

**FY 2015-16: DEPARTMENT OF LICENSING
AND REGULATORY AFFAIRS
Summary: Conference Report
House Bill 4106 (H-2) CR-1**



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	FY 2014-15 YTD as of 3/12/15	FY 2015-16 Executive	FY 2015-16 House	FY 2015-16 Senate	FY 2015-16 Conference	<i>Difference: Conference From FY 2014-15 YTD</i>	
						<i>Amount</i>	<i>%</i>
IDG/IDT	\$14,509,800	\$42,568,700	\$16,279,900	\$15,754,900	\$46,068,700	\$31,558,900	217.5
Federal	200,624,800	63,674,900	200,388,700	200,388,700	63,674,900	(136,949,900)	(68.3)
Local	656,500	679,000	679,000	679,000	679,000	22,500	3.4
Private	311,800	341,300	311,300	311,300	341,300	29,500	9.5
Restricted	286,464,000	265,213,400	298,742,500	298,214,000	258,403,600	(28,060,400)	(9.8)
GF/GP	39,821,300	41,481,500	22,894,800	24,223,500	38,481,500	(1,339,800)	(3.4)
Gross	\$542,388,200	\$413,958,800	\$539,296,200	\$539,571,400	\$407,649,000	(\$134,739,200)	(24.8)
FTEs	2,877.8	2,235.8	2,862.8	2,871.8	2,220.8	(657.0)	(22.8)

Notes: (1) FY 2014-15 adjusted year-to-date figures include mid-year budget adjustments through March 12, 2015 (including Executive Order 2015-5 and House Bill 4112). (2) Appropriation figures for all years include all proposed appropriation amounts, including amounts designated as "one-time."

Overview

The Department of Licensing and Regulatory Affairs (LARA) is primarily responsible for business regulatory and employment services programs and is organized according to its four principal functions: 1) Licensing and Regulation, which implements and enforces statutory laws and administrative rules pertaining to commercial and occupational, construction and fire safety, healthcare professional and facility, adult and child care home, energy and public utility, and alcoholic beverage regulations; 2) Employment Security and Workplace Safety, which oversees workers' compensation insurance, occupational safety and health standards, labor and wage laws, and vocational rehabilitation services for the blind; 3) the Michigan Administrative Hearing System, a quasi-judicial agency which centralizes and conducts administrative hearings for agencies throughout state government; and 4) the Office of Regulatory Reinvention, which manages administrative rule-making and evaluates the state's regulatory infrastructure, and the Office of Reinventing Performance in Michigan, which implements statewide regulatory process improvement and paperwork efficiency measures.

NOTE: Information on House budget actions in this document is based on House Bill 4102 (H-1) as amended and passed by the House and information on Senate budget actions in this document is based on Senate Bill 133 (S-1) as amended and passed by the Senate.

Major Budget Changes From FY 2014-15 YTD Appropriations

1. Career & Technology Education & Skilled Trades Initiative

Executive includes spending authorization for various programs intended to enhance career and technology education and skilled trades training; consisting of \$10.0 million for the Skilled Trades Training Program (in addition to an existing \$10.0 million appropriation within the MSF budget), \$2.1 million for an At-Risk Youth Initiative, \$1.8 million for a Michigan Advanced Technical Training Initiative, \$1.5 million to enhance re-employment opportunities for unemployed workers, and \$200,000 to support the re-tooling of credentials received by persons immigrating to Michigan. The Initiative is primarily supported with revenue from the Penalty and Interest Account of the Unemployment Insurance Agency's Contingent Fund and partially with federal unemployment insurance administration grants. House, Senate, and Conference concur.

