LINE ITEM AND BOILERPLATE SUMMARY

INSURANCE AND FINANCIAL SERVICES

Fiscal Year 2013-14
Article XI, Public Act 59 of 2013
House Bill 4328 as Enacted



Paul Holland, Fiscal Analyst

September 2013

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September 2013

TO: Members of the Michigan House of Representatives

The House Fiscal Agency has prepared a **Line Item Summary** for each of the FY 2013-14 appropriation acts. Each **Summary** contains line-by-line appropriation and revenue source detail, and a brief explanation of each boilerplate section in the appropriation bill.

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

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

Mary Ann Cleary, Director

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GLOSSARY

STATE BUDGET TERMS

Gross Appropriations (Gross): The total of all applicable appropriations (statutory spending authorizations) in a budget bill.

Adjusted Gross Appropriations (Adjusted Gross): The net amount of all gross appropriations after subtracting interdepartmental grants (IDGs) and intradepartmental transfers (IDTs).

Lapses: Appropriation amounts that are unspent/unobligated at the end of a fiscal year. Appropriations are automatically terminated at the end of a fiscal year unless otherwise provided by law.

Work Project: A statutorily-authorized account which allows a spending authorization to be carried over from one fiscal year to a succeeding fiscal year or years—i.e., allows funds to be spent over a period of years.

APPROPRIATION BILL TERMS

Line Item: Specific funding amount in an appropriation bill which establishes spending authorization for a particular program or function (may be for a single purpose or for multiple purposes).

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

REVENUE SOURCES

General Fund/General Purpose (GF/GP): Unrestricted General Fund revenue available to fund any activity accounted for in the General Fund; unused GF/GP revenue lapses to the General Fund at the end of a fiscal year.

State Restricted (Restricted): State revenue restricted by state law or outside restriction that is available only for specified purposes; at year-end, unused restricted revenue remains in the restricted fund.

Federal Revenue: Federal grant or matchable revenue dedicated to specific programs.

Local Revenue: Revenue from local units of government.

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

Interdepartmental Grant (IDG): Revenue or funds received by one state department from another state department (usually for a service provided by the receiving department).

Intradepartmental Transfer (IDT): Transfers or funds being provided from one appropriation unit to another in the same department.

MAJOR STATE FUNDS

Budget Stabilization Fund (BSF): The countercyclical economic and budget stabilization fund; also known as the "rainy day" fund.

School Aid Fund (SAF): A restricted fund; the primary funding source for K-12 schools and Intermediate School Districts (ISDs).

General Fund: The General Fund (funded from taxes and other general revenue) is used to account for the ordinary operations of a governmental unit that are not accounted for in another fund.

DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES

The Department of Insurance and Financial Services (DIFS) is responsible for licensing, evaluating, regulating, and promoting the insurance and financial industries operating within the state and providing consumer protection for Michigan residents by managing consumer information and inquiries and investigating consumer complaints. DIFS administers, implements, and enforces state statutes pertaining to state-chartered banks, credits unions, mortgage lenders, consumer finance entities, insurance companies and agents, health maintenance organizations, and various consumer finance entities. DIFS is organized into the offices of Banking, Consumer Finance, Consumer Services, Credit Unions, Insurance Evaluation, Insurance Rates and Forms, Insurance Licensing and Market Conduct, General Counsel, and Policy. Additionally, DIFS administers the Autism Coverage Reimbursement Program created by Public Act 101 of 2012.

