

**FY 2025-2026 EXECUTIVE RECOMMENDATION
GENERAL OMNIBUS BUDGET BILL
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8 **EXECUTIVE BUDGET BILL**
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13 A bill to make appropriations for various state departments and agencies; the
14 judicial branch, and the legislative branch for the fiscal year ending September 30, 2025;
15 to provide anticipated appropriations for the fiscal year ending September 30, 2026; to
16 provide for certain conditions on appropriations; to provide for the expenditure of the
17 appropriations.
18

19 **THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

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	For Fiscal	For Fiscal
	Year Ending	Year Ending
	Sept. 30, 2025	Sept. 30, 2026
23 APPROPRIATION SUMMARY		
24 GROSS APPROPRIATION	\$ 81,993,363,400	\$ 80,409,811,100
25 Total interdepartmental grants and intradepartmental		
26 transfers	1,271,782,400	1,270,932,400
27 ADJUSTED GROSS APPROPRIATION	\$ 80,721,581,000	\$ 79,138,878,700
28 Total federal revenues	33,869,945,900	33,835,491,000
29 Total local revenues	301,097,800	301,097,800
30 Total private revenues	225,738,300	225,738,300
31 Total other state restricted revenues	32,013,453,900	31,127,551,200
32 State general fund/general purpose	\$ 14,311,345,100	\$ 13,649,000,400

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Article 1

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 1-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of agriculture and rural development are appropriated for the fiscal year ending September 30, 2025, and are anticipated to be appropriated for the fiscal year ending September 30, 2026, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT	
2	APPROPRIATION SUMMARY	
3	Full-time equated unclassified positions.....	6.0 6.0
4	Full-time equated classified positions.....	573.0 573.0
5	GROSS APPROPRIATION	\$ 144,218,900 \$ 144,218,900
6	Total interdepartmental grants and intradepartmental	
7	transfers	332,400 332,400
8	ADJUSTED GROSS APPROPRIATION	\$ 143,886,500 \$ 143,886,500
9	Total federal revenues	20,357,900 20,357,900
10	Total local revenues	0 0
11	Total private revenues	21,300 21,300
12	Total other state restricted revenues	46,450,900 46,450,900
13	State general fund/general purpose	\$ 77,056,400 \$ 77,056,400
14	<i>State general fund/general purpose schedule:</i>	
15	<i>Ongoing state general fund/general purpose</i>	<i>77,056,400 77,056,400</i>
16	<i>One-time state general fund/general purpose</i>	<i>0 0</i>
17	Sec. 1-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT	
18	Full-time equated unclassified positions.....	6.0 6.0
19	Full-time equated classified positions.....	37.0 37.0
20	Unclassified salaries-6.0 FTE positions	\$ 1,033,200 \$ 1,033,200
21	Accounting service center	1,177,400 1,177,400
22	Commissions and boards	23,800 23,800
23	Emergency management-8.0 FTE positions	3,553,100 3,553,100
24	Emerging contaminants in food and agriculture-6.0 FTE	
25	positions	2,109,900 2,109,900
26	Executive direction-23.0 FTE positions	3,354,600 3,354,600
27	Property management	<u>785,000 785,000</u>
28	GROSS APPROPRIATION	\$ 12,037,000 \$ 12,037,000
29	Appropriated from:	
30	Federal revenues:	
31	Other federal revenues	1,054,000 1,054,000
32	Special revenue funds:	

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	Other state restricted revenues	706,800	706,800
2	State general fund/general purpose	\$ 10,276,200	\$ 10,276,200
3	Sec. 1-103. INFORMATION TECHNOLOGY		
4	Information technology services and projects	\$ <u>2,366,400</u>	\$ <u>2,366,400</u>
5	GROSS APPROPRIATION	\$ 2,366,400	\$ 2,366,400
6	Appropriated from:		
7	Special revenue funds:		
8	Other state restricted revenues	246,800	246,800
9	State general fund/general purpose	\$ 2,119,600	\$ 2,119,600
10	Sec. 1-104. FOOD SAFETY AND ANIMAL HEALTH		
11	Full-time equated classified positions.....	212.0	212.0
12	Animal disease prevention and response-63.0 FTE		
13	positions	\$ 11,103,000	\$ 11,103,000
14	Animal feed safety-10.0 FTE positions	2,100,800	2,100,800
15	Food safety and quality assurance-103.0 FTE positions	18,833,700	18,833,700
16	Indemnification - livestock depredation	15,000	15,000
17	Michigan animal agriculture alliance	3,000,000	3,000,000
18	Milk safety and quality assurance-36.0 FTE positions .	<u>5,999,300</u>	<u>5,999,300</u>
19	GROSS APPROPRIATION	\$ 41,051,800	\$ 41,051,800
20	Appropriated from:		
21	Federal revenues:		
22	Other federal revenues	4,453,700	4,453,700
23	Special revenue funds:		
24	Other state restricted revenues	8,217,300	8,217,300
25	State general fund/general purpose	\$ 28,380,800	\$ 28,380,800
26	Sec. 1-106. ENVIRONMENT AND SUSTAINABILITY		
27	Full-time equated classified positions.....	144.5	144.5
28	Agricultural climate resiliency	\$ 1,000,000	\$ 1,000,000
29	Environmental stewardship - MAEAP-51.0 FTE positions .	10,825,300	10,825,300
30	Local conservation districts	2,000,000	2,000,000
31	Pesticide and plant pest management-82.0 FTE positions	14,506,900	14,506,900
32	Right-to-farm-6.5 FTE positions	1,042,100	1,042,100

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	Soil health/regenerative agriculture-5.0 FTE positions	1,024,900	1,024,900
2	GROSS APPROPRIATION	\$ 30,399,200	\$ 30,399,200
3	Appropriated from:		
4	Interdepartmental grant revenues:		
5	IDG from department of environment, great lakes, and		
6	energy	95,600	95,600
7	Federal revenues:		
8	Other federal revenues	3,285,100	3,285,100
9	Special revenue funds:		
10	Private revenues	21,300	21,300
11	Other state restricted revenues	15,511,700	15,511,700
12	State general fund/general purpose	\$ 11,485,500	\$ 11,485,500
13	Sec. 1-107. AGRICULTURE DEVELOPMENT		
14	Full-time equated classified positions.....	71.0	71.0
15	Agricultural preservation easement grants	\$ 1,900,000	\$ 1,900,000
16	Agricultural support-5.0 FTE positions	1,000,000	1,000,000
17	Agriculture development-15.0 FTE positions	4,848,700	4,848,700
18	Fair food network - double up food bucks	2,000,000	2,000,000
19	Farm to family-6.0 FTE positions	4,000,000	4,000,000
20	Farmland and open space preservation-10.0 FTE		
21	positions	1,638,000	1,638,000
22	Food and agriculture investment program	2,474,800	2,474,800
23	Food and agriculture supply chain-1.0 FTE position ...	804,900	804,900
24	Fruit and vegetable inspections-8.0 FTE positions	1,308,100	1,308,100
25	Intercounty drain-5.0 FTE positions	883,800	883,800
26	Michigan craft beverage council-1.0 FTE position	1,341,500	1,341,500
27	Migrant labor housing-9.0 FTE positions	1,389,500	1,389,500
28	Producer security/grain dealers-6.0 FTE positions	1,033,400	1,033,400
29	Qualified forest program-4.0 FTE positions	8,107,000	8,107,000
30	Rural development fund grant program-1.0 FTE position	<u>2,008,200</u>	<u>2,008,200</u>
31	GROSS APPROPRIATION	\$ 34,737,900	\$ 34,737,900
32	Appropriated from:		

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Federal revenues:	
2	Other federal revenues	8,085,600 8,085,600
3	Special revenue funds:	
4	Other state restricted revenues	9,886,500 9,886,500
5	State general fund/general purpose	\$ 16,765,800 \$ 16,765,800
6	Sec. 1-108. LABORATORY AND CONSUMER PROTECTION	
7	Full-time equated classified positions.....	108.5 108.5
8	Central licensing and customer call center-13.0 FTE	
9	positions	\$ 1,553,500 \$ 1,553,500
10	Consumer protection program-42.0 FTE positions	7,179,900 7,179,900
11	Laboratory services-42.5 FTE positions	8,873,900 8,873,900
12	USDA monitoring-11.0 FTE positions	<u>1,725,100</u> <u>1,725,100</u>
13	GROSS APPROPRIATION	\$ 19,332,400 \$ 19,332,400
14	Appropriated from:	
15	Interdepartmental grant revenues:	
16	IDG from department of licensing and regulatory	
17	affairs	236,800 236,800
18	Federal revenues:	
19	Other federal revenues	3,479,500 3,479,500
20	Special revenue funds:	
21	Other state restricted revenues	8,087,600 8,087,600
22	State general fund/general purpose	\$ 7,528,500 \$ 7,528,500
23	Sec. 1-110. FAIRS AND EXPOSITIONS	
24	County fairs, shows, and expositions	\$ 500,000 \$ 500,000
25	Fairs and racing	258,600 258,600
26	Horse racing advisory commission	125,000 125,000
27	Purses and supplements - fairs/licensed tracks	1,353,600 1,353,600
28	Standardbred breeders' awards	345,900 345,900
29	Standardbred purses and supplements - licensed tracks	991,100 991,100
30	Standardbred sire stakes	<u>720,000</u> <u>720,000</u>
31	GROSS APPROPRIATION	\$ 4,294,200 \$ 4,294,200
32	Appropriated from:	

1	Special revenue funds:		
2	Other state restricted revenues	3,794,200	3,794,200
3	State general fund/general purpose	\$ 500,000	\$ 500,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2025

GENERAL SECTIONS

Sec. 1-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for the fiscal year 2025 is \$123,507,300.00 and state spending from state sources to be paid to local units of government for fiscal year 2025 is \$7,800,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

16	Environmental stewardship - MAEAP.....	\$	1,100,000
17	Local conservation districts.....		2,000,000
18	Agricultural preservation easement grants.....		1,900,000
19	Qualified forest program.....		1,400,000
20	Rural development fund grant program.....		1,400,000
21	TOTAL	\$	7,800,000

Sec. 1-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 1-203. As used in this article:

- (a) "Department" means the department of agriculture and rural development.
- (b) "Director" means the director of the department.
- (c) "FTE" means full-time equated.
- (d) "IDG" means interdepartmental grant.
- (e) "MAEAP" means the Michigan agriculture environmental assurance program.
- (f) "TB" means tuberculosis.
- (g) "USDA" means the United States Department of Agriculture.

Sec. 1-204. From the funds appropriated in part 1, the departments and agencies shall

1 use the internet to fulfill the reporting requirements of this part. This requirement shall
2 include transmission of reports via email to the recipients identified for each reporting
3 requirement, and it shall include placement of reports on an internet site.

4 Sec. 1-205. To the extent permissible under section 261 of the management and budget
5 act, 1984 PA 431, MCL 18.1261, all of the following apply:

6 (a) The funds appropriated in part 1 must not be used for the purchase of foreign
7 goods or services, or both, if competitively priced and of comparable quality American
8 goods or services, or both, are available.

9 (b) Preference must be given to goods or services, or both, manufactured or provided
10 by Michigan businesses, if they are competitively priced and of comparable quality.

11 (c) Preference must be given to goods or services, or both, that are manufactured or
12 provided by Michigan businesses owned and operated by veterans, if they are competitively
13 priced and of comparable quality.

14 Sec. 1-206. To the extent permissible under the management and budget act, 1984 PA
15 431, MCL 18.1101 to 18.1594, the director of each department and agency receiving
16 appropriations in part 1 shall take all reasonable steps to ensure that geographically
17 disadvantaged business enterprises, as defined in Executive Directive 2023-1, compete for
18 and perform contracts to provide services or supplies, or both. Each director shall
19 strongly encourage firms with which the department or agency contracts to subcontract with
20 certified geographically disadvantaged business enterprises for services, supplies, or
21 both.

22 Sec. 1-207. Consistent with section 217 of the management and budget act, 1984 PA
23 431, MCL 18.1217, each department and agency receiving appropriations in part 1 shall
24 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
25 travel report shall be a listing of all travel by classified and unclassified employees
26 outside this state in the immediately preceding fiscal year that was funded in whole or in
27 part with funds appropriated in the department's or agency's budget. The department shall
28 submit the report to the house and senate appropriations committees and to the report
29 recipients required in section 213 of this part. The report shall include all of the
30 following information:

31 (a) The dates of each travel occurrence.

32 (b) The total transportation and related costs of each travel occurrence, including

1 the proportion funded with state general fund/general purpose revenues, the proportion
2 funded with state restricted revenues, the proportion funded with federal revenues, and the
3 proportion funded with other revenues.