	FY 2014-15 Year-to-Date (as of 3/12/15)	FY 2015-16 Conference Change
Gross	NA	\$15,600,000
Federal	NA	1,500,000
Restricted	NA	14,100,000

<u>Major Budget Changes From FY 2014-15 YTD Appropriations</u>		<u>FY 2014-15 Year-to-Date (as of 3/12/15)</u>	<u>FY 2015-16 Conference Change</u>
2. Unemployment Insurance Customer Service			
<u>Executive</u> transfers spending authorization from one-time to include as ongoing for the maintenance of customer services at the Unemployment Insurance Agency (UIA), supported with revenue from the Penalty and Interest Account of the Contingent Fund (Fund) in which penalties, damages, and interest collected from employers and claimants are deposited. In August of 2012, due to the decline in the state's Insured Unemployment Rate, the federal government reduced the amount of administration grants to the UIA by \$37.2 million, resulting in 402 FTEs being laid-off, and there continues to be uncertainty concerning the amounts of quarterly grant awards. The Legislature approved a contingency transfer authorizing \$5.0 million from the Fund to support the maintenance of UIA operations during both FY 2012-13 and FY 2013-14 and included a one-time appropriation of \$18.0 million for FY 2014-15 (see #6 below). In July 2014, the U.S. Department of Labor has notified the UIA that it is "at risk" of decertification, resulting in loss of federal employer tax credits and administration grants, for failing to satisfy timeliness standards for first benefit payments and determination of appeals. <u>House</u> , <u>Senate</u> , and <u>Conference</u> concur.	Gross Restricted	\$18,000,000 18,000,000	\$0 0
3. Statutory Fee Sunsets			
<u>Executive</u> assumes revenues generated by the elimination of sunsets on numerous past statutory fee increases, set to expire on September 30, 2015, for various business and nonprofit filing and securities registration fees collected by the Corporations, Securities, and Commercial Licensing Bureau (CSCLB) and numerous occupational registration and licensure fees collected by the CSCLB and the Bureau of Construction Codes. LARA estimates that the elimination of these fee sunsets will preserve an annualized average of \$15.5 million in restricted revenue. The Legislature increased these fees in either 2003 or 2008 and most recently extended the sunsets in 2012. <u>House</u> , <u>Senate</u> , and <u>Conference</u> concur in part, but assume the extension rather than the elimination of the sunsets.	Gross Restricted	\$67,173,200 67,173,200	\$0 0
4. Health Facilities Fees			
<u>Executive</u> assumes revenues generated by implementation of increases in application, base rate, and per bed licensure fees levied on acute and psychiatric hospitals, hospice agencies and residences, long term care and freestanding surgical outpatient facilities, and substance use disorder programs, and collected by the Bureau of Health Care Services (BHCS). LARA estimates these fee increases would generated an additional \$1.3 million per year. These fees were last adjusted between 20 and 35 years ago and the increases are substantially similar to those proposed by the BHCS in the annual report required by boilerplate Sec. 509 of 2014 PA 252. It is further assumed that fees would be levied annually while inspections of facilities would be triennial. No increase in spending authorization is required as the Health Systems Fees fund, into which these fees are deposited, is currently over-appropriated. <u>House</u> concurs in part, but anticipates passage of implementation bills amended such that fee would generated additional revenue of \$1.1 million annually. <u>Senate</u> rejects and reduces authorization by an amount equivalent to that which would be generated under the Executive assumption. <u>Conference</u> concurs with House.	Gross Restricted	\$3,702,900 3,702,900	\$0 0