DIFS was created by Executive Order 2013-1 through the transfer of the authority, powers, duties, functions, and responsibilities of the former Office of Financial and Insurance Regulation and functions of the Autism Coverage Reimbursement Program from the Department of Licensing and Regulatory Affairs

Full-time equated unclassified positions	6.0	Full-time equated (FTE) positions not in the state classified service.
Full-time equated classified positions	337.0	Full-time equated (FTE) positions in the state classified service.
Total full-time equated positions	343.0	Total number of all full-time equated positions (includes classified and unclassified). Based on 2,088 hours for 1.0 FTE position.
GROSS APPROPRIATION	\$75,335,500	Total of all applicable line item appropriations.
Total interdepartmental grants/intradepartmental transfers	707,600	Total of all funds received from other departments and transfer of funds.
ADJUSTED GROSS APPROPRIATION	\$74,627,900	Total net amount of all line item gross appropriations less (or minus) interdepartmental grants (IDGs) and intradepartmental transfers (IDTs).
Total federal revenue	2,000,000	Total federal grant or matchable revenue.
Total local revenue	0	Total revenue from local units of government.
Total private revenue	0	Total private grant revenue.
Total state restricted revenue	61,627,900	State revenue dedicated to a specific fund (other than the General Fund); or revenue earmarked for a specific purpose.
GENERAL FUND/ GENERAL PURPOSE	\$11,000,000	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue. GF/GP Subtotals: Ongoing 11,000,000 One-time 0

SECTION 102: DEPARTMENT SERVICES

Appropriation unit includes support for the executive and administrative functions and overhead costs of DIFS, including: financial and administrative services, policy research and development, legal services, property management, rent, workers' compensation insurance, and administrative hearings.

Full-time equated unclassified positions	6.0	Full-time equated (FTE) positions not in the state classified service.
Full-time equated classified positions	41.0	Full-time equated (FTE) positions in the state classified service.
Total full-time equated positions	47.0	Total number of all full-time equated positions (includes classified and unclassified).
Unclassified salaries – 6.0 FTE positions	\$700,000	Supports the salaries of unclassified positions within DIFS, appointed by the Governor, including the DIFS Director and Chief Deputy Director. Funding Source(s): Restricted 700,000
		Related Boilerplate Section(s): None
Executive Director programs – 4.0 FTE positions	615,700	Supports staff and operations for the offices of the DIFS Director and Deputy Directors. Funding Source(s): Restricted 615,700
		Related Boilerplate Section(s): 341
Department services – 37.0 FTE positions	8,168,800	Supports the staff and operations for the Human Resources Manager, Public Information Officer, Economic Development Advisor, Director of Receivership, and the following DIFS offices: Office of Financial and Administrative Services: Responsible for budget development, purchasing, contract and grant management, fiscal oversight, business applications support, and other administrative functions on behalf of DIFS. Office of Policy: Responsible for developing and implementing regulatory policy, performing research and analysis of regulatory related issues, and handling legislative matters. Office of General Counsel: Responsible for providing legal advice and representation with respect to: enforcement actions, formal administrative hearings, orders, rules, statutes, regulations, bulletins, declaratory rulings, health benefit claims, and special projects. Serves as FOIA coordinator, processes Michigan's Patient's Right to Independent Review Act appeals, represents the Director on the State Employees Retirement System Board, and acts as liaison with the Attorney General. Funding Source(s): Restricted 8,168,800 Related Boilerplate Section(s): 208, 209, 210, 218, 219, 229, 231, 234, 238, 240, 310, 391, 1202
Property management	792,000	Supports lease obligations (building occupancy charges) of state- owned facilities occupied by DIFS and managed by the Department of Technology, Management, and Budget (DTMB). Funding Source(s): Restricted 792,000
		Related Boilerplate Section(s): None

