.</del>			