Major Budget Changes From FY 2014-15 YTD Appropriations		FY 2014-15 Year-to-Date (as of 3/12/15)	FY 2015-16 Conference Change
5. Retail Liquor License Fees			
<u>Executive</u> assumes and increases spending authorization for revenues generated by implementation of increases in annual licensure and ancillary fees levied on various on- and off-premise retailers of beer, wine, and liquor products and collected by the Liquor Control Commission (LCC). These fees would be increased by 50.0% for FY 2015-16 through FY 2018-19; thereafter the increase would be reduced to 25.0% above current levels. LARA estimates these fee increases would generated an additional \$6.3 million per year through FY 2018-19 and \$3.1 million thereafter. Annual licensure fees were last adjusted in 1976. Generally, 55.0% of licensure fee revenue is distributed to local law enforcement agencies for the enforcement of state liquor laws, 41.5% of licensure fee revenue and all ancillary fee revenue is retained by the LCC for implementation and enforcement of state liquor laws, and 3.5% of annual licensure fee revenue and all of the 15.0% surcharge for Sunday P.M. sales is deposited with the Department of Community Health for programs pertaining to alcohol-related illnesses. <u>House</u> , <u>Senate</u> , and <u>Conference</u> reject (see #15 below).	Gross Restricted	\$15,280,000 15,280,000	\$0 0
6. FY 2014-15 One-Time Appropriations			
<u>Executive</u> removes spending authorization for FY 2014-15 one-time appropriations for Delphi Corporation workers' compensation payments (\$15.0 million GF/GP), Liquor Control Commission IT upgrades (\$500,000 Gross), and a disability access pilot project implemented by the Disability Advocates of Kent County (\$100,000 Gross). Also, eliminates \$100,000 GF/GP appropriated by 2014 PA 414 for costs incurred by the Bureau of Employment Relations to receive and upload specified collective bargaining documents. One-time spending authorization for customer services at the Unemployment Insurance Agency customer service is transferred to ongoing authorization (see #2 above). <u>House</u> concurs in part, but also includes reduction of remaining \$99,700 GF/GP for implementation of a health professional disciplinary actions website pursuant to Sec. 512 of Article XIII of 2014 PA 252. <u>Senate</u> concurs with Executive. <u>Conference</u> concurs with House.	Gross Restricted GF/GP	\$15,700,000 600,000 \$15,100,000	(\$15,799,700) (600,000) (\$15,199,700)
7. Michigan Business One Stop Charges			
<u>Executive</u> decreases spending authorization for information technology charges by the Department of Technology, Management, and Budget, resultant from the elimination of the Michigan Business One Stop web portal and call center pursuant to 2014 PA 252. <u>House</u> , <u>Senate</u> , and <u>Conference</u> concur.	Gross Federal Restricted GF/GP	\$41,795,200 23,446,600 18,283,400 \$65,200	(\$2,147,900) (76,900) (2,071,000) \$0
8. Corporate & Commercial Licensing Databases			
<u>Executive</u> increases spending authorization for information technology costs associated with upgrades to the databases utilized by the Corporation, Securities, and Commercial Licensing Bureau for regulatory, examination, registration, and licensure activities pursuant to state laws applicable to business and nonprofit entities or various professional occupations. <u>House</u> , <u>Senate</u> , and <u>Conference</u> concur.	Gross Federal Restricted GF/GP	\$41,795,200 23,446,600 18,283,400 \$65,200	\$1,820,000 0 1,820,000 \$0
9. METRO Authority			
<u>Executive</u> eliminates spending and staff authorization for the Metropolitan Extension Telecommunication Rights-of-Way Oversight (METRO) Authority abolished via 2014 PA 88. This authorization also included LARA's expenses related to compliance with and coordination of and Freedom of Information Act (FOIA) requests. The METRO Authority and LARA's FOIA costs were supported with Public Utility Assessments levied pursuant to 1972 PA 299. <u>House</u> , <u>Senate</u> , and <u>Conference</u> concur.	FTE Gross Restricted	3.0 \$383,600 383,600	(3.0) (\$383,600) (383,600)