Rent	258,800	Supports lease obligations of privately-owned facilities occupied by DIFS.
		Funding Source(s): Restricted 258,800
		Related Boilerplate Section(s): None
Worker's compensation	12,700	Supports the costs of worker's compensation insurance for estimated claims and reserve requirements, administered through the Department of Technology, Management, and Budget (DTMB). Funding Source(s): Restricted 12,700
		Related Boilerplate Section(s): None
Administrative hearings	182,500	Supports the costs associated with administrative hearings conducted by the Michigan Administrative Hearing System (MAHS) pertaining to statutes and rules implemented and enforced by DIFS. Funding Source(s): Restricted 182,500
		Related Boilerplate Section(s): None
GROSS APPROPRIATION	\$10,730,500	Total of all applicable line item appropriations.
Bank fees	1,330,000	Collected from: Banks, saving banks, and Business and Industrial Development Companies Determined via: Supervisory, examination, and miscellaneous fees and fines established by the DIFS Director within statutory limits Expended for: Operation expenses of DIFS to enforce applicable laws
Consumer finance fees	632,800	Collected from: Individuals and entities (e.g. lenders, creditors, servicers) licensed or seeking licensure within the consumer finance industry Determined via: Licensure, examination, and investigation fees and fines established by the DIFS Director and in statute Expended for: DIFS operational expenses of regulating various persons and entities within the consumer finance industry
Credit union fees	1,123,700	Collected from: Credit unions Determined via: Fees and fines established by the DIFS Director within statutory limits Expended for: Examination and supervision expenses of DIFS related to applicable laws
Deferred presentment service transaction fees	500,600	Collected from: Individuals and entities licensed or seeking licensure to engage in deferred presentment service transactions Determined via: Licensure fees and fines established by the DIFS Director within statutory limits Expended for: Operation expenses of DIFS
Insurance Bureau Fund	3,409,500	Collected from: Insurers and other individuals and entities regulated under DIFS's authority Determined via: Actual costs of examination and investigation or a fee derived from a formula established in statute Expended for: Regulatory purposes under DIFS's authority
Insurance continuing education fees	221,600	<u>Collected from</u> : Providers of programs of study for insurance producers <u>Determined via</u> : Filing and authorization fees established in statute <u>Expended for</u> : Operation expenses of DIFS
Insurance licensing and regulation fees	2,827,000	Collected from: Insurers, HMOs, and individuals and entities licensed or seeking licensure to be insurance solicitors, counselors, adjustors, or agents Determined via: Filing, licensure, and examination fees established in statute Expended for: Operation expenses of DIFS

MBLSLA Fund	685,300	Collected from: Individuals and entities licensed or seeking licensure to engage in brokering, lending, or servicing original or secondary mortgages Determined via: Licensure, registration, examination, and investigation fees established by the DIFS Director within statutory limits Expended for: Administration and enforcement of applicable laws
GENERAL FUND/ GENERAL PURPOSE	\$0	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.

SECTION 103: INSURANCE AND FINANCIAL SERVICES REGULATION

Appropriation unit includes support for the state's regulatory oversight of the insurance and financial industries, including: state-chartered banks and trusts, credits unions, mortgage lenders and brokers, various consumer finance entities, insurance companies and agents, and health maintenance organizations. Also supports DIFS consumer services and protection.

Full-time equated classified positions	296.0	Full-time equated (FTE) positions in the state classified service.
Insurance evaluation – 54.0 FTE positions	\$13,142,400	Supports the Office of Insurance Evaluation, which is responsible for all aspects of monitoring and regulating the financial condition of risk-bearing insurance entities including: the processing of applications for licensure filed by insurance companies; on-site financial examinations of domestic insurance companies; ongoing financial monitoring of licensed insurance companies; working with insurance companies reporting negative trends to take appropriate corrective measures; and licensing, monitoring, and examining captive insurers. Funding Source(s): Restricted 13,142,400 Related Boilerplate Section(s): None
Insurance rates and forms – 30.0 FTE positions	5,400,000	Supports the Office of Insurance Rates and Forms, which is responsible for enforcing Michigan statutes and regulations pertaining to insurance rates and forms submitted to DIFS by insurance companies and other licensed entities. Funding Source(s): Federal 2,000,000 Restricted 3,400,000
		Related Boilerplate Section(s): None
Financial institutions evaluation – 131.0 FTE positions	18,661,000	Supports DIFS regulation and evaluation of financial institutions, including: Office of Banking: Responsible for the regulation, examination, supervision, and safety and soundness review of state-chartered banks, savings banks, and BIDCOs. Office of Credit Unions: Responsible for the regulation, examination, and supervision of Michigan state-chartered credit unions and the processing of corporate applications filed by depository financial institutions. Office of Consumer Finance (evaluation): Responsible for the financial evaluation of entities and individuals doing business under various Michigan consumer finance statues, including mortgage brokers, lenders, and servicers; mortgage loan originators; money transmitters; deferred presentment providers; direct loan companies; motor vehicle installment sellers and sales finance companies; and other consumer finance entities. Funding Source(s): IDG 707,600
		Restricted 17,953,400
		Related Boilerplate Section(s): None