4 Sec. 1-208. Funds appropriated in part 1 shall not be used by a principal executive
5 department, state agency, or authority to hire a person to provide legal services that are
6 the responsibility of the attorney general. This prohibition does not apply to legal
7 services for bonding activities and for those outside services that the attorney general
8 authorizes.

9 Sec. 1-209. Not later than December 15, the state budget office shall prepare and
10 transmit a report that provides for estimates of the total general fund/general purpose
11 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
12 projected year-end general fund/general purpose appropriation lapses by major departmental
13 program or program areas. The state budget office shall submit the report to the senate and
14 house appropriations committees and the senate and house fiscal agencies.

15 Sec. 1-210. (1) In addition to the funds appropriated in part 1, there is
16 appropriated an amount not to exceed \$3,000,000.00 for federal contingency funds. These
17 funds are not available for expenditure until they have been transferred to another line
18 item in this article under section 393(2) of the management and budget act, 1984 PA 431,
19 MCL 18.1393.

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

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

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

32 Sec. 1-211. (1) Money appropriated in part 1 shall not be used to restrict or impede

1 a marginalized community's access to government resources, programs, or facilities.

2 (2) From the funds appropriated in part 1, local governments shall report any action
3 or policy that attempts to restrict or interfere with the duties of the local health
4 officer.

5 Sec. 1-213. Except as otherwise provided in this part, all reports required under
6 this part shall be submitted to the senate and house appropriations subcommittees on the
7 department budget, the senate and house fiscal agencies, the senate and house policy
8 offices, and the state budget office.

9 Sec. 1-216. On a quarterly basis, the department shall report to the senate and house
10 appropriations committees and the report recipients required in section 213 of this part a
11 comparison by line item of the number of FTEs authorized from funds appropriated in part 1
12 to the actual number of FTEs employed by the department at the end of the reporting period.
13

14 **DEPARTMENTAL ADMINISTRATION AND SUPPORT**

15 Sec. 1-301. (1) The department may establish a fee schedule and collect fees for the
16 following work activities and services:

17 (a) Pesticide and plant pest management propagation and certification of virus-free
18 foundation stock.

19 (b) Fruit and vegetable inspection and grading services at shipping and termination
20 points and processing plants.

21 (c) Laboratory support analyses of food, livestock, and agricultural products for
22 disease, foreign products for disease, toxic materials, foreign substances, and quality
23 standards.

24 (d) Laboratory support test samples for other state and local agencies and public or
25 private organizations.

26 (2) The department may receive and expend revenue from the fees authorized under
27 subsection (1) for the purpose of recovering expenses associated with the work activities
28 and services described in subsection (1). Fee revenue collected by the department under
29 subsection (1) shall not lapse to the state general fund at the end of the fiscal year but
30 shall carry forward for appropriation by the legislature in the subsequent fiscal year.

31 (3) The department shall notify the subcommittees, the fiscal agencies, and the state
32 budget office 30 days prior to proposing changes in fees authorized under this section or

1 under section 5 of 1915 PA 91, MCL 285.35.

2 (4) On or before February 1 of each year, the department shall provide a report
3 detailing all the fees charged by the department under the authorization provided in this
4 section, including, but not limited to, rates, number of individuals paying each fee, and
5 the revenue generated by each fee in the previous fiscal year.

6 Sec. 1-302. (1) The department may contract with or provide grants to local units of
7 government, institutions of higher education, or nonprofit organizations to support
8 activities authorized by appropriations in part 1. As used in this section, contracts and
9 grants include, but are not limited to, contracts for delivery of groundwater/freshwater
10 programs, forest management, invasive species monitoring, wildlife risk mitigation, grants
11 promoting proper pesticide disposal, and research grants for the purpose of enhancing the
12 agricultural industries in this state.

13 (2) The department shall provide notice of contracts or grants authorized under this
14 section to the subcommittees, the fiscal agencies, and the state budget office not later
15 than 7 days before the department notifies contract or grant recipients.

16 Sec. 1-303. From the funds appropriated in part 1 for emerging contaminants in food
17 and agriculture the department will support efforts to identify and respond to the impacts
18 of emerging contaminants to the food and agriculture sector, help address and mitigate
19 current issues caused by emerging contaminants, and work to prevent and minimize future
20 impacts. The department shall coordinate these efforts with other state agencies, federal
21 agencies, tribal governments, local governments, institutions of higher learning, and the
22 food and agriculture sector. Emerging contaminants include but are not limited to
23 pesticides, dioxins, and per- and polyfluoroalkyl substances.

24

25 **FOOD SAFETY AND ANIMAL HEALTH**

26 Sec. 1-401. (1) The department shall report on the previous fiscal year's activities
27 of the bureau of food safety and animal health. The report shall include information on
28 activities and outcomes of the dairy safety and inspection program, the food safety
29 inspection program, the foodborne illness and emergency response program, and the food
30 service program.

31 (2) The report shall include information on significant foodborne outbreaks and
32 emergencies, including any significant enforcement actions taken related to food safety

1 during the previous calendar year.

2 (3) The department shall include in the report all indemnification payments for
3 livestock depredation made in the previous calendar year and shall include all of the
4 following:

5 (a) The reason for the indemnification.

6 (b) The amount of the indemnification.

7 (c) The person for whom the indemnification was paid.

8 (4) The report shall be transmitted on or before April 1 of each year.

9 Sec. 1-402. From the funds appropriated in part 1, the department shall pay for all
10 whole herd bovine TB testing costs and individual animal testing costs in the modified
11 accredited zone and buffer counties as referenced in the current memorandum of
12 understanding between the department and the USDA to maintain split-state status
13 requirements. These costs include indemnity and compensation for injury causing death or
14 downer to animals.

15 Sec. 1-403. The department shall use its resources to collaborate with the USDA to
16 monitor bovine TB, consistent with the current required memorandum of understanding between
17 the department and the USDA.

18 Sec. 1-404. From the funds appropriated in part 1 for animal disease prevention and
19 response, \$200,000.00 shall be used to cover costs associated with testing of registered
20 privately owned cervid facilities for required surveillance testing for chronic wasting
21 disease, and for infected herd bovine TB testing.

22 Sec. 1-405. (1) On or before October 15 of each year, the department shall report on
23 bovine TB status and department activities.

24 (2) For each fiscal quarter following the report required in subsection (1), the
25 department shall provide an update. The quarterly update reports shall identify significant
26 impacts to the program, including new incidence of bovine TB in this state, department
27 activity associated with specific new incidence of bovine TB, any changes in USDA
28 requirements or movement orders, and information and data on wildlife risk mitigation plan
29 implementation in the modified accredited zone; implementation of a movement certificate
30 process; progress toward annual surveillance test requirements; efforts to work with
31 slaughter facilities in this state, as well as those that slaughter a significant number of
32 animals from this state; and educational programs and information for this state's

1 livestock community.

2 Sec. 1-406. From the funds appropriated in part 1 for Michigan animal agriculture
3 alliance, the department shall work with animal industry representatives and state research
4 universities to continue an animal research grant program.

5

6 **ENVIRONMENT AND SUSTAINABILITY**

7 Sec. 1-501. The department shall report on the previous calendar year's activities of
8 the bureau of environment and sustainability, on or before April 1 of each year.

9 Sec. 1-502. (1) From the funds appropriated in part 1 for agricultural climate
10 resiliency and the funds appropriated in part 1 for soil health/regenerative agriculture,
11 the department shall promote the principles of soil health and regenerative agriculture,
12 including maintaining soil cover, minimization of soil disturbance, plant and crop
13 diversity, maintenance of live plants and roots, and integration of livestock into cropping
14 systems.

15 (2) The department shall promote the goals of soil health and regenerative
16 agriculture, including increasing soil organic matter content, improving soil water
17 infiltration capacity, increasing soil water holding capacity, improving soil biological
18 capacity to break down plant residue and other substances and to maintain soil aggregation,
19 improving soil nutrient sequestration and cycling capacity, reducing nutrient losses, and
20 increasing carbon sequestration capacity of soil.

21 (3) The department shall promote the practices of soil health and regenerative
22 agriculture, which include the use of no-till farming, intercropping, cover crops,
23 multispecies cover crops, roll cropping managed rotational grazing, and other practices
24 identified that utilize natural biological processes to advance the goals of soil health
25 and regenerative agriculture.

26 Sec. 1-503. (1) From the funds appropriated in part 1 for agricultural climate
27 resiliency, the department shall maintain an agricultural climate resiliency program.

28 (2) The purpose of the agricultural climate resiliency program is to promote the
29 usage and implementation of best regenerative agricultural farming practices and new
30 technologies related to environmental sustainability, including measures to address the
31 impacts of climate change. Program goals include enhancing soil and plant health, soil
32 carbon sequestration, efficient use of water, and protection of water resources.

1 (3) Program funds may not be used for applied research into precision application of
2 fertilizer, pesticides, or herbicides.

3 (4) Of the funds appropriated in part 1 for agricultural climate resiliency, not less
4 than \$1,000,000.00 in funding must be used by the department to partner with a state land-
5 grant university to implement, and evaluate the soil health, regenerative agriculture, and
6 climate resiliency program. The partnership must be focused on researching and assisting
7 the agricultural industry in implementing climate resiliency, soil health, and regenerative
8 agricultural principles and techniques. Partnership goals must include, but are not limited
9 to, maintaining program priorities, developing metrics, implementing goals, evaluating
10 outcomes, and engaging with stakeholders.

11 (5) Included in the report required under section 501 of this part, the department
12 shall provide information on the agricultural climate resiliency program, including
13 department activities, uses of program funds by activity or project, contractors, grantees,
14 and a summary of projects and project results.

15 Sec. 1-504. (1) From the funds appropriated in part 1 for soil health/regenerative
16 agriculture, the department shall maintain a program with the purpose of advancing the
17 adoption of soil health and regenerative agriculture principles in Michigan agriculture.

18 (2) The department may engage partners to achieve the purposes of the program,
19 including agriculture extension offices, the national resources conservation service,
20 conservation districts, and nongovernmental organizations to build farmer-to-farmer
21 networks to disseminate practices and information to improve adoption of soil health and
22 regenerative agriculture practices, and other needs that the department identifies to
23 improve adoption of these principles. Program funds may not be used for applied research
24 into precision application of fertilizer, pesticides, or herbicides.

25 (3) The program's objectives shall be accomplished by utilizing state employees or
26 contracts with service providers, or both. Any program partners receiving funding shall
27 indicate the conservation outcomes they are intending to achieve and how they will measure
28 achievement of those outcomes and provide a report to the department on the uses of funding
29 received and achievement of any outcomes.

30 (4) Included in the report required under section 501 of this part, the department
31 shall provide information on the program, including department activities, uses of program
32 funds by activity or project, contractors, grantees, and a summary of projects and project

1 results.

2 Sec. 1-505. The funds appropriated in part 1 for environmental stewardship - MAEAP
3 shall be used to support department agriculture pollution prevention programs, including
4 groundwater and freshwater protection programs under part 87 of the natural resources and
5 environmental protection act, 1994 PA 451, MCL 324.8701 to 324.8717.

6 Sec. 1-506. The department may receive and expend federal revenues up to a total of
7 \$1,000,000.00 in excess of the federal revenue appropriated in part 1 of this article for
8 environmental stewardship - MAEAP. The department shall notify the subcommittees, the
9 fiscal agencies, and the state budget office prior to expending federal revenues authorized
10 under this section.

11 Sec. 1-507. (1) The appropriations in part 1 for local conservation districts shall
12 be distributed in equal amounts to local conservation districts in this state that were in
13 operation in the previous fiscal year.

14 (2) On or before March 1, the department shall report on the previous calendar year's
15 activities of local conservation districts. The report shall include descriptions of local
16 conservation district activities and funding, including uses of appropriations made in part
17 1. In preparing this report, the department shall coordinate with representatives of local
18 conservation districts.

19

20 **LABORATORY AND CONSUMER PROTECTION**

21 Sec. 1-601. By April 1 the department shall report on the previous calendar year's
22 activities of the laboratory and consumer protection bureau.

23 Sec. 1-602. No funds from the appropriations in part 1 may be used for the purpose of
24 consolidating state-run laboratories.

25

26 **AGRICULTURE DEVELOPMENT**

27 Sec. 1-701. (1) From the funds appropriated in part 1 for the food and agriculture
28 investment program, the department shall operate and administer a food and agriculture
29 investment program.

30 (2) The food and agriculture investment program shall do all of the following:

31 (a) Expand the Michigan food and agriculture sector.

32 (b) Promote food security.

1 (c) Develop local and regional food systems.

2 (d) Grow Michigan exports.