Major Budget Changes From FY 2014-15 YTD Appropriations	FY 2014-15 Year-to-Date (as of 3/12/15)	FY 2015-16 Conference Change
10. FOIA Coordination & Local Community Stabilization Authority		
<u>Executive</u> increases spending and staff authorization for the expenses related to the powers, duties, functions, and responsibilities of the former METRO Authority transferred to the Local Community Stabilization Authority (LCSA) via 2014 PAs 86 and 88. LARA is currently negotiating a contract with the LCSA which is intended to establish a funding mechanism to support these expenses. This authorization also includes LARA's expenses related to compliance with and coordination of and Freedom of Information Act (FOIA) requests, supported with statutory filing fees levied on business on nonprofit entities. <u>House</u> concurs in part, but includes the spending and staff authorization in two distinct line items. <u>Senate</u> concurs with Executive. <u>Conference</u> concurs with House.	FTE	NA
	Gross	NA
	Local	150,000
	Restricted	302,900
		3.0
11. Michigan Administrative Hearing System Overhead Costs		
<u>Executive</u> increases spending authorization to support the overhead costs (e.g., property management, information technology, and departmental administration) of the Michigan Administrative Hearing System associated with administrative hearings on decisions made under programs administered by other state departments and agencies. <u>House</u> , <u>Senate</u> , and <u>Conference</u> concur.	FTE	215.0
	Gross	\$38,425,800
	IDG/IDT	14,259,800
	Federal	9,842,600
	Restricted	12,834,300
	GF/GP	\$1,489,100
		0.0
		\$1,014,200
		1,014,200
		0
		0
		\$0
12. Technical Adjustments and Major Fund Shifts		
<u>Executive</u> includes multiple adjustments to spending and staff authorizations for numerous funds affecting various line items to more accurately reflect available and appropriate revenues and align authorization with actual operations; technical adjustments may involve increasing or decreasing spending or staff authorization or shifting authorization between fund sources within a single line item or transferring spending or staff authorization between line items. <u>House</u> concurs in part, but rejects partial roll-up of federal and restricted fund sources, includes replacement of \$525,000 GF/GP with IDG revenue for the Office of Reinventing Performance in Michigan pursuant to Sec. 243 of Article XIII of 2014 PA 252, replaces \$174,000 GF/GP for MIOSHA and the Wage & Hour Program with revenue generated by corporate filing fees, reduces staff for the PSC and LCC to reflect actual staffing levels, and shifts authorization from the nonexistent Special Fraud Control Fund. <u>Senate</u> concurs in part, but rejects partial roll-up of federal and restricted fund sources, includes reduction of staff for the PSC to reflect actual staffing levels, and shifts authorization from the nonexistent Special Fraud Control Fund. <u>Conference</u> concurs with House in part, but replaces GF/GP for the Office of Reinventing Performance in Michigan with revenue generated by corporate filing fees rather than IDG revenue, includes replacement of revenue from the Liquor Purchase Revolving Fund with GF/GP for Fire Protection Grants (\$773,900) and the Bureau of Fire Services (\$1,054,800), and modifies federal fund sources to more accurately reflect actual federal grant awards.	FTE	20.0
	Gross	\$11,509,900
	IDG/IDT	707,000
	Federal	3,545,500
	Local	127,500
	Restricted	5,980,900
	GF/GP	\$1,149,000
		(15.0)
		(\$807,000)
		293,000
		(681,300)
		(127,500)
		(970,900)
		\$679,700
13. Economic Adjustments		
<u>Executive</u> includes adjustment to reflect net cost reduction for negotiated salary and wage amounts (2.0% base increase), insurance rate increases, reductions in actuarially-determined retirement rates, and other economic adjustments. <u>House</u> , <u>Senate</u> , and <u>Conference</u> concur.	Gross	NA
	IDG/IDT	NA
	Federal	NA
	Private	NA
	Restricted	NA
	GF/GP	NA
		(\$1,893,800)
		(62,100)
		(977,900)
		(500)
		(805,400)
		(\$47,900)
14. Freestanding Surgical Outpatient Facility Inspections		
<u>House</u> decreases spending authorization, specified in Sec. 510 of Article XIII of 2014 PA 252, for the inspection of freestanding surgical outpatient facilities by the Bureau of Health Care Services, which has been included since FY 2012-13 to supplement insufficient revenue generated by statutory licensure fees, because the House concurs with the Executive to assume additional revenues generated by the increase of statutory licensure fees (see #4 above). <u>Senate</u> does not concur. <u>Conference</u> concurs with House.	FTE	200.4
	Gross	\$28,845,400
	Federal	19,575,400
	Private	200,000
	Restricted	3,317,400
	GF/GP	\$5,752,600
		0.0
		(\$530,000)
		0
		0
		0
		(\$530,000)