Regulatory compliance, market conduct, and licensing – 58.0 FTE positions	10,150,400	Supports DIFS non-financial regulation of financial and insurance entities, including: Office of Insurance Licensing and Market Conduct: Responsible for licensing individual and agency insurance producers, solicitors, counselors, risk retention groups, purchasing groups, reinsurance intermediaries and third party administrators, in addition to reviewing the market conduct of insurers and audits of insurance agents and companies. Office of Consumer Finance (licensing): Responsible for the examination and licensing of entities and individuals doing business under various Michigan consumer finance statues, including mortgage brokers, lenders, and servicers; mortgage loan originators; money transmitters; deferred presentment providers; direct loan companies; motor vehicle installment sellers and sales finance companies; and other consumer finance entities. Funding Source(s): Restricted 10,150,400
		Related Boilerplate Section(s): None
Consumer services and protection – 23.0 FTE positions	4,000,000	Supports the Office of Consumer Services, which is responsible for managing consumer information, education, outreach, inquiries, and complaints; investigating insurance agents and companies; overseeing the communication center serving as the initial point of contact for all incoming calls and visitors; and developing webpages and forms. Funding Source(s): Restricted 4,000,000
		Related Boilerplate Section(s): None
GROSS APPROPRIATION	\$51,353,800	Total of all applicable line item appropriations.
IDG - LARA, for debt management	707,600	Collected from: Individuals and entities (e.g. broker-dealers, agents, investment advisers, adviser representatives, and long-term care facilities) regulated or seeking regulation within the securities, or long-term care industries Determined via: Filing, registration, investigation, and other fees and fines established in statute Expended for: DIFS implementation and enforcement of the Debt Management Act of 1975 (fees collected under that Act are credited directly to the General Fund)
Federal revenues	2,000,000	Collected from: U.S. Dept. of Health and Human Services Determined via: Federal project grant awards Expended for: Implementation of health insurance reforms pursuant to the federal Patient Protection and Affordable Care Act of 2010
Bank fees	6,742,300	Collected from: Banks, saving banks, and Business and Industrial Development Companies Determined via: Supervisory, examination, and miscellaneous fees and fines established by the DIFS Director within statutory limits Expended for: Operation expenses of DIFS to enforce applicable laws
Captive Insurance Regulatory and Supervision Fund	279,400	Collected from: Captive insurance companies Determined via: Filing and examination fees established in statute Expended for: Processing, examining, and investigating applications for captive insurance company certificates of authority
Consumer finance fees	4,129,600	Collected from: Individuals and entities (e.g. lenders, creditors, servicers) licensed or seeking licensure within the consumer finance industry Determined via: Licensure, examination, and investigation fees and fines established by the DIFS Director and in statute Expended for: DIFS operational expenses of regulating various persons and entities within the consumer finance industry