3 (e) Promote the development of value-added agricultural production.

4 (f) Support urban farms, food hubs, food incubators, and community-based processing
5 facilities with a focus on new and expanding protein processors.

6 (g) Promote the expansion of farm markets, flower markets, and urban agriculture,
7 including hoop houses.

8 (h) Increase food processing activities within this state by accelerating investment
9 projects and infrastructure development that support growth in production agriculture and
10 food and agriculture processing, expand opportunity to new agricultural producers and
11 processors, promote agriculture tourism and agricultural heritage, and develop agricultural
12 education and interpretation activities.

13 (3) In addition to the funds appropriated in part 1, the department may receive and
14 expend funds received from outside sources for the food and agriculture investment program.

15 (4) Before the allocation of funding, all projects shall receive approval from the
16 Michigan commission of agriculture and rural development, except for projects selected
17 through a competitive process by a joint evaluation committee selected by the director and
18 consisting of representatives that have agriculture, food security, local and regional food
19 systems, business, and economic development expertise. Projects funded through the food and
20 agriculture investment program will be required to have a grant agreement that outlines
21 milestones and activities that must be met in order to receive a disbursement of funds.
22 Projects must also identify measurable project outcomes.

23 (5) The unexpended funds appropriated in part 1 for the food and agriculture
24 investment program are designated as a work project appropriation, and any unencumbered or
25 unallotted funds shall not lapse at the end of the fiscal year and shall be available for
26 expenditures for projects under this section until the projects have been completed. The
27 following is in compliance with section 451a(1) of the management and budget act, 1984 PA
28 431, MCL 18.1451a:

29 (a) The purpose of the project is to promote and expand the Michigan food and
30 agriculture sector, grow Michigan exports, and increase food processing activities within
31 the state.

32 (b) The project will be accomplished by utilizing state employees or contracts with

1 service providers, or both.

2 (c) The estimated cost of this project is identified in the appropriation line item.

3 (d) The tentative completion date for the work project is September 30, 2027.

4 (6) The department may expend money from the funds appropriated in part 1 for the
5 food and agriculture investment program, including all of the following activities:

6 (a) Grants.

7 (b) Loans or loan guarantees.

8 (c) Infrastructure development.

9 (d) Other economic assistance.

10 (e) Program administration.

11 (f) Export assistance.

12 (7) The department shall expend no more than 10% from the funds appropriated in part
13 1 for the food and agriculture investment program for administrative purposes.

14 (8) In awarding grants under the food and agriculture investment program, the
15 department shall identify and encourage applications from members of socially disadvantaged
16 groups, women, veterans, and beginning farmers and ranchers. In awarding grants under the
17 food and agriculture investment program, the department must also encourage Michigan-based
18 small businesses, nonprofits, and organizations promoting agriculture and food security
19 activities.

20 Sec. 1-703. (1) From the funds appropriated in part 1 for fair food network - double
21 up food bucks, the department shall work with the fair food network to ensure that at least
22 80% of the funds allocated to the double up food bucks program are directly used for the
23 payments to participating vendors.

24 (2) The department shall work with the department of health and human services to do
25 all of the following:

26 (a) Notify recipients of food assistance program benefits that food assistance
27 program benefits can be accessed at many farmer's markets in this state with bridge cards.

28 (b) Notify recipients of food assistance program benefits that the double up food
29 bucks program is administered by the fair food network. Food assistance program recipients
30 shall receive information about the double up food bucks program.

31 (3) The department shall work with the fair food network to expand access to the
32 double up food bucks program in each of the state's counties with grocery stores or

1 farmer's markets that meet the program's eligibility requirements.

2 (4) On or before June 1 the department shall report on activities and outcomes of the
3 double up food bucks program. The report shall contain all of the following:

4 (a) Counties in this state with participating double up food bucks vendors, the
5 number of vendors by county, and the name and location of vendors, as of May 1, 2024.

6 (b) Counties in this state with participating double up food bucks vendors, the
7 number of vendors by county, and the name of location of vendors, as of May 1, 2025. The
8 report shall highlight counties and vendors added to the program since May 1, 2024.

9 (c) Number of individuals participating in the program, by county.

10 Sec. 1-706. (1) By April 1 the department shall report on the previous calendar
11 year's activities of the agriculture development bureau.

12 (2) The report shall include the following information on any grants awarded during
13 the previous fiscal year:

14 (a) The name of the grantee.

15 (b) The amount of the grant.

16 (c) The purpose of the grant, including measurable outcomes.

17 (d) Additional state, federal, private, or local funds contributed to the grant
18 project.

19 (e) The completion date of grant-funded activities.

20 (3) The report shall include the following information on the Michigan craft beverage
21 council established under section 303 of the Michigan liquor control code of 1998, 1998 PA
22 58, MCL 436.1303:

23 (a) Council activities and accomplishments for the previous fiscal year.

24 (b) Council expenditures for the previous fiscal year by category of administration,
25 industry support, research and education grants, and promotion and consumer education.

26 (c) Grants awarded during the previous fiscal year and the results of research grant
27 projects completed during the previous fiscal year.

28 (4) The report shall identify grant recipients who are members of socially
29 disadvantaged groups, women, veterans, and beginning farmers and ranchers.

30 Sec. 1-707. Unexpended industry support fund revenues at the end of the fiscal year
31 shall be carried forward into the industry support fund in the succeeding fiscal year and
32 shall not lapse to the general fund.

1 Sec. 1-708. (1) The appropriations in part 1 for the qualified forest program are for
2 the purpose of increasing the knowledge of nonindustrial private forestland owners of sound
3 forest management practices and increasing the amount of commercial timber production from
4 those lands.

5 (2) The department shall work in partnership with stakeholder groups and other state
6 and federal agencies to increase the active management of nonindustrial private forestland
7 to foster the growth of Michigan's timber product industry.

8 Sec. 1-709. From the funds appropriated in part 1, the department shall maintain
9 coordination with the department of treasury to improve the timely processing and issuance
10 of tax credits under section 36109 of the natural resources and environmental protection
11 act, 1994 PA 451, MCL 324.36109, for the Michigan's farmland and open space preservation
12 program under parts 361 and 362 of the natural resources and environmental protection act,
13 1994 PA 451, MCL 324.36101 to 324.3116 and 324.36201 to 324.36207. This includes, but is
14 not limited to:

15 (a) Timely review of mailed applications and paperwork.

16 (b) Timely and proactive communications to applicants on the status of their
17 application.

18 (c) A clear and understood timeline for the issuance of any tax credits.

19
20 **FAIRS AND EXPOSITIONS**

21 Sec. 1-801. All appropriations from the agriculture equine industry development fund
22 shall be spent on equine related purposes. No funds from the agriculture equine industry
23 development fund shall be expended for nonequine-related purposes without prior approval of
24 the legislature.

25 Sec. 1-802. From the funds appropriated in part 1 from agriculture equine industry
26 development funds, available revenue shall be allocated in the following priority order:

27 (a) To support all administrative, contractual, and regulatory costs incurred by the
28 department and the Michigan gaming control board.

29 (b) Any remaining funds collected through September 30, 2024, after the obligations
30 in subdivision (a) have been met, shall be prorated equally among the county fairs,
31 supplements, breeders' awards, and sire stakes awards to eligible race meeting licensees in
32 accordance with section 20 of the horse racing law of 1995, 1995 PA 279, MCL 431.320.

1 Sec. 1-805. (1) From the funds appropriated in part 1 for county fairs, shows, and
2 expositions, the department shall administer a county fairs, shows, and expositions grant
3 program. The program shall have the following objectives:

4 (a) Assist in the financing of building improvements or other capital improvements at
5 county fairgrounds of this state.

6 (b) Provide financial support, promotion, prizes, and premiums of equine, livestock,
7 and other agricultural commodity expositions in this state.

8 (2) The department shall award grants on a competitive basis to county fairs or other
9 organizations from the funds appropriated in part 1 for county fairs, shows, and
10 expositions grants. Grantees will be required to provide a 50% cash match with grant awards
11 and identify measurable project outcomes. A county fair organization that received a county
12 fair capital improvement grant in the previous fiscal year shall not receive a grant from
13 the appropriation in part 1.

14 (3) From the amount appropriated in part 1 for county fairs, shows, and expositions,
15 up to \$25,000.00 shall be expended for the purpose of financial support, promotion, prizes,
16 and premiums of equine, livestock, and other agricultural commodity expositions and
17 festivals in this state.

18 (4) All fairs receiving grants under this section shall provide a report to the
19 department on the financial impact resulting from the capital improvement project on both
20 fair and nonfair events. These reports are due for 3 years immediately following the
21 completion of the capital improvement project.

22 (5) The department shall identify criteria, evaluate applications, and provide
23 recommendations to the director for final approval of grant awards.

24 (6) The department may expend money from the funds appropriated in part 1 for the
25 county fairs, shows, and expositions for administering the program.

26 (7) The unexpended portion of the appropriation in part 1 for county fairs, shows,
27 and expositions grants are designated as a work project appropriation and any unencumbered
28 or unallotted funds shall not lapse at the end of the fiscal year and shall be available
29 for expenditures for projects under this section until the projects have been completed.
30 The following is in accordance with section 451a of the management and budget act, 1984 PA
31 431, MCL 18.1451a:

32 (a) The purpose of the project is to support building improvements or other capital

1 improvements at county fairgrounds of this state.

2 (b) All grants will be distributed in accordance with this section and the grant
3 guidelines published prior to the request for proposals.

4 (c) The project will be accomplished by utilizing state employees or contracts with
5 service providers, or both.

6 (d) The estimated cost of the project is \$500,000.00.

7 (e) The tentative completion date for the work project is September 30, 2027.

8 (8) The department shall provide a year-end report on the county fairs, shows, and
9 expositions grants no later than December 1, 2025, that includes a listing of the grantees,
10 award amounts, match funding, project outcomes, and department costs of grant
11 administration.

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Article 2

DEPARTMENT OF ATTORNEY GENERAL

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 2-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of attorney general are appropriated for the fiscal year ending September 30, 2025, and are anticipated to be appropriated for the fiscal year ending September 30, 2026, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	DEPARTMENT OF ATTORNEY GENERAL	
2	APPROPRIATION SUMMARY	
3	Full-time equated unclassified positions.....	6.0 6.0
4	Full-time equated classified positions.....	620.4 620.4
5	GROSS APPROPRIATION	\$ 128,549,700 \$ 127,699,700
6	Total interdepartmental grants and intradepartmental	
7	transfers	39,465,600 38,615,600
8	ADJUSTED GROSS APPROPRIATION	\$ 89,084,100 \$ 89,084,100
9	Total federal revenues	10,391,600 10,391,600
10	Total local revenues	0 0
11	Total private revenues	0 0
12	Total other state restricted revenues	22,283,400 22,283,400
13	State general fund/general purpose	\$ 56,409,100 \$ 56,409,100
14	<i>State general fund/general purpose schedule:</i>	
15	<i>Ongoing state general fund/general purpose</i>	<i>56,409,100 56,409,100</i>
16	<i>One-time state general fund/general purpose</i>	<i>0 0</i>
17	Sec. 2-102. ATTORNEY GENERAL OPERATIONS	
18	Full-time equated unclassified positions.....	6.0 6.0
19	Full-time equated classified positions.....	620.4 620.4
20	Attorney general-1.0 FTE position	\$ 112,500 \$ 112,500
21	Unclassified salaries-5.0 FTE positions	964,200 964,200
22	Child support enforcement-26.0 FTE positions	4,021,800 4,021,800
23	Operations-574.4 FTE positions	115,791,100 115,791,100
24	Prosecuting attorneys coordinating council-14.0 FTE	
25	positions	2,757,600 2,757,600
26	Public safety initiative-1.0 FTE position	888,300 888,300
27	Sexual assault law enforcement-5.0 FTE positions	<u>1,480,000</u> <u>1,480,000</u>
28	GROSS APPROPRIATION	\$ 126,015,500 \$ 126,015,500
29	Appropriated from:	
30	Interdepartmental grant revenues:	
31	IDG from department of corrections	730,000 730,000
32	IDG from department of education	815,200 815,200

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	IDG from department of environment, great lakes, and	
2	energy	2,425,600
3	IDG from department of health and human services	8,304,900
4	IDG from department of insurance and financial	
5	services	1,270,000
6	IDG from department of labor and economic opportunity	1,783,400
7	IDG from department of licensing and regulatory	
8	affairs	8,568,100
9	IDG from department of military and veterans affairs .	179,400
10	IDG from department of state	45,000
11	IDG from department of state police	285,100
12	IDG from department of technology, management and	
13	budget	3,073,000
14	IDG from department of transportation	2,515,500
15	IDG from department of treasury	7,627,400
16	IDG from department of lifelong education, advancement,	
17	and potential	993,000
18	Federal revenues:	
19	Other federal revenues	10,391,600
20	Special revenue funds:	
21	Michigan merit award trust fund	534,900
22	Other state restricted revenues	21,748,500
23	State general fund/general purpose	\$ 54,724,900
24	Sec. 2-103. INFORMATION TECHNOLOGY	
25	Information technology services and projects	\$ <u>1,684,200</u>
26	GROSS APPROPRIATION	\$ 1,684,200
27	Appropriated from:	
28	Special revenue funds:	
29	State general fund/general purpose	\$ 1,684,200
30	Sec. 2-104. ONE-TIME APPROPRIATIONS	
31	Operations	\$ <u>850,000</u>
32	GROSS APPROPRIATION	\$ 850,000

1	Appropriated from:		
2	Interdepartmental grant revenues:		
3	IDG from department of labor and economic		
4	opportunity	850,000	0
5	Special revenue funds:		
6	State general fund/general purpose	\$ 0	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2025

GENERAL SECTIONS

13 Sec. 2-201. Pursuant to section 30 of article IX of the state constitution of 1963,
 14 total state spending from state sources under part 1 for the fiscal year 2025 is
 15 \$78,692,500.00 and state spending from state sources to be paid to local units of
 16 government for fiscal year 2025 is \$0.00.