Major Budget Changes From FY 2014-15 YTD Appropriations		FY 2014-15 Year-to-Date (as of 3/12/15)	FY 2015-16 Conference Change
15. Liquor Licensing & Enforcement Fund Shifts	FTE	124.0	0.0
<u>House</u> shifts \$1.5 million in spending authorization for the liquor licensing and enforcement activities of the Liquor Control Commission (LCC) from revenue generated by statutory licensure fees levied on liquor retailers to revenue generated from the statutory mark-up on the wholesale sale of liquor products to licensed retailers by the LCC and deposited into the Liquor Purchase Revolving Fund (LPRF). <u>Senate</u> does not concur, but instead increases \$900,000 spending authorization from the LPRF for the liquor licensing and enforcement activities of the LCC, while shifting an equivalent amount of authorization for information technology services and projects from the LPRF to restricted revenue generated from corporate filing fees. <u>Conference</u> concurs with House in part, but reduces the amount of spending authorization shifted from retail liquor license revenue to the LPRF for the liquor licensing and enforcement activities of the LCC to \$500,000.	Gross	\$15,122,600	\$0
	Restricted	15,122,600	0
16. Video Franchise Assessment	Gross	\$417,200	(\$417,200)
<u>House</u> , <u>Senate</u> , and <u>Conference</u> eliminate spending authorization associated with revenue generated by the video franchise assessment levied on video service providers to support the Public Service Commission's (PSC) costs of carrying out its duties under 2006 PA 480. The PSC's statutory authority to levy the assessment is set to expire on 12/31/15 and the Executive did not include an extension or elimination of the sunset in its recommendation for the FY 15-16 budget. Over the previous five fiscal years, actual revenue generated from the assessment has averaged \$246,965 per annum and associated regulatory expenditures have averaged \$254,159 per annum; subsequently, a fund balance of \$117,303 carried-forward into FY 2014-15.	Restricted	417,200	(417,200)
17. First Responder Presumed Coverage Fund	Gross	NA	\$0
<u>House</u> includes a placeholder for the First Responder Presumed Coverage Fund created by 2014 PA 515. The Fund would provide workers' compensation benefits to eligible firefighters diagnosed with statutorily-specified cancers who are ineligible for or denied other disability pension benefits, if the Legislature appropriates money for the Fund. <u>Senate</u> concurs. <u>Conference</u> rejects.	GF/GP	NA	\$0
18. Removal of Unemployment Insurance Agency and Career & Technology Education & Skilled Trades Initiative	FTE	864.0	(864.0)
<u>Executive</u> removes spending and staff authorization and includes fund shifts to IDG revenue related to the Unemployment Insurance Agency and the Career and Technology Education and Skilled Trades Initiative transferred from LARA to the Department of Talent and Economic Development pursuant to E.O. 2014-12. <u>Conference</u> concurs.	Gross	\$179,028,400	(\$165,054,800)
	IDG/IDT	0	13,973,600
	Federal	140,592,300	(140,592,300)
	Restricted	38,436,100	(38,436,100)
19. Office of New Americans	FTE	NA	4.0
<u>Executive</u> increases spending and staff authorization for the Office of New Americans transferred to LARA from the Governor's Executive Office pursuant to E.O. 2014-12. <u>Conference</u> concurs.	Gross	NA	\$593,000
	GF/GP	NA	\$593,000
20. Bureau of Children and Adult Licensing	FTE	NA	219.0
<u>Executive</u> increases spending and staff authorization related to the Bureau of Children and Adult Licensing transferred to LARA from the former Department of Humans Services pursuant to E.O. 2015-4. <u>Conference</u> concurs in part, but includes fund shift of \$3.5 million from GF/GP to an IDG from the Department of Education.	Gross	NA	\$28,955,300
	IDG/IDT	NA	16,340,200
	GF/GP	NA	\$12,615,100
21. Michigan Agency for Energy	FTE	NA	10.0
<u>Executive</u> increases and transfers spending and staff authorization related to the Michigan Agency for Energy created within LARA (from the transfer of the former Michigan Energy Office within the Michigan Economic Development Corporation, the Retired Engineers Technical Assistance and Air Policy Programs within the Department of Environmental Quality, and the Public Service Commission within LARA) pursuant to E.O. 2015-10. <u>Conference</u> concurs.	Gross	NA	\$6,833,700
	Federal	NA	3,878,500
	Private	NA	30,000
	Restricted	NA	2,375,200
	GF/GP	NA	\$550,000

<u>Major Budget Changes From FY 2014-15 YTD Appropriations</u>		<u>FY 2014-15 Year-to-Date (as of 3/12/15)</u>	<u>FY 2015-16 Conference Change</u>
22. Motor Carrier Regulation	FTE	11.0	(11.0)
<u>Executive</u> eliminates spending and staff authorization related to motor carrier regulation by the Motor Carrier Division of the Public Service Commission transferred to the Department of State Police pursuant to E.O. 2015-10. <u>Conference</u> concurs.	Gross	\$2,974,300	(\$2,974,300)
	Restricted	2,974,300	(2,974,300)