GENERAL FUND/ GENERAL PURPOSE	\$0	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.
Multiple employer welfare arrangement	79,400	Collected from: Individuals and entities establishing or maintaining a multiple employer welfare arrangement Determined via: Filing fees and 0.25% annual assessment established in statute Expended for: Examination and regulation costs incurred by DIFS as a result of applicable laws
MBSLA Fund	4,107,000	<u>Collected from</u> : Individuals and entities licensed or seeking licensure to engage in brokering, lending, or servicing original or secondary mortgages <u>Determined via</u> : Licensure, registration, examination, and investigation fees established by the DIFS Director within statutory limits <u>Expended for</u> : Administration and enforcement of applicable laws
Insurance licensing and regulation fees	4,725,600	Collected from: Insurers, HMOs, and individuals and entities licensed or seeking licensure to be insurance solicitors, counselors, adjustors, or agents Determined via: Filing, licensure, and examination fees established in statute Expended for: Operation expenses of DIFS
Insurance continuing education fees	886,300	<u>Collected from</u> : Providers of programs of study for insurance producers <u>Determined via</u> : Filing and authorization fees established in statute <u>Expended for</u> : Operation expenses of DIFS
Insurance Bureau Fund	18,964,000	Collected from: Insurers and other individuals and entities regulated under DIFS's authority Determined via: Actual costs of examination and investigation or a fee derived from a formula established in statute Expended for: Regulatory purposes under DIFS's authority
Deferred presentment service transaction fees	2,525,100	Collected from: Individuals and entities licensed or seeking licensure to engage in deferred presentment service transactions Determined via: Licensure fees and fines established by the DIFS Director within statutory limits Expended for: Operation expenses of DIFS
Credit union fees	6,207,500	Collected from: Credit unions Determined via: Fees and fines established by the DIFS Director within statutory limits Expended for: Examination and supervision expenses of DIFS related to applicable laws
Credit union fees	6,207,500	

SECTION 104: INFORMATION TECHNOLOGY

Appropriation unit includes support for information technology services and projects within DIFS provided through the Department of Technology, Management, and Budget (DTMB).

Full-time equated classified	0.0	Full-time equated (FTE) positions in the state classified service.
positions	0.0	Tull little equated (FF2) positions in the state diagonied convice.
Information technology services and projects	\$2,251,200	Supports various information technology services and projects provided through the Department of Technology, Management, and Budget (DTMB).
		Funding Source(s): Restricted 2,251,200
		Related Boilerplate Section(s): None
GROSS APPROPRIATION	\$2,251,200	Total of all applicable line item appropriations.
Bank fees	253,800	Collected from: Banks, saving banks, and Business and Industrial Development Companies Determined via: Supervisory, examination, and miscellaneous fees and fines established by the DIFS Director within statutory limits Expended for: Operation expenses of DIFS to enforce applicable laws
Consumer finance fees	35,400	<u>Collected from</u> : Individuals and entities (e.g. lenders, creditors, servicers) licensed or seeking licensure within the consumer finance industry <u>Determined via</u> : Licensure, examination, and investigation fees and fines established by the DIFS Director and in statute <u>Expended for</u> : DIFS operational expenses of regulating various persons and entities within the consumer finance industry
Credit union fees	251,400	Collected from: Credit unions Determined via: Fees and fines established by the DIFS Director within statutory limits Expended for: Examination and supervision expenses of DIFS related to applicable laws
Deferred presentment service transaction fees	114,100	Collected from: Individuals and entities licensed or seeking licensure to engage in deferred presentment service transactions <u>Determined via</u> : Licensure fees and fines established by the DIFS Director within statutory limits <u>Expended for</u> : Operation expenses of DIFS
Insurance Bureau Fund	728,800	Collected from: Insurers and other individuals and entities regulated under DIFS's authority Determined via: Actual costs of examination and investigation or a fee derived from a formula established in statute Expended for: Regulatory purposes under DIFS's authority
Insurance continuing education fees	11,300	<u>Collected from:</u> Providers of programs of study for insurance producers <u>Determined via:</u> Filing and authorization fees established in statute <u>Expended for:</u> Operation expenses of DIFS
Insurance licensing and regulation fees	752,300	Collected from: Insurers, HMOs, and individuals and entities licensed or seeking licensure to be insurance solicitors, counselors, adjustors, or agents Determined via: Filing, licensure, and examination fees established in statute Expended for: Operation expenses of DIFS

MBLSLA Fund	104,100	Collected from: Individuals and entities licensed or seeking licensure to engage in brokering, lending, or servicing original or secondary mortgages Determined via: Licensure, registration, examination, and investigation fees established by the DIFS Director within statutory limits Expended for: Administration and enforcement of applicable laws
GENERAL FUND/ GENERAL PURPOSE	\$0	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.