17 Sec. 2-202. The appropriations authorized under this article are subject to the
 18 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

19 Sec. 2-203. As used in this article:

- 20 (a) "Department" means the department of attorney general.
- 21 (b) "Director" means the director of the department.
- 22 (c) "FTE" means full-time equated.
- 23 (d) "IDG" means interdepartmental grant.
- 24 (e) "DNA" means deoxyribonucleic acid.

25 Sec. 2-204. From the funds appropriated in part 1, the departments and agencies shall
 26 use the internet to fulfill the reporting requirements of this part. This requirement shall
 27 include transmission of reports via email to the recipients identified for each reporting
 28 requirement, and it shall include placement of reports on an internet site.

29 Sec. 2-205. To the extent permissible under section 261 of the management and budget
 30 act, 1984 PA 431, MCL 18.1261, all of the following apply:

- 31 (a) The funds appropriated in part 1 must not be used for the purchase of foreign
 32 goods or services, or both, if competitively priced and of comparable quality American

1 goods or services, or both, are available.

2 (b) Preference must be given to goods or services, or both, manufactured or provided
3 by Michigan businesses, if they are competitively priced and of comparable quality.

4 (c) Preference must be given to goods or services, or both, that are manufactured or
5 provided by Michigan businesses owned and operated by veterans, if they are competitively
6 priced and of comparable quality.

7 Sec. 2-206. To the extent permissible under the management and budget act, 1984 PA
8 431, MCL 18.1101 to 18.1594, the director of each department and agency receiving
9 appropriations in part 1 shall take all reasonable steps to ensure that geographically
10 disadvantaged business enterprises, as defined in Executive Directive 2023-1, compete for
11 and perform contracts to provide services or supplies, or both. Each director shall
12 strongly encourage firms with which the department or agency contracts to subcontract with
13 certified geographically disadvantaged business enterprises for services, supplies, or
14 both.

15 Sec. 2-207. Consistent with section 217 of the management and budget act, 1984 PA
16 431, MCL 18.1217, each department and agency receiving appropriations in part 1 shall
17 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
18 travel report shall be a listing of all travel by classified and unclassified employees
19 outside this state in the immediately preceding fiscal year that was funded in whole or in
20 part with funds appropriated in the department's or agency's budget. The department shall
21 submit the report to the house and senate appropriations committees and to the report
22 recipients required in section 213 of this part. The report shall include all of the
23 following information:

24 (a) The dates of each travel occurrence.

25 (b) The total transportation and related costs of each travel occurrence, including
26 the proportion funded with state general fund/general purpose revenues, the proportion
27 funded with state restricted revenues, the proportion funded with federal revenues, and the
28 proportion funded with other revenues.

29 Sec. 2-208. Funds appropriated in part 1 shall not be used by a principal executive
30 department, state agency, or authority to hire a person to provide legal services that are
31 the responsibility of the attorney general. This prohibition does not apply to legal
32 services for bonding activities and for those outside services that the attorney general

1 authorizes.

2 Sec. 2-209. Not later than December 15, the state budget office shall prepare and
3 transmit a report that provides for estimates of the total general fund/general purpose
4 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
5 projected year-end general fund/general purpose appropriation lapses by major departmental
6 program or program areas. The state budget office shall submit the report to the senate and
7 house appropriations committees and the senate and house fiscal agencies.

8 Sec. 2-210. (1) In addition to the funds appropriated in part 1, there is
9 appropriated an amount not to exceed \$750,000.00 for federal contingency funds. These funds
10 are not available for expenditure until they have been transferred to another line item in
11 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
12 18.1393.

13 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
14 not to exceed \$750,000.00 for state restricted contingency funds. These funds are not
15 available for expenditure until they have been transferred to another line item in this
16 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

17 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
18 not to exceed \$50,000.00 for local contingency funds. These funds are not available for
19 expenditure until they have been transferred to another line item in this article under
20 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

21 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
22 not to exceed \$50,000.00 for private contingency funds. These funds are not available for
23 expenditure until they have been transferred to another line item in this article under
24 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

25 Sec. 2-211. (1) Money appropriated in part 1 shall not be used to restrict or impede
26 a marginalized community's access to government resources, programs, or facilities.

27 (2) From the funds appropriated in part 1, local governments shall report any action
28 or policy that attempts to restrict or interfere with the duties of the local health
29 officer.

30 Sec. 2-213. Except as otherwise provided in this part, all reports required under
31 this part shall be submitted to the senate and house appropriations subcommittees on the
32 department budget, the senate and house fiscal agencies, the senate and house policy

1 offices, and the state budget office.

2 Sec. 2-216. On a quarterly basis, the department shall report to the senate and house
3 appropriations committees and the report recipients required in section 213 of this part a
4 comparison by line item of the number of FTEs authorized from funds appropriated in part 1
5 to the actual number of FTEs employed by the department at the end of the reporting period.
6

7 **DEPARTMENT OF ATTORNEY GENERAL**

8 Sec. 2-302. (1) The attorney general shall perform all legal services, including
9 representation before courts and administrative agencies rendering legal opinions and
10 providing legal advice to a principal executive department or state agency. A principal
11 executive department or state agency shall not employ or enter into a contract with any
12 other person for services described in this section.

13 (2) The attorney general shall defend judges of all state courts if a claim is made
14 or a civil action is commenced for injuries to persons or property caused by the judge
15 through the performance of the judge's duties while acting within the scope of his or her
16 authority as a judge.

17 (3) The attorney general shall perform the duties specified in 1846 RS 12, MCL 14.28
18 to 14.35, and 1919 PA 232, MCL 14.101 to 14.102, and as otherwise provided by law.

19 Sec. 2-303. The attorney general may sell copies of the biennial report in excess of
20 the 350 copies that the attorney general may distribute on a gratis basis. Gratis copies
21 shall not be provided to members of the legislature. Electronic copies of biennial reports
22 shall be made available on the department of attorney general's website. The attorney
23 general shall sell copies of the report at not less than the actual cost of the report and
24 shall deposit the money received into the general fund.

25 Sec. 2-304. The department of attorney general is responsible for the legal
26 representation of the law of this state and the legal representation for state of Michigan
27 state employee worker's disability compensation cases. The risk management revolving fund
28 revenue appropriation in part 1 is to be satisfied by billings from the department of
29 attorney general for the actual costs of legal representation, including salaries and
30 support costs.

31 Sec. 2-305. In addition to the funds appropriated in part 1, not more than
32 \$400,000.00 shall be reimbursed per fiscal year for food stamp fraud cases heard by the

1 third circuit court of Wayne County that were initiated by the department of attorney
2 general pursuant to the existing contract between the department of health and human
3 services, the Prosecuting Attorneys Association of Michigan, and the department of attorney
4 general. The source of this funding is money earned by the department of attorney general
5 under the agreement after the allowance for reimbursement to the department of attorney
6 general for costs associated with the prosecution of food stamp fraud cases. It is
7 recognized that the federal funds are earned by the department of attorney general for its
8 documented progress on the prosecution of food stamp fraud cases according to the United
9 States Department of Agriculture regulations and that, once earned by this state, the funds
10 become state funds

11 Sec. 2-306. Any proceeds from a lawsuit initiated by or settlement agreement entered
12 into on behalf of this state against a manufacturer of tobacco products by the attorney
13 general are state funds and are subject to appropriation as provided by law.

14 Sec. 2-307. (1) In addition to the antitrust enforcement collections revenues in part
15 1, antitrust revenues, securities fraud revenues, consumer protection or class action
16 enforcement revenues, or attorney fees recovered by the department of attorney general, not
17 to exceed \$350,000.00, are appropriated to the department of attorney general for
18 antitrust, securities fraud, and consumer protection or class action enforcement cases.

19 (2) Any unexpended funds from antitrust revenues, securities fraud revenues, or
20 consumer protection or class action enforcement revenues at the end of the fiscal year,
21 including antitrust funds in part 1, may be carried forward for expenditure in the
22 following fiscal year up to the maximum authorization of \$1,000,000.00.

23 (3) The department of attorney general shall make available upon request information
24 detailing the amount of revenue from subsection (1) recovered by the attorney general,
25 including a description of the source of the revenue and the carryforward amount.

26 Sec. 2-308. (1) In addition to the funds appropriated in part 1, there is
27 appropriated up to \$1,000,000.00 from litigation expense reimbursements awarded to this
28 state.

29 (2) The funds may be expended for the payment of court judgments, settlements,
30 arbitration awards or other administrative and litigation decisions, attorney fees, and
31 litigation costs, assessed against the office of the governor, the department of attorney
32 general, the governor, or the attorney general when acting in an official capacity as the

1 named party in litigation against this state. The funds may also be expended for the
2 payment of state costs incurred under section 16 of chapter X of the code of criminal
3 procedure, 1927 PA 175, MCL 770.16.

4 (3) Unexpended funds at the end of the fiscal year may be carried forward for
5 expenditure in the following year, up to a maximum authorization of \$250,000.00.

6 Sec. 2-309. (1) From the prisoner reimbursement funds appropriated in part 1, the
7 department of attorney general may spend up to \$780,700.00 on activities related to the
8 state correctional facility reimbursement act, 1935 PA 253, MCL 800.401 to 800.406. In
9 addition to the funds appropriated in part 1, if the department of attorney general
10 collects in excess of \$1,131,000.00 in gross annual prisoner reimbursement receipts
11 provided to the general fund, the excess, up to a maximum of \$1,000,000.00, is appropriated
12 to the department of attorney general and may be spent on the representation of the
13 department of corrections and its officers, employees, and agents, including, but not
14 limited to, the defense of litigation against this state, its departments, officers,
15 employees, or agents in civil actions filed by prisoners.

16 (2) The attorney general's office shall make available upon request information on
17 the dollar amount of prisoner reimbursements collected from subsection (1) as well as
18 descriptions of all expenditures made from the reimbursements, including what activities
19 related to the state correctional facility reimbursement act, 1935 PA 253, MCL 800.401 to
20 800.406, funds were spent on.

21 Sec. 2-310. (1) For the purposes of providing title IV-D child support enforcement
22 funding, the attorney general shall maintain a cooperative agreement with the department of
23 health and human services, as the state IV-D agency, for federal IV-D funding to support
24 the child support enforcement activities within the department of attorney general.

25 (2) The attorney general or the attorney general's designee shall, to the extent
26 allowable under federal law, have access to any information used by this state to locate
27 parents who fail to pay court-ordered child support.

28 Sec. 2-312. The department of attorney general shall not receive and expend funds,
29 other than those authorized in part 1, for legal services provided specifically to other
30 state departments or agencies except for costs for expert witnesses, court costs, or other
31 non-salary litigation expenses associated with a pending legal action.

32 Sec. 2-313. The department of attorney general shall submit a quarterly report on the

1 lawsuit settlement proceeds fund that includes all of the following:

2 (a) The total amount of revenue deposited into the lawsuit settlement proceeds fund
3 in the current fiscal year delineated by case.

4 (b) The total amount appropriated from the lawsuit settlement proceeds fund in the
5 current fiscal year delineated by appropriation.

6 (c) Earned settlement proceeds that are anticipated but not yet deposited into the
7 fund delineated by case.

8 (d) Any known potential settlement amounts from cases that have not been decided,
9 delineated by case.