Major Boilerplate Changes From FY 2014-15

Sec. 205. Benchmarks for New Programs or Program Expansions – REVISED

Requires LARA to submit reports to the Legislature identifying specific benchmarks intended to measure the performance or return on taxpayer investment of new programs or program expansions and updating the Legislature on the progress of the programs as measured by those benchmarks; stipulates that the Legislature intends that benchmarks be included with executive budget requests beginning with the FY 2015-16 budget. Executive eliminates. House retains. Senate includes reference to a statutory scorecard requirement, changes benchmarks into program-specific metrics, and removes intent language. Conference concurs with Senate.

Sec. 211. LCC IT Upgrades Work Project – DELETED

Designates the appropriation for Liquor Control Commission (LCC) IT upgrades as a work project, stipulates that the appropriation remain available and shall not lapse, and indicates that the estimated completion date is February 1, 2016. Executive eliminates. House, Senate, and Conference concur.

Sec. 223. Contingency Appropriations – REVISED

Permits appropriation of federal, state restricted, local, and private contingency funds up to specified amounts, subject to the legislative transfer process. Conference streamlines reference to Management and Budget Act.

Sec. 240. Filled FTE Report – DELETED

Stipulates that the Legislature intends that LARA does not use FTE positions as spending placeholders and requires LARA to provide a report specifying the quarterly number of filled FTE positions by line item and indicating FTEs allocated to economic development activities during the preceding fiscal year. Executive eliminates. House concurs. Senate retains. Conference concurs with House.

Sec. 243. Reinventing Performance in Michigan MOUs – REVISED

Requires LARA to work to establish memorandums of understanding (MOUs) with participating state departments to devise a mechanism to recover costs related to services performed for the Reinventing Performance in Michigan (RPM) initiative, requires an annual report, and stipulates the Legislature's intent that the RPM shall be funded by participating state departments. Executive eliminates. House retains, but removes intent language. Senate retains current language. Conference concurs with House.

Sec. 245. Healthy Michigan Plan Accounting Structure – REVISED

Requires LARA in conjunction with the Department of Health and Human Services to establish accounting structures within MAIN which will facilitate the identification of expenditures associated with the Healthy Michigan Plan and requires LARA to provide the Legislature with relevant accounting scripts and reports. Executive eliminates. House retains, but removes requirement to provide Legislature with relevant scripts and reports. Senate revises reporting dates. Conference concurs with Senate.

Sec. 248. Regulatory Statistical Report – REVISED

Requires LARA to submit an annual report that includes statistical information pertaining to revenues, expenditures, application determinations, timeliness, examinations, complaints, investigations, enforcement actions, administrative hearings, and adjudications for each regulatory product administered by regulatory agencies within LARA. Senate adds reporting requirements pertaining to types and amounts of fees and statistical summaries by agency. Conference concurs with Senate.

Sec. 250. OPEB Prefunding – DELETED

Stipulates that the Legislature intends that LARA continues the prefunding of other postemployment benefits (OPEB) pursuant to 2011 PA 264. Executive eliminates. House, Senate, and Conference concur.

Sec. XXX. Departmental Revenue, Expenditure, and Staff Reporting Requirement

Requires LARA to submit a report pertaining to departmental revenue, expenditure, and staffing information for the preceding two fiscal years. Senate creates as Sec. 251. Conference rejects.

Sec. 252. Departmental Employee Performance Monitoring Process – NEW

Stipulates legislative intent that LARA establish a consistent employee performance monitoring process and submit a report pertaining to planned or implemented changes to that process. Senate creates. Conference concurs with Senate.

Major Boilerplate Changes From FY 2014-15

Sec. 503. *Veteran Fee Exemption Report* – REVISED

Requires LARA to submit a report providing information about the number of veteran fee exemptions from licensure, registration, filing, and other fees, the amount of revenue lost due to veteran fee exemptions during the preceding fiscal year, the costs of providing licensing and regulatory services to veterans exempted from the fees, and estimate the amount of revenue lost due to the veteran fee exemptions in future fiscal years. Executive eliminates reporting requirement concerning future fiscal years. House clarifies current language. Senate concurs with Executive. Conference concurs with House.