SECTION 105: AUTISM COVERAGE

Appropriation unit includes funding for the Autism Coverage Reimbursement Program, through the Autism Coverage Fund, created by 2012 PA 101.

GENERAL FUND/ GENERAL PURPOSE	\$11,000,000	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.	
GROSS APPROPRIATION	\$11,000,000	Total of all applicable line item appropriations.	
		Related Boilerplate Section(s): 801, 802	
		application process implemented by DIFS; 1% of the appropriation may be expended for administrative costs. Funding Source(s): GF/GP 11,000,000	
Autism Coverage Fund	\$11,000,000	Supports the Autism Coverage Reimbursement Program, under which insurance carriers may seek reimbursement for claims associated with the diagnosis and treatment of autism spectrum disorders through an	
Full-time equated classified positions	0.0	Full-time equated (FTE) positions in the state classified service.	

BOILERPLATE SECTION INFORMATION

GENERAL SECTIONS

Sec. 201. State Spending From State Resources and Payments to Local Units of Government

Specifies amount of state spending from state resources, and the amount to be paid to local units of government.

Sec. 202. Applicability of Management and Budget Act

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

Sec. 203. Definitions

Defines various terms and acronyms appearing in the article.

Sec. 208. Internet Reporting Requirements

Outlines requirements regarding use of Internet to fulfill legislative reporting requirements.

Sec. 209. Buy American and Buy Michigan

Requires DIFS to purchase goods and services made in America, preferably in Michigan and preferably by veterans, if competitively priced at comparable quality.

Sec. 210. Deprived and Depressed Communities

Requires DIFS to reasonably ensure that businesses in "deprived and depressed" communities compete for and perform contracts for services and supplies.

Sec. 212. Record Retention

Requires DIFS to retain all records in accordance with state and federal guidelines.

Sec. 215. Communications with the Legislature

Prohibits DIFS from taking disciplinary action against an employee for communicating with a member of the Legislature or its staff.

Sec. 216. General Fund/General Purpose Lapse Report

Requires the State Budget Office to submit an annual report providing estimates of GF/GP lapses for LARA agencies and programs.

Sec. 218. Out-of-State Travel

Requires DIFS to submit a report pertaining to out-of-state travel for LARA employees, including the dates of each travel occurrence and the related expenses and fund sourcing of each travel occurrence.

Sec. 219. Office Space Consolidation Plan

Requires DIFS to submit a report pertaining to the amount of office space paid for during the previous year, the amount actually utilized during the previous year, and the estimated amount that will be utilized during the current and subsequent years.

Sec. 221. Prohibits Purchase of Legal Services

Prohibits the purchase of legal services from third parties that are the responsibility of the Attorney General.

Sec. 223. Contingency Funds

Permits appropriation of federal, state restricted, local, and private contingency funds up to specified amounts, subject to the legislative transfer process.

Sec. 228. Increased Payment Options

Permits DIFS to receive payment for licenses, permits, and fees via credit card and other electronic means of payment.

Sec. 229. Department Scorecard Website

Requires DIFS to maintain a department scorecard website that identifies, updates, and tracks key metrics to monitor the department's performance.

Sec. 231. Transparency Website

Requires DIFS, working with DTMB, to maintain a searchable website accessible by the public at no cost, which includes various appropriation, expenditure, procurement, and staffing information.

Sec. 232. Television and Radio Productions

Prohibits DIFS from developing or producing television or radio productions.

BOILERPLATE SECTION INFORMATION

Sec. 234. Restricted Funds Report

Requires DIFS to cooperate with the State Budget Office to submit a report to the Legislature pertaining to restricted fund revenues, expenditures, and balances for FY 2012-13 and FY 2013-14.