10 Sec. 2-316. (1) From the funds appropriated in part 1 for sexual assault law
11 enforcement efforts, the department of attorney general shall use the funds for testing of
12 backlogged sexual assault kits across this state. The funding provided in part 1 shall be
13 distributed in the following order of priority:

14 (a) To eliminate all county sexual assault kit backlogs across this state.

15 (b) To assist local prosecutors with investigations and prosecutions of viable cases.

16 (c) To provide victim services.

17 (2) The department of attorney general shall submit a report by February 1. The
18 report shall include all of the following information:

19 (a) The number of sexual assault kits across this state that remain untested as of
20 January 31, 2024.

21 (b) A detailed work plan outlining the department of attorney general's action plan
22 to eliminate all outstanding sexual assault kits and the time frame for completion of
23 testing of all untested sexual assault kits.

24 (c) A detailed work and spending plan outlining anticipated litigation action and
25 expenditures resulting from findings of the sexual assault kit testing.

26 (3) Any funds remaining after the department of attorney general has met the
27 obligations required under subsection (1) may be used for the purpose of retesting any
28 previously tested sexual assault kits across this state using currently available DNA
29 testing. Funds may be used only for DNA testing on previously tested kits that were not
30 tested for DNA. If there are remaining untested sexual assault kits on January 31, 2024,
31 funds appropriated in part 1 shall be used only for the testing of those kits.

32 Sec. 2-317. (1) The department of attorney general shall report all legal costs and

1 associated expenses related to the declaration of emergency due to drinking water
2 contamination, and the investigations and any resulting prosecutions, for publication in
3 the Flint water emergency-financial and activities tracking and reporting document that is
4 posted by the state budget director on the public website, Michigan.gov/budget/fiscal-
5 pages/reports/flint. The tracking and reporting documents shall include the budget line
6 item source for each expenditure.

7 (2) At the conclusion of all attorney general investigations related to the
8 declaration of emergency due to drinking water contamination, all materials related to any
9 investigations shall be preserved pursuant to applicable document retention policies.

10 Sec. 2-319. From the funds appropriated in part 1, the attorney general shall submit
11 a quarterly report on the wrongful imprisonment compensation fund that includes at least
12 all of the following:

13 (a) All payments made from the wrongful imprisonment compensation fund in each prior
14 quarter of the fiscal year, and the total of those payments, including if each payment is
15 part of a new settlement or part of an installment plan.

16 (b) Total payments made from each prior fiscal year and the total of all payments to
17 date.

18 (c) Any settlements that have been decided but have yet to receive a payment.

19 (d) The number of known cases seeking a settlement, but do not have a final judgment,
20 and the dollar amount of each potential payment for these known cases, and the total of
21 these payments.

22 (e) The balance of the wrongful imprisonment compensation fund at the end of the
23 previous quarter.

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Article 3

DEPARTMENT OF CIVIL RIGHTS

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 3-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of civil rights are appropriated for the fiscal year ending September 30, 2025, and are anticipated to be appropriated for the fiscal year ending September 30, 2026, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	DEPARTMENT OF CIVIL RIGHTS	
2	APPROPRIATION SUMMARY	
3	Full-time equated unclassified positions.....	6.0 6.0
4	Full-time equated classified positions.....	189.0 189.0
5	GROSS APPROPRIATION	\$ 32,320,500 \$ 32,320,500
6	Total interdepartmental grants and intradepartmental	
7	transfers	0 0
8	ADJUSTED GROSS APPROPRIATION	\$ 32,320,500 \$ 32,320,500
9	Total federal revenues	2,890,900 2,890,900
10	Total local revenues	0 0
11	Total private revenues	18,700 18,700
12	Total other state restricted revenues	58,500 58,500
13	State general fund/general purpose	\$ 29,352,400 \$ 29,352,400
14	<i>State general fund/general purpose schedule:</i>	
15	<i>Ongoing state general fund/general purpose</i>	<i>29,352,400 29,352,400</i>
16	<i>One-time state general fund/general purpose</i>	<i>0 0</i>
17	Sec. 3-102. CIVIL RIGHTS OPERATIONS	
18	Full-time equated unclassified positions.....	6.0 6.0
19	Full-time equated classified positions.....	189.0 189.0
20	Unclassified salaries-6.0 FTE positions	\$ 844,500 \$ 844,500
21	Complaint investigation and enforcement-140.0 FTE	
22	positions	21,842,800 21,842,800
23	Division on deaf, deafblind, and hard of hearing-6.0 FTE	
24	positions	753,500 753,500
25	Executive office-28.0 FTE positions	3,938,400 3,938,400
26	Museums support	1,500,000 1,500,000
27	Public affairs-15.0 FTE positions	<u>2,665,400</u> <u>2,665,400</u>
28	GROSS APPROPRIATION	\$ 31,544,600 \$ 31,544,600
29	Appropriated from:	
30	Federal revenues:	
31	Other federal revenues	2,875,900 2,875,900
32	Special revenue funds:	

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 Private revenues	18,700	18,700
2 Other state restricted revenues	58,500	58,500
3 State general fund/general purpose	\$ 28,591,500	\$ 28,591,500
4 Sec. 3-103. INFORMATION TECHNOLOGY		
5 Information technology services and projects	\$ <u>775,900</u>	\$ <u>775,900</u>
6 GROSS APPROPRIATION	\$ 775,900	\$ 775,900
7 Appropriated from:		
8 Federal revenues:		
9 Other federal revenues	15,000	15,000
10 Special revenue funds:		
11 State general fund/general purpose	\$ 760,900	\$ 760,900

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2025

GENERAL SECTIONS

Sec. 3-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for the fiscal year 2025 is \$29,410,900.00 and state spending from state sources to be paid to local units of government for fiscal year 2025 is \$0.00.

Sec. 3-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 3-203. As used in this article:

- (a) "Department" means the department of civil rights.
- (b) "Director" means the director of the department.
- (c) "FTE" means full-time equated.
- (d) "IDG" means interdepartmental grant.

Sec. 3-204. From the funds appropriated in part 1, the departments and agencies shall use the internet to fulfill the reporting requirements of this part. This requirement shall include transmission of reports via email to the recipients identified for each reporting requirement, and it shall include placement of reports on an internet site.

1 Sec. 3-205. To the extent permissible under section 261 of the management and budget
2 act, 1984 PA 431, MCL 18.1261, all of the following apply:

3 (a) The funds appropriated in part 1 must not be used for the purchase of foreign
4 goods or services, or both, if competitively priced and of comparable quality American
5 goods or services, or both, are available.

6 (b) Preference must be given to goods or services, or both, manufactured or provided
7 by Michigan businesses, if they are competitively priced and of comparable quality.

8 (c) Preference must be given to goods or services, or both, that are manufactured or
9 provided by Michigan businesses owned and operated by veterans, if they are competitively
10 priced and of comparable quality.

11 Sec. 3-206. To the extent permissible under the management and budget act, 1984 PA
12 431, MCL 18.1101 to 18.1594, the director of each department and agency receiving
13 appropriations in part 1 shall take all reasonable steps to ensure that geographically
14 disadvantaged business enterprises, as defined in Executive Directive 2023-1, compete for
15 and perform contracts to provide services or supplies, or both. Each director shall
16 strongly encourage firms with which the department or agency contracts to subcontract with
17 certified geographically disadvantaged business enterprises for services, supplies, or
18 both.

19 Sec. 3-207. Consistent with section 217 of the management and budget act, 1984 PA
20 431, MCL 18.1217, each department and agency receiving appropriations in part 1 shall
21 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
22 travel report shall be a listing of all travel by classified and unclassified employees
23 outside this state in the immediately preceding fiscal year that was funded in whole or in
24 part with funds appropriated in the department's or agency's budget. The department shall
25 submit the report to the house and senate appropriations committees and to the report
26 recipients required in section 213 of this part. The report shall include all of the
27 following information:

28 (a) The dates of each travel occurrence.

29 (b) The total transportation and related costs of each travel occurrence, including
30 the proportion funded with state general fund/general purpose revenues, the proportion
31 funded with state restricted revenues, the proportion funded with federal revenues, and the
32 proportion funded with other revenues.

1 Sec. 3-208. Funds appropriated in part 1 shall not be used by a principal executive
2 department, state agency, or authority to hire a person to provide legal services that are
3 the responsibility of the attorney general. This prohibition does not apply to legal
4 services for bonding activities and for those outside services that the attorney general
5 authorizes.

6 Sec. 3-209. Not later than December 15, the state budget office shall prepare and
7 transmit a report that provides for estimates of the total general fund/general purpose
8 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
9 projected year-end general fund/general purpose appropriation lapses by major departmental
10 program or program areas. The state budget office shall submit the report to the senate and
11 house appropriations committees and the senate and house fiscal agencies.

12 Sec. 3-210. (1) In addition to the funds appropriated in part 1, there is
13 appropriated an amount not to exceed \$1,000,000.00 for federal contingency funds. These
14 funds are not available for expenditure until they have been transferred to another line
15 item in this article under section 393(2) of the management and budget act, 1984 PA 431,
16 MCL 18.1393.

17 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
18 not to exceed \$375,000.00 for private contingency funds. These funds are not available for
19 expenditure until they have been transferred to another line item in this article under
20 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

21 Sec. 3-211. (1) Money appropriated in part 1 shall not be used to restrict or impede
22 a marginalized community's access to government resources, programs, or facilities.

23 (2) From the funds appropriated in part 1, local governments shall report any action
24 or policy that attempts to restrict or interfere with the duties of the local health
25 officer.

26 Sec. 3-213. Except as otherwise provided in this part, all reports required under
27 this part shall be submitted to the senate and house appropriations subcommittees on the
28 department budget, the senate and house fiscal agencies, the senate and house policy
29 offices, and the state budget office.

30 Sec. 3-216. On a quarterly basis, the department shall report to the senate and house
31 appropriations committees and the report recipients required in section 213 of this part a
32 comparison by line item of the number of FTEs authorized from funds appropriated in part 1

1 to the actual number of FTEs employed by the department at the end of the reporting period.

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3 **CIVIL RIGHTS OPERATIONS**

4 Sec. 3-402. (1) In addition to the appropriations contained in part 1, the department
5 of civil rights may receive and expend funds from local and private sources, up to a
6 combined total of \$1,000,000.00, for all of the following purposes:

7 (a) Developing and presenting training for employers on equal employment opportunity
8 law and procedures.

9 (b) The publication and sale of civil rights related informational material.

10 (c) The provision of copy material made available under requests under the freedom of
11 information act, 1976 PA 442, MCL 15.231 to 15.246.

12 (d) Other copy fees, subpoena fees, and witness fees.

13 (e) Developing, presenting, and participating in mediation processes for certain
14 civil rights cases.

15 (f) Workshops, seminars, and recognition or award programs consistent with the
16 programmatic mission of the individual unit sponsoring or coordinating the programs.

17 (g) Staffing costs for all activities included in this subsection.

18 (2) The department of civil rights shall annually report to the senate and house of
19 representatives standing committees on appropriations and to the report recipients required
20 in section 213 of this part the amount of funds received and expended for purposes
21 authorized under this section.

22 Sec. 3-403. The department of civil rights may contract with local units of
23 government to review equal employment opportunity compliance of potential contractors and
24 may charge for and expend amounts received from local units of government for the purpose
25 of developing and providing these contractual services.

26 Sec. 3-404. (1) The department of civil rights shall prepare and transmit a detailed
27 report that includes, but is not limited to, all of the following information for the prior
28 fiscal year:

29 (a) A detailed description of the department's operations.

30 (b) A detailed description of all subunits within the department, including FTE
31 positions associated with each subunit, responsibilities of each subunit, and all revenues
32 and expenditures for each subunit.

- 1 (c) The number of complaints by type of complaint.
- 2 (d) The average cost of, and time expended, investigating complaints.
- 3 (e) The percentage of complaints that are meritorious and worthy of investigation or
4 settlement and the percentage of complaints that have no merit.
- 5 (f) A listing of amounts awarded to claimants.
- 6 (g) Expenditures associated with complaint investigation and enforcement.
- 7 (h) A listing of complaint investigations closed per FTE position for each of the
8 past 5 years.
- 9 (i) A listing of complaint evaluations completed per FTE position for each of the
10 past 5 years.
- 11 (j) Productivity projections for the current fiscal year, including investigations
12 closed per FTE, complaint evaluations completed per FTE, and average time expended
13 investigating complaints.
- 14 (k) Revenues and expenditures associated with section 403 of this part by local units
15 of government.
- 16 (2) The report required under subsection (1) shall be posted online and transmitted
17 electronically not later than November 30.
- 18 Sec. 3-411. (1) From the funds appropriated in part 1 for museums support,
19 \$500,000.00 shall directly be awarded to support an Arab-American museum located in a
20 county with a population over 1,300,000 and in a city with a population of between 105,000
21 and 115,000, according to the most recent federal decennial census.
- 22 (2) From the funds appropriated in part 1 for museums support, \$500,000.00 shall
23 directly be awarded to an African-American museum in a city with a population greater than
24 600,000, according to the most recent federal decennial census.
- 25 (3) From the funds appropriated in part 1 for museums support, \$500,000.00 shall
26 directly be awarded to support a memorial center in a county with a population of between
27 1,200,000 and 1,300,000 and in a city with a population of between 83,000 and 84,000,
28 according to the most recent federal decennial census.