Sec. 506. *Nursing Facility Complaint Investigations Report* – DELETED

Requires LARA to report the timeliness of nursing facility complaint investigations, the number of allegations that are substantiated on an annual basis, the most frequently cited complaint deficiencies for the prior three years, the causes of the changes in the number of citations, and whether education and training are needed; also requires LARA to make every effort to contact complainants during the investigations. Executive eliminates. House concurs. Senate retains. Conference concurs with House.

Sec. 507. *Medical Marihuana Program Report and Fees* – REVISED

Requires LARA to submit a report pertaining to the revenue, expenditures, application determinations, and timeliness of the Medical Marihuana Program and other specified information; permits LARA to raise application and renewal fees if revenue is insufficient to offset expenses of the Program. Executive eliminates delineated reporting requirements and authorization to increase fees. House concurs in part, but retains delineated reporting requirements. Senate retains current language. Conference concurs with House.

Sec. 509. *Bureau of Health Care Services Regulatory Costs and Fee Report* – DELETED

Requires the Bureau of Health Care Services (BHCS) to submit to the Legislature a proposed updated fee schedule to offset BHCS' regulatory costs, including recommended statutory and rule changes. Executive eliminates. House concurs. Senate retains current language. Conference concurs with House.

Sec. 510. *Support for BHCS Inspections of FSOFs* – DELETED

Requires that the Bureau of Health Care Services (BHCS) expend at least \$530,000 of the amount appropriated within the Health Systems Regulation line item in Part 1 for the inspection of Freestanding Surgical Outpatient Facilities (FSOFs). Executive eliminates. House concurs. Senate retains current language. Conference concurs with House.

Sec. 512. *Public Availability of BHCS Disciplinary Actions* – REVISED

Requires the Bureau of Health Care Services (BHCS), to the extent allowed under applicable laws, to make disciplinary actions taken against health professionals publically available through a license verification website and includes language pertaining to one-time appropriation for website development. Executive eliminates. House, Senate, and Conference concur in part, but retain website requirement.

Sec. 514. *Number of Child Care Licensing Consultants and Staff* – NEW

Requires the Bureau of Children and Adult Licensing (BCAL) to expend the IDG from the Department of Education to increase the number of child care licensing consultants and staff who perform monitoring visits to licensees and applicants for licensure and requires a report to the Legislature detailing improvements achieved due to increased consultants and staff. Conference creates.

Sec. 701. *Expenditure of Additional Federal Unemployment Insurance Funding* – DELETED

Permits expenditure of federal funds for the unemployment Insurance Agency (UIA) in excess of amount appropriated upon notification of appropriation subcommittees and State Budget Office of the purpose and amount of grant awards. Executive eliminates. Conference concurs.

Sec. 702. *UI Computer System Report* – DELETED

Requires quarterly reports on the status of the implementation of and improvements to the Unemployment Insurance Agency's (UIA) integrated IT system project. Executive eliminates. House concurs. Senate retains current language. Conference concurs with House.

Sec. 703. *UI Internet Claims Report* – DELETED

Requires LARA to submit quarterly reports pertaining to the percentage of claimants using the internet MiWAM system, or any application developed for that purpose, to certify and receive unemployment insurance benefits and implement improvement to the system to reach a goal of 75.0% of claimants certifying on systems that reduces staff face time and MARVIN telephone system usage. Executive eliminates. House concurs. Senate retains current language. Conference concurs with House.

Sec. 706. *Youth Low-Vision Program Report* – NEW (FY 2014-15 Sec. 706 renumbered as Sec. 904 for FY 2015-16)

Requires LARA to submit an annual report to the Legislature pertaining to the operations and expenditures of the Youth Low-Vision Program administered by the Bureau of Services for Blind People (BSBP). House creates as Sec. 706. Senate does not concur. Conference concurs with House.

Sec. XXX. *First Responder Presumed Coverage Fund*

Stipulates that the money appropriated for the First Responder Presumed Coverage Fund shall only be expended to pay authorized claims and administer the Fund pursuant to state law. House creates as Sec. 708. Senate concurs in part, but with differing language. Conference rejects.