Sec. 238. Require RFIs and RFQs Prior to Issuing RFPs

Prohibits DIFS from issuing requests for proposals (RFP) for contracts in excess of \$50,000,000 without first considering issuing requests for information (RFI) or requests for qualifications (RFQ) and requires that DIFS notify DTMB of the evaluation process used to determine that a RFI or RFQ was not necessary.

Sec. 240. Filled FTE Report

Stipulates that the Legislature intends that DIFS does not use FTE positions as spending placeholders and requires DIFS to provide a report specifying the quarterly number of filled FTE positions by line item during the preceding fiscal year.

INSURANCE AND FINANCIAL SERVICES REGULATION

Sec. 310. Economic Development Report

Requires DIFS to submit a report pertaining to the total amounts expended and number of FTEs utilized during the preceding fiscal year to support the economic development of the insurance or financial industries and to provide a detailed plan for ongoing and future DIFS activities to support the economic development of the insurance or financial industries.

Sec. 341. Administrative Rules Restriction

Prohibits DIFS from promulgating any rule more stringent than an applicable federal standard unless authorized by statute. *In a signing letter dated June 13, 2013, the Governor asserts that this boilerplate section is unenforceable.*

Sec. 391. Conservatorship and Insurance Liquidation Funds

Stipulates that funds collected by DIFS in connection with a conservatorship pursuant to section 32 of 1987 PA 173 and from corporations being liquidated pursuant to 1956 PA 218 shall be appropriated for expenses necessary to provide required services and shall not lapse to the general fund.

AUTISM COVERAGE

Sec. 801. Autism Coverage Reimbursement Program Appropriation

Appropriates the money in the Autism Coverage Fund to be expended on the Autism Coverage Reimbursement Program as authorized by 2012 PA 101.

Sec. 802. Autism Coverage Reimbursement Program Reporting Requirements

Requires DIFS to submit a report pertaining to the number of reimbursements for and the average costs of diagnosis and treatment under the Autism Coverage Reimbursement Program authorized by 2012 PA 101.

PART 2A: GENERAL SECTIONS

Sec. 1201. FY 2014-15 Appropriation

States intent that FY 2014-15 appropriations are anticipated to be the same as FY 2013-14 appropriations, except for adjustments for changes in caseloads, federal match rates, economic factors, and available revenue.

Sec. 1202. Normal Retirement Costs and Legacy Retirement Costs

States intent that DIFS identifies the amounts for normal retirement costs and legacy retirement costs for FY 2014-15.





AREAS OF RESPONSIBILITY

Agriculture and Rur	al Development	Paul Holland
Attorney General		Marilyn Peterson
Auditor General		Benjamin Gielczyk
Bill Analysis		
-	Edith Best, Joan Hun	ault, Jeff Stoutenburg, Sue Stutzky
Capital Outlay		Benjamin Gielczyk
Casino Gaming		Benjamin Gielczyk
Civil Rights		Marilyn Peterson
Clean Michigan Initi	ative	Viola Bay Wild
Community College	s	Marilyn Peterson
Community Health:	Mental Health/Substance Abuse	Margaret Alston
	Public Health/Aging/Medicaid-Backup	
	Medicaid/Children's Special Health Care Services	
	nue Forecast	
Education (Departm	ent)	Karen Shapiro
	ity	•
Executive Office		Benjamin Gielczyk
Fiscal Oversight, Au	ıdit, and Litigation	Mary Ann Cleary
Higher Education		Kyle I. Jen
Human Services (De	epartment)	Kevin Koorstra
Insurance and Finar	ncial Services	Paul Holland
Judiciary		Robin R. Risko
Legislature		Benjamin Gielczyk
Licensing and Regu	latory Affairs	Paul Holland
Lottery		Benjamin Gielczyk
Michigan Strategic F	Fund	Benjamin Gielczyk
	s Affairs	•
Natural Resources		Viola Bay Wild
Natural Resources 1	Frust Fund	Viola Bay Wild
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Revenue Sharing/E\		
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