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Article 4

DEPARTMENT OF CORRECTIONS

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 4-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of corrections are appropriated for the fiscal year ending September 30, 2025, and are anticipated to be appropriated for the fiscal year ending September 30, 2026, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	DEPARTMENT OF CORRECTIONS	
2	APPROPRIATION SUMMARY	
3	Full-time equated unclassified positions.....	16.0 16.0
4	Full-time equated classified positions.....	13,210.0 13,207.0
5	GROSS APPROPRIATION	\$ 2,144,379,000 \$ 2,140,979,000
6	Total interdepartmental grants and intradepartmental	
7	transfers	0 0
8	ADJUSTED GROSS APPROPRIATION	\$ 2,144,379,000 \$ 2,140,979,000
9	Total federal revenues	5,180,500 5,180,500
10	Total local revenues	11,694,000 11,694,000
11	Total private revenues	0 0
12	Total other state restricted revenues	33,494,400 30,094,400
13	State general fund/general purpose	\$ 2,094,010,100 \$ 2,094,010,100
14	<i>State general fund/general purpose schedule:</i>	
15	<i>Ongoing state general fund/general purpose</i>	<i>2,094,010,100 2,094,010,100</i>
16	<i>One-time state general fund/general purpose</i>	<i>0 0</i>
17	Sec. 4-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT	
18	Full-time equated unclassified positions.....	16.0 16.0
19	Full-time equated classified positions.....	395.0 395.0
20	Unclassified salaries-16.0 FTE positions	\$ 2,294,100 \$ 2,294,100
21	Administrative hearings officers	3,988,000 3,988,000
22	Budget and operations administration-303.0 FTE	
23	positions	43,990,400 43,990,400
24	Compensatory buyout and union leave bank	100 100
25	County jail reimbursement program	14,814,600 14,814,600
26	Employee wellness programming-8.0 FTE positions	2,378,200 2,378,200
27	Equipment and special maintenance	1,559,700 1,559,700
28	Executive direction-24.0 FTE positions	4,886,200 4,886,200
29	Judicial data warehouse user fees	50,600 50,600
30	New custody staff training	22,444,600 22,444,600
31	Prison industries operations-60.0 FTE positions	10,188,800 10,188,800
32	Property management	2,479,200 2,479,200

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	Prosecutorial and detainer expenses	4,801,000	4,801,000
2	Worker's compensation	<u>11,659,700</u>	<u>11,659,700</u>
3	GROSS APPROPRIATION	\$ 125,535,200	\$ 125,535,200
4	Appropriated from:		
5	Federal revenues:		
6	Other federal revenues	674,700	674,700
7	Special revenue funds:		
8	Other state restricted revenues	16,810,400	16,810,400
9	State general fund/general purpose	\$ 108,050,100	\$ 108,050,100
10	Sec. 4-103. OFFENDER SUCCESS ADMINISTRATION		
11	Full-time equated classified positions.....	343.9	343.9
12	Community corrections comprehensive plans and services	\$ 14,198,100	\$ 14,198,100
13	Criminal justice reinvestment	2,548,400	2,548,400
14	Education/skilled trades/career readiness programs-259.9		
15	FTE positions	38,843,200	38,843,200
16	Enhanced food technology program-11.0 FTE positions ..	1,680,800	1,680,800
17	Goodwill flip the script	1,250,000	1,250,000
18	Higher education in prison	1,250,000	1,250,000
19	Offender success community partners	19,175,000	19,175,000
20	Offender success federal grants	751,000	751,000
21	Offender success programming	15,742,200	15,742,200
22	Offender success services-73.0 FTE positions	15,753,800	15,753,800
23	Probation residential services	14,575,500	14,575,500
24	Public safety initiative	<u>2,000,000</u>	<u>2,000,000</u>
25	GROSS APPROPRIATION	\$ 127,768,000	\$ 127,768,000
26	Appropriated from:		
27	Federal revenues:		
28	Other federal revenues	2,372,600	2,372,600
29	Special revenue funds:		
30	State general fund/general purpose	\$ 125,395,400	\$ 125,395,400
31	Sec. 4-104. FIELD OPERATIONS ADMINISTRATION		
32	Full-time equated classified positions.....	1,880.5	1,880.5

		For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Field operations-1,849.5 FTE positions	\$ 233,525,600	\$ 233,525,600
2	Parole board operations-31.0 FTE positions	4,003,700	4,003,700
3	Parole/probation services	940,000	940,000
4	Residential alternative to prison program	<u>1,500,000</u>	<u>1,500,000</u>
5	GROSS APPROPRIATION	\$ 239,969,300	\$ 239,969,300
6	Appropriated from:		
7	Special revenue funds:		
8	Local revenues	275,000	275,000
9	Other state restricted revenues	7,580,500	7,580,500
10	State general fund/general purpose	\$ 232,113,800	\$ 232,113,800
11	Sec. 4-105. CORRECTIONAL FACILITIES ADMINISTRATION		
12	Full-time equated classified positions.....	681.0	681.0
13	Body-worn cameras-8.0 FTE positions	\$ 3,801,500	\$ 3,801,500
14	Central records-43.0 FTE positions	5,035,100	5,035,100
15	Contraband prevention	1,000,000	1,000,000
16	Correctional facilities administration-35.0 FTE		
17	positions	6,593,900	6,593,900
18	Housing inmates in federal institutions	511,000	511,000
19	Inmate housing fund	100	100
20	Inmate legal services	290,900	290,900
21	Intelligence unit-30.0 FTE positions	4,021,500	4,021,500
22	Leased beds and alternatives to leased beds	100	100
23	Prison food service-324.0 FTE positions	76,098,200	76,098,200
24	Prison store operations-32.0 FTE positions	3,567,800	3,567,800
25	Transportation-209.0 FTE positions	<u>32,548,600</u>	<u>32,548,600</u>
26	GROSS APPROPRIATION	\$ 133,468,700	\$ 133,468,700
27	Appropriated from:		
28	Federal revenues:		
29	Other federal revenues	683,000	683,000
30	Special revenue funds:		
31	Other state restricted revenues	4,442,400	4,442,400
32	State general fund/general purpose	\$ 128,343,300	\$ 128,343,300

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 Sec. 4-106. HEALTH CARE		
2 Full-time equated classified positions.....	1,525.3	1,525.3
3 Clinical complexes-1,033.3 FTE positions	\$ 174,030,600	\$ 174,030,600
4 Health care administration-18.0 FTE positions	3,727,700	3,727,700
5 Healthy Michigan plan administration-12.0 FTE		
6 positions	1,045,000	1,045,000
7 Hepatitis C treatment	10,499,100	10,499,100
8 Interdepartmental grant to health and human services,		
9 eligibility specialists	120,200	120,200
10 Mental health and substance use disorder treatment		
11 services-462.0 FTE positions	66,998,500	66,998,500
12 Prisoner health care services	117,540,700	117,540,700
13 Vaccination program	<u>691,200</u>	<u>691,200</u>
14 GROSS APPROPRIATION	\$ 374,653,000	\$ 374,653,000
15 Appropriated from:		
16 Federal revenues:		
17 Other federal revenues	415,400	415,400
18 Special revenue funds:		
19 Other state restricted revenues	257,200	257,200
20 State general fund/general purpose	\$ 373,980,400	\$ 373,980,400
21 Sec. 4-107. CORRECTIONAL FACILITIES		
22 Full-time equated classified positions.....	8,381.3	8,381.3
23 Alger Correctional Facility - Munising-259.0 FTE		
24 positions	\$ 33,416,400	\$ 33,416,400
25 Baraga Correctional Facility - Baraga-295.8 FTE		
26 positions	39,605,900	39,605,900
27 Bellamy Creek Correctional Facility - Ionia-415.2 FTE		
28 positions	52,028,100	52,028,100
29 Carson City Correctional Facility - Carson City-422.4 FTE		
30 positions	53,554,000	53,554,000
31 Central Michigan Correctional Facility - St. Louis-386.6		
32 FTE positions	50,609,400	50,609,400

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 Charles E. Egeler Correctional Facility - Jackson-386.6		
2 FTE positions	50,267,800	50,267,800
3 Chippewa Correctional Facility - Kincheloe-443.6 FTE		
4 positions	56,465,900	56,465,900
5 Cooper Street Correctional Facility - Jackson-254.6 FTE		
6 positions	32,433,000	32,433,000
7 Detroit Detention Center-75.8 FTE positions	11,419,000	11,419,000
8 Earnest C. Brooks Correctional Facility - Muskegon-248.2		
9 FTE positions	33,461,400	33,461,400
10 G. Robert Cotton Correctional Facility - Jackson-396.0		
11 FTE positions	49,669,800	49,669,800
12 Gus Harrison Correctional Facility - Adrian-304.0 FTE		
13 positions	39,797,900	39,797,900
14 Ionia Correctional Facility - Ionia-293.3 FTE		
15 positions	38,157,900	38,157,900
16 Kinross Correctional Facility - Kincheloe-247.3 FTE		
17 positions	34,594,900	34,594,900
18 Lakeland Correctional Facility - Coldwater-275.4 FTE		
19 positions	36,356,400	36,356,400
20 Macomb Correctional Facility - New Haven-313.3 FTE		
21 positions	41,215,200	41,215,200
22 Marquette Branch Prison - Marquette-319.7 FTE		
23 positions	41,504,500	41,504,500
24 Muskegon Correctional Facility - Muskegon-217.3 FTE		
25 positions	30,113,900	30,113,900
26 Newberry Correctional Facility - Newberry-200.1 FTE		
27 positions	26,912,900	26,912,900
28 Oaks Correctional Facility - Eastlake-289.4 FTE		
29 positions	38,522,200	38,522,200
30 Parnall Correctional Facility - Jackson-266.1 FTE		
31 positions	33,090,000	33,090,000
32 Richard A. Handlon Correctional Facility - Ionia-268.3		

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 FTE positions	35,454,400	35,454,400
2 Saginaw Correctional Facility - Freeland-276.9 FTE		
3 positions	36,529,700	36,529,700
4 Special alternative incarceration program - Jackson-26.2		
5 FTE positions	4,035,900	4,035,900
6 St. Louis Correctional Facility - St. Louis-306.6		
7 FTE positions	41,548,200	41,548,200
8 Thumb Correctional Facility - Lapeer-295.6 FTE		
9 positions	37,920,600	37,920,600
10 Womens Huron Valley Correctional Complex - Ypsilanti-506.1		
11 FTE positions	65,059,300	65,059,300
12 Woodland Correctional Facility - Whitmore Lake-296.9		
13 FTE positions	40,427,500	40,427,500
14 Northern region administration and support-43.0 FTE		
15 positions	4,652,800	4,652,800
16 Southern region administration and support-52.0 FTE		
17 positions	<u>19,243,500</u>	<u>19,243,500</u>
18 GROSS APPROPRIATION	\$ 1,108,068,400	\$ 1,108,068,400
19 Appropriated from:		
20 Federal revenues:		
21 Other federal revenues	1,034,800	1,034,800
22 Special revenue funds:		
23 Local revenues	11,419,000	11,419,000
24 Other state restricted revenues	102,100	102,100
25 State general fund/general purpose	\$ 1,095,512,500	\$ 1,095,512,500
26 Sec. 4-108. INFORMATION TECHNOLOGY		
27 Information technology services and projects	\$ <u>31,516,400</u>	\$ <u>31,516,400</u>
28 GROSS APPROPRIATION	\$ 31,516,400	\$ 31,516,400
29 Appropriated from:		
30 Special revenue funds:		
31 Other state restricted revenues	901,800	901,800
32 State general fund/general purpose	\$ 30,614,600	\$ 30,614,600

1	Sec. 4-109. ONE-TIME APPROPRIATIONS		
2	Full-time equated classified positions.....	3.0	0.0
3	Thumb Education Center-3.0 FTE positions	\$ 3,400,000	\$ 0
4	GROSS APPROPRIATION	\$ 3,400,000	\$ 0
5	Appropriated from:		
6	Special revenue funds:		
7	Other state restricted revenues	3,400,000	0
8	State general fund/general purpose	\$ 0	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2025