Major Boilerplate Changes From FY 2014-15

Sec. 801. Tax Tribunal Caseload Report – DELETED

Requires the Michigan Tax Tribunal to submit a report containing specified information pertaining to the caseload, timeliness, dispositions, and backlog of Tax Tribunal cases. Executive eliminates. House concurs. Senate retains current language. Conference concurs with House.

Sec. 901. Fire Protection Grants – REVISED

Requires LARA to expend funds in accordance with 1977 PA 289 to local units of government with state-owned facilities within their jurisdictions and stipulates that local units of government are eligible for funds if they provide a specified report to LARA. Executive eliminates reporting requirements for local units of government and LARA. House concurs. Senate retains current language. Conference concurs with House.

Sec. 902. Medical Marihuana Registry Cards Report and Grants to County Law Enforcement – REVISED

Requires LARA to submit a report pertaining to the number of medical marihuana registry identification cards issued or renewed in each county; stipulates that LARA award Medical Marihuana Operation and Oversight Grants to county law enforcement offices; requires reports submitted by both county law enforcement offices and LARA pertaining to the amounts, recipients, and uses of the grants; and permits county law enforcement offices to distribute discretionary grants to municipal law enforcement agencies. House alters various dates and deadlines. Senate retains current language. Conference concurs with House.

Sec. 903. Firefighter Training Grants – RETAINED

Requires that the appropriation be expended for payments to counties and purposes pursuant to 1966 PA 291, stipulates intent pertaining to how the appropriation is disbursed to counties and specifying a minimum disbursement to each county, requires an annual report identifying potential and actual disbursements and other expenditures, and stipulates intent that unexpended disbursements lapse back into the restricted fund are appropriated in the next fiscal year. Executive eliminates intent language that stipulates that each county receives at least a \$5,000 payment and that future appropriations are adjusted to reallocate prior lapses. House retains current language. Senate substantially retains current language with stylistic revisions. Conference concurs with House.

Sec. XXX. UIA Customer Service Metrics

Requires LARA to maintain customer service standards within the Unemployment Insurance Agency and identify specific outcomes and performance metrics, including the Unemployment Benefit Fund balance, fiscal integrity, and the timeliness and quality of determinations concerning unemployment insurance. Executive creates as Sec. 904, but subsequently eliminates. House and Senate concur. Conference concurs with Executive.

Sec. XXX. Career Tech & Skilled Trades Initiative Metrics

Requires LARA to expand workforce training and re-employment services and identify specific outcomes and performance metrics, including new apprenticeships, jobs created and retained, training completion, employment retention, and hourly wages. Executive creates as Sec. 905, but subsequently eliminates. House and Senate concur. Conference concurs with Executive.

Sec. 1001. Delphi Corp Workers' Compensation Claims – DELETED

Stipulates how LARA is to expend the \$15.0 million appropriation (\$8.0 million immediately, \$7.0 million over five years) and specifying under what conditions future expenditures may occur, stipulates that unexpended funds shall lapse to the General Fund, requires LARA to annually notify the Legislature of any expenditures, and designates the appropriation as a work project available for expenditure until September 30, 2019. Executive eliminates. House, Senate, and Conference concur.

Sec. 1002. Disability Accessibility Pilot Project – DELETED

Requires LARA to work with a nonprofit group with expertise in disability accessibility evaluations on a pilot project to provide services to municipalities and business to improve accessibility for persons with disabilities and create universal design blueprints that are electronically-available through the Bureau of Construction Codes (BCC). Executive eliminates. House, Senate, and Conference concur.

Sec. 1201. FY 2016-17 Appropriation – NEW

States intent that FY 2016-17 appropriations are anticipated to be the same as FY 2015-16 appropriations, except for adjustments for changes in caseloads, federal match rates, economic factors, and available revenue. Senate creates. Conference concurs.

Sec. 1202. Normal Retirement Costs and Legacy Retirement Costs – NEW

States intent that LARA identifies the amounts for normal retirement costs and legacy retirement costs for FY 2016-17. Senate creates. Conference concurs.

Various Sections Deleted by Executive, Retained by House, Senate, and Conference

Executive eliminates Secs. 212, 215, 219, 232, 241(5), 505(2), 705; House, Senate, and Conference retain.