GENERAL SECTIONS

Sec. 4-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for the fiscal year 2025 is \$2,127,504,500.00 and state spending from state sources to be paid to local units of government for fiscal year 2025 is \$123,656,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF CORRECTIONS

21	County jail reimbursement program.....	\$ 14,814,600
22	Prosecutorial and detainer expenses.....	4,801,000
23	Community corrections comprehensive plans and services.....	14,198,100
24	Probation residential services.....	14,575,500
25	Public safety initiative.....	2,000,000
26	Field operations.....	71,766,700
27	Residential alternative to prison program.....	1,500,000
28	Leased beds and alternatives to leased beds.....	100
29	TOTAL	\$ 123,656,000

Sec. 4-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 4-203. As used in this article:

- 1 (a) "Administrative segregation" means confinement for maintenance of order or
2 discipline to a cell or room apart from accommodations provided for inmates who are
3 participating in programs of the facility.
- 4 (b) "Department" means the Michigan department of corrections.
- 5 (c) "Evidence-based" means a decision-making process that integrates the best
6 available research, clinician expertise, and client characteristics.
- 7 (d) "FTE" means full-time equated.
- 8 (e) "Jail" means a facility operated by a local unit of government for the physical
9 detention and correction of persons charged with or convicted of criminal offenses.
- 10 (f) "Offender success" means that an offender has, with the support of the community,
11 intervention of the field agent, and benefit of any participation in programs and
12 treatment, made an adjustment while at liberty in the community such that he or she has not
13 been sentenced to or returned to prison for the conviction of a new crime or the revocation
14 of probation or parole.
- 15 (g) "Recidivism" means that term as defined in section 1 of 2017 PA 5, MCL 798.31.
- 16 (h) "Serious emotional disturbance" means that term as defined in section 100d(3) of
17 the mental health code, 1974 PA 258, MCL 330.1100d.
- 18 (i) "Serious mental illness" means that term as defined in section 100d(4) of the
19 mental health code, 1974 PA 258, MCL 330.1100d.
- 20 Sec. 4-204. From the funds appropriated in part 1, the departments and agencies shall
21 use the internet to fulfill the reporting requirements of this part. This requirement shall
22 include transmission of reports via email to the recipients identified for each reporting
23 requirement, and it shall include placement of reports on an internet site.
- 24 Sec. 4-205. To the extent permissible under section 261 of the management and budget
25 act, 1984 PA 431, MCL 18.1261, all of the following apply:
- 26 (a) The funds appropriated in part 1 must not be used for the purchase of foreign
27 goods or services, or both, if competitively priced and of comparable quality American
28 goods or services, or both, are available.
- 29 (b) Preference must be given to goods or services, or both, manufactured or provided
30 by Michigan businesses, if they are competitively priced and of comparable quality.
- 31 (c) Preference must be given to goods or services, or both, that are manufactured or
32 provided by Michigan businesses owned and operated by veterans, if they are competitively

1 priced and of comparable quality.

2 Sec. 4-206. To the extent permissible under the management and budget act, 1984 PA
3 431, MCL 18.1101 to 18.1594, the director of each department and agency receiving
4 appropriations in part 1 shall take all reasonable steps to ensure that geographically
5 disadvantaged business enterprises, as defined in Executive Directive 2023-1, compete for
6 and perform contracts to provide services or supplies, or both. Each director shall
7 strongly encourage firms with which the department or agency contracts to subcontract with
8 certified geographically disadvantaged business enterprises for services, supplies, or
9 both.

10 Sec. 4-207. Consistent with section 217 of the management and budget act, 1984 PA
11 431, MCL 18.1217, each department and agency receiving appropriations in part 1 shall
12 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
13 travel report shall be a listing of all travel by classified and unclassified employees
14 outside this state in the immediately preceding fiscal year that was funded in whole or in
15 part with funds appropriated in the department's or agency's budget. The department shall
16 submit the report to the house and senate appropriations committees and to the report
17 recipients required in section 213 of this part. The report shall include all of the
18 following information:

19 (a) The dates of each travel occurrence.

20 (b) The total transportation and related costs of each travel occurrence, including
21 the proportion funded with state general fund/general purpose revenues, the proportion
22 funded with state restricted revenues, the proportion funded with federal revenues, and the
23 proportion funded with other revenues.

24 Sec. 4-208. Funds appropriated in part 1 shall not be used by a principal executive
25 department, state agency, or authority to hire a person to provide legal services that are
26 the responsibility of the attorney general. This prohibition does not apply to legal
27 services for bonding activities and for those outside services that the attorney general
28 authorizes.

29 Sec. 4-209. Not later than December 15, the state budget office shall prepare and
30 transmit a report that provides for estimates of the total general fund/general purpose
31 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
32 projected year-end general fund/general purpose appropriation lapses by major departmental

1 program or program areas. The state budget office shall submit the report to the senate and
2 house appropriations committees and the senate and house fiscal agencies.

3 Sec. 4-210. (1) In addition to the funds appropriated in part 1, there is
4 appropriated an amount not to exceed \$2,500,000.00 for federal contingency funds. These
5 funds are not available for expenditure until they have been transferred to another line
6 item in this article under section 393(2) of the management and budget act, 1984 PA 431,
7 MCL 18.1393.

8 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
9 not to exceed \$10,000,000.00 for state restricted contingency funds. These funds are not
10 available for expenditure until they have been transferred to another line item in this
11 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

12 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
13 not to exceed \$2,000,000.00 for local contingency funds. These funds are not available for
14 expenditure until they have been transferred to another line item in this article under
15 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

16 Sec. 4-211. (1) Money appropriated in part 1 shall not be used to restrict or impede
17 a marginalized community's access to government resources, programs, or facilities.

18 (2) From the funds appropriated in part 1, local governments shall report any action
19 or policy that attempts to restrict or interfere with the duties of the local health
20 officer.

21 Sec. 4-213. Except as otherwise provided in this part, all reports required under
22 this part shall be submitted to the senate and house appropriations subcommittees on the
23 department budget, the senate and house fiscal agencies, the senate and house policy
24 offices, the legislative corrections ombudsman, and the state budget office.

25 Sec. 4-216. On a quarterly basis, the department shall report to the senate and house
26 appropriations committees and the report recipients required in section 213 of this part a
27 comparison by line item of the number of FTEs authorized from funds appropriated in part 1
28 to the actual number of FTEs employed by the department at the end of the reporting period.

29 Sec. 4-219. The department may charge fees and collect revenues in excess of
30 appropriations in part 1 not to exceed the cost of offender services and programming,
31 employee meals, parolee loans, academic/vocational services, custody escorts, compassionate
32 visits, union steward activities, and public works programs and services provided to local

1 units of government or private nonprofit organizations. The revenues and fees collected are
2 appropriated for all expenses associated with these services and activities.

3

4 **DEPARTMENTAL ADMINISTRATION AND SUPPORT**

5 Sec. 4-301. For 3 years after a felony offender is released from the department's
6 jurisdiction, the department shall maintain the offender's file on the offender tracking
7 information system and make it publicly accessible in the same manner as the file of the
8 current offender. However, the department shall immediately remove the offender's file from
9 the offender tracking information system upon determination that the offender was
10 wrongfully convicted and the offender's file is not otherwise required to be maintained on
11 the offender tracking information system.

12 Sec. 4-303. The department shall submit a report by March 1 on the department's staff
13 retention strategies.

14 Sec. 4-304. The department shall submit a report by March 1 on the number of employee
15 departures. The report must include the number of corrections officers that departed from
16 employment at a state correctional facility in the immediately preceding fiscal year and
17 the number of years they worked for the department. The report shall include a chart that
18 shows the normal distribution of employee departures in these positions based on years of
19 service. Years of service shall be grouped into the following ranges: 1 to 3 years, 3 to 5
20 years, 5 to 10 years, 10 to 15 years, 15 to 20 years, and 20 and more years. The department
21 shall review all reasons for employee departures and summarize in the report the primary
22 reasons for departure for each of the ranges of years of service based on the available
23 responses. The report shall include a section that shows the distinction between recruits
24 who are in-training at the academy that depart employment, recruits who are in-training at
25 a facility that depart employment, and employees who have been on the job that depart
26 employment.

27 Sec. 4-305. Funds appropriated in part 1 for prosecutorial and detainer expenses
28 shall be used to reimburse counties for housing and custody of parole violators and
29 offenders being returned by the department from community placement who are available for
30 return to institutional status and for prisoners who volunteer for placement in a county
31 jail.

32 Sec. 4-306. The department shall provide fiduciary oversight of funds received under

1 the local corrections officers training act, 2003 PA 125, MCL 791.531 to 791.546.

2 Sec. 4-307. The department shall issue an annual report by November 1 listing all
3 service contracts with a value of \$500,000.00 or more and include the original start date
4 and the current expiration date of those contracts, and the number of available option
5 years.

6 Sec. 4-308. The department must ensure that a prisoner telephone system is
7 maintained. The prisoner telephone system must meet ongoing operational needs of the
8 department while maintaining the lowest per-minute rate possible. The department must
9 provide notice of each of the following taking effect:

10 (a) Changes to telephone rates.

11 (b) Extending the telephone contract, including the department exercising the option
12 to extend the contract.

13 (c) Rebidding the telephone contract.

14 Sec. 4-309. From the funds appropriated in part 1, the department shall provide for
15 the training of all custody staff in effective and safe ways of handling prisoners with
16 mental illness and referring prisoners to mental health treatment programs. Mental health
17 awareness training shall be incorporated into the training of new custody staff.

18 Sec. 4-311. The department shall provide a report on the Michigan state industries
19 program by December 1 that includes, but is not be limited to, the locations of the
20 programs, the total number of participants at each location, a description of job duties
21 and typical inmate schedules, the products that are produced, and how the program provides
22 marketable skills that lead to employable outcomes after release from a department
23 facility.

24 Sec. 4-312. (1) Funds appropriated in part 1 for employee wellness programming shall
25 be used for post-traumatic stress outreach, treating mental health issues, peer support
26 programs, and providing mental health programming for all department staff, including
27 former employees.

28 (2) By December 15, the department shall submit a report on programs the department
29 has established, the level of employee involvement, and expenditures made by the department
30 for employee wellness programming.

31 Sec. 4-313. (1) From the funds appropriated in part 1 for new custody staff training,
32 the department shall work to hire and train new corrections officers to address attrition

1 of corrections officers and to decrease overtime costs. The department shall submit
2 quarterly reports on new employee schools. The reports must include the following
3 information for the immediately preceding fiscal quarter, and as much of the information as
4 possible for the current and next fiscal year.

5 (a) The number of new employee schools that took place and the location of each.

6 (b) The number of recruits that started in each employee school.

7 (c) The number of recruits that graduated from each employee school and continued
8 employment with the department.

9 (2) Third quarter reports must outline steps the department has taken to obtain the
10 highest number of recruits possible for each new employee school. A report prepared
11 pursuant to this subsection must include, but not be limited to, all of the following
12 information:

13 (a) Internal sources of recruitment, including transfers and promotions.

14 (b) External sources of recruitment, including advertisements.

15 (c) Job portals, social networking platforms, placement agencies, job fairs, campus
16 placements, or professional entities used for recruitment.

17 (d) Whether the department's website was used to advertise vacancies.

18 Sec. 4-314. The department shall submit a quarterly report on the number of overtime
19 hours worked by all custody staff, by facility. The report shall include for each facility
20 the reasons for overtime hours worked, and the average number of overtime hours worked by
21 active employees.

22 Sec. 4-315. From the funds appropriated in part 1, the department may establish
23 agreements and exchange offender data with local, state, and federal agencies, law
24 enforcement, community service and treatment providers, and research partners in order to
25 improve offender success, reduce recidivism risk, and enhance public safety. This data
26 sharing may include, but is not limited to, efforts to support the following:

27 (a) Providing continuing access to behavioral health, physical health, and medication
28 needs through community-based providers.

29 (b) Establishing assistance program eligibility and participation.

30 (c) Collaborating with community service providers for continued care and access to
31 services for offenders.

32 (d) Providing ongoing cognitive and behavioral treatment programming in the

1 community.

2 (e) Providing substance abuse testing and referrals for counseling services and
3 treatment.

4 (f) Providing vocational skill training, job placement support, and monitoring
5 employment attainment.

6 (g) Determining educational attainment and needs.

7 (h) Establishing accurate offender identification, criminal histories, and monitoring
8 new criminal activity.

9 (i) Measuring and evaluating treatment programs and services in support of evidence-
10 based practices.

11 Sec. 4-317. The department shall submit 3-year and 5-year prison population
12 projection updates by April 1, including explanations of the methodology and assumptions
13 used in developing the projection updates.

14 Sec. 4-318. The department shall provide an annual statistical report from the
15 immediately preceding calendar year by June 30. The statistical report shall include, but
16 not be limited to, the types of information as provided in the 2004 statistical report.

17 Sec. 4-319. The department shall report the reincarceration recidivism rates of
18 offenders based on available data.

19 Sec. 4-320. (1) The department shall administer a county jail reimbursement program
20 from the funds appropriated in part 1 for the purpose of reimbursing counties for housing
21 in jails certain felons who otherwise would have been sentenced to prison.

22 (2) The county jail reimbursement program shall reimburse counties for convicted
23 felons in the custody of the sheriff if the conviction was for a crime committed on or
24 after January 1, 1999 and 1 of the following applies:

25 (a) The felon's sentencing guidelines recommended range upper limit is more than 18
26 months, the felon's sentencing guidelines recommended range lower limit is 12 months or
27 less, the felon's prior record variable score is 35 or more points, and the felon's
28 sentence is not for commission of a crime in crime class G or crime class H or a nonperson
29 crime in crime class F under chapter XVII of the code of criminal procedure, 1927 PA 175,
30 MCL 777.1 to 777.69.

31 (b) The felon's minimum sentencing guidelines range minimum is more than 12 months
32 under the sentencing guidelines described in subdivision (a).

1 (c) The felon was sentenced to jail for a felony committed while the felon was on
2 parole and under the jurisdiction of the parole board and for which the sentencing
3 guidelines recommended range for the minimum sentence has an upper limit of more than 18
4 months.

5 (3) State reimbursement under this section shall be \$65.00 per diem per diverted
6 offender for offenders with a presumptive prison guideline score, \$55.00 per diem per
7 diverted offender for offenders with a straddle cell guideline for a group 1 crime, and
8 \$40.00 per diem per diverted offender for offenders with a straddle cell guideline for a
9 group 2 crime. Reimbursements shall be paid for sentences up to a 1-year total.

10 (4) As used in this section:

11 (a) "Group 1 crime" means a crime in 1 or more of the following offense categories:
12 arson, assault, assaultive other, burglary, criminal sexual conduct, homicide or resulting
13 in death, other sex offenses, robbery, and weapon possession as determined by the
14 department based on specific crimes for which counties received reimbursement under the
15 county jail reimbursement program in fiscal year 2007 and fiscal year 2008, and listed in
16 the county jail reimbursement program document titled "FY 2007 and FY 2008 Group One Crimes
17 Reimbursed", dated March 31, 2009.

18 (b) "Group 2 crime" means a crime that is not a group 1 crime, including larceny,
19 fraud, forgery, embezzlement, motor vehicle, malicious destruction of property, controlled
20 substance offense, felony drunk driving, and other nonassaultive offenses.

21 (c) "In the custody of the sheriff" means that the convicted felon has been sentenced
22 to the county jail and is either housed in a county jail, is in custody but is being housed
23 at a hospital or medical facility for a medical or mental health purpose, or has been
24 released from jail and is being monitored through the use of the sheriff's electronic
25 monitoring system.

26 (5) County jail reimbursement program expenditures shall not exceed the amount
27 appropriated in part 1 for the county jail reimbursement program. Payments to counties
28 under the county jail reimbursement program shall be made in the order in which properly
29 documented requests for reimbursements are received. A request shall be considered to be
30 properly documented if it meets departmental requirements for documentation. By October 15,
31 the department shall distribute the documentation requirements to all counties.

32 (6) Any county that receives funding under this section for the purpose of housing in

1 jails certain felons who otherwise would have been sentenced to prison shall, as a
2 condition of receiving the funding, report by September 30 an annual average jail capacity
3 and annual average jail occupancy for the immediately preceding fiscal year.

4 (7) Not later than February 1, the department shall report all of the following
5 information:

6 (a) The number of inmates sentenced to the custody of the sheriff and eligible for
7 the county jail reimbursement program.

8 (b) The total amount paid to counties under the county jail reimbursement program.

9 (c) The total number of days inmates were in the custody of the sheriff and eligible
10 for the county jail reimbursement program.

11 (d) The number of inmates sentenced to the custody of the sheriff under each of the 3
12 categories: presumptive prison, group 1 crime, and group 2 crime in subsection (3).

13 (e) The total amount paid to counties under each of the 3 categories: presumptive
14 prison, group 1 crime, and group 2 crime in subsection (3).

15 (f) The total number of days inmates were in the custody of the sheriff under each of
16 the 3 categories: presumptive prison, group 1 crime, and group 2 crime in subsection (3).

17 (g) The estimated cost of housing inmates sentenced to the custody of the sheriff and
18 eligible for the county jail reimbursement program as inmates of a state prison.

19 Sec. 4-321. The department shall provide monthly email reports on offender
20 populations, including, but not limited to, the following:

21 (a) Prison population by facility and security level and prisoners housed in county
22 jails.

23 (b) Net operating capacity according to the most recent certification report.

24 (c) Number of closed housing units and beds in those units.

25 (d) Electronic monitoring populations.

26 (e) Parole populations.

27 (f) Probation populations, with identification of the number of offenders in special
28 alternative incarceration.

29 Sec. 4-322. (1) On a quarterly basis, the department shall report the following
30 information:

31 (a) The number of positions in pay status by civil service classification for each
32 correctional facility.

1 (b) A detailed accounting of all vacant positions that exist within the department.

2 (c) A detailed accounting of all correction officer positions at each correctional
3 facility, including positions that are filled and vacant positions, by facility.

4 (d) A detailed accounting of all vacant positions that are health care related.

5 (e) A detailed accounting of vacant positions that are being held open for
6 temporarily nonactive employees.

7 (2) As used in this section, "vacant position" means any position that has not been
8 filled at any time during the past 12 calendar months.

9 Sec. 4-323. The department shall provide the state court administrative office data
10 sufficient to administer the swift and sure sanctions program.

11
12 **OFFENDER SUCCESS ADMINISTRATION**

13 Sec. 4-401. (1) The department shall provide a report by March 1 on offender success
14 expenditures and allocations. At a minimum, the report shall include details on prior-year
15 expenditures, including amounts spent on each project funded, itemized by service provided
16 and service provider.

17 (2) The department may accept cash or in-kind donations to supplement funds for
18 prison education training, supplies, and materials necessary to complete the academic and
19 jobs skills related programs. All funds received are appropriated and may be expended by
20 the department. Any unexpended or unencumbered donations at the close of the fiscal year
21 shall not lapse to the general fund but shall be carried forward to the subsequent fiscal
22 year.

23 Sec. 4-404. (1) From the funds appropriated in part 1, the department shall design
24 services for offender success and vocational education programs, collaborating with the
25 department of labor and economic opportunity and local entities to the extent deemed
26 necessary by the director. The department shall ensure the program provides relevant
27 professional development opportunities to prisoners who are high quality, demand driven,
28 locally receptive, and responsive to the needs of communities where the prisoners are
29 expected to reside after their release from correctional facilities.

30 (2) By March 1, the department shall provide a report detailing the results of the
31 work force development program.

32 Sec. 4-405. Funds awarded for probation residential services in part 1 shall provide

1 for the following:

2 (a) An initial client assessment reimbursement of \$200.

3 (b) A per diem reimbursement of not more than \$68.00.

4 Sec. 4-406. Pursuant to an approved comprehensive plan, allowable uses of community
5 corrections comprehensive plans and services funds shall include reimbursing counties for
6 transportation, treatment costs, and housing drunk drivers during a period of assessment
7 for treatment and case planning. Reimbursements for housing during the assessment process
8 shall be at the rate of \$43.50 per day per offender, up to a maximum of 5 days per
9 offender.

10 Sec. 4-407. (1) The department shall submit the following information for each county
11 and counties consolidated for community corrections comprehensive plans:

12 (a) Approved technical assistance grants and community corrections comprehensive
13 plans including each program and level of funding, the utilization level of each program,
14 and profile information of enrolled offenders.

15 (b) If federal funds are made available, the number of participants funded, the
16 number served, the number successfully completing the program, and a summary of the program
17 activity.

18 (c) Status of the community corrections information system and the jail population
19 information system.

20 (d) Data on residential services, including participant data, participant sentencing
21 guideline scores, program expenditures, average length of stay, and bed utilization data.

22 (e) Offender disposition data by sentencing guideline range, by disposition type, by
23 prior record variable score, by number and percent statewide and by county, current year,
24 and comparisons to the previous 3 years.

25 (f) Data on the use of funding made available under the drunk driver jail reduction
26 and community treatment program.

27 (2) The report required under subsection (1) shall include the total funding
28 allocated, program expenditures, required program data, and year-to-date totals.

29 Sec. 4-408. (1) The law enforcement agency receiving funding appropriated in part 1
30 for public safety initiative shall submit quarterly expenditure reports including a
31 detailed listing of expenditures made, the purpose for which the expenditures were made,
32 specific services provided, and the number of individuals served. Reports required under

1 this section must be submitted to report recipients listed in section 213 of this part and
2 to the department of corrections.

3 (2) As a condition of receiving funding appropriated for public safety initiative,
4 reports required in the prior fiscal year must be submitted before funds may be disbursed
5 for the current fiscal year.

6 Sec. 4-409. From the funds appropriated in part 1, the department shall establish and
7 maintain policies and procedures that assist prisoners with obtaining a birth certificate,
8 duplicate Social Security card, if eligible, DD Form 214 or other military documentation,
9 state identification card, and operator's license before parole or discharge.

10 Sec. 4-410. (1) Funds appropriated in part 1 for higher education in prison must be
11 used by the department in collaboration with accredited universities or colleges to provide
12 incarcerated individuals the opportunity to participate in comprehensive bachelor's degree
13 programs at no cost to the student. Funding must be used for eligible expenses including
14 staffing, supplies, and tuition.

15 (2) Universities and colleges receiving funding under this section must report by
16 July 1 on expenditure of funds, number of participants served, enrollments by race and
17 gender, and number of participants that complete the program.

18 Sec. 4-411. From the funds appropriated in part 1 for enhanced food technology
19 program, the department shall maintain a program that provides on-the-job training in
20 prison kitchens that will lead to prisoners earning food service training credentials
21 recognized by the restaurant industry. The department shall collaborate with the Michigan
22 Restaurant and Lodging Association and other restaurant industry stakeholders to provide
23 job placement assistance to individuals on probation or parole.

24 Sec. 4-412. (1) From the funds appropriated in part 1 for offender success
25 programming, the department shall establish medication-assisted treatment offender success
26 pilot programs to provide prerelease treatment and postrelease referral for opioid addicted
27 offenders, as well as alcohol-addicted offenders who voluntarily participate in the
28 medication-assisted treatment offender success pilot programs. The department shall
29 collaborate with residential and nonresidential substance abuse treatment providers and
30 with community-based clinics to provide postrelease assessment and treatment. The programs
31 shall employ a multifaceted approach to treatment, including various forms of medication-
32 assisted treatment approved by the Food and Drug Administration for the treatment of opioid

1 use disorder or alcohol use disorder, counseling, and postrelease referral to community-
2 based providers. The department shall consider the use of long-acting injectable
3 formulations, when clinically appropriate, of FDA-approved medication-assisted treatment
4 for alcohol and opioid use disorder when developing an offender's release plan.

5 (2) The department shall submit a report by December 1 on the number of offenders who
6 received an injectable treatment for alcohol use disorder and the number that received an
7 injectable treatment for opioid use disorder prior to release, the number of offenders that
8 subsequently received treatment in the community for a duration of at least 3 months, and
9 the number of offenders who received injections and were subsequently returned to prison
10 during the prior fiscal year.

11 Sec. 4-413. From the funds appropriated in part 1, the department shall ensure that
12 any inmate with a diagnosed mental illness is referred to a local mental health care
13 provider that is able and willing to treat the inmate upon parole or discharge. The
14 department shall ensure that the provider is informed of the inmate's current treatment
15 plan including any medications that are currently prescribed to the inmate.

16 Sec. 4-414. (1) Funds appropriated in part 1 for Goodwill Flip the Script shall be
17 distributed to a Michigan-chartered 501(c)(3) nonprofit corporation operating in a county
18 with greater than 1,500,000 people for administration and expansion of a program that
19 serves a population of individuals aged 16 to 39. The program shall target those who are
20 entering the criminal justice system for the first or second time and shall assist those
21 individuals through the following program types:

22 (a) Alternative sentencing programs in partnership with a local district or circuit
23 court.

24 (b) Educational recovery for special adult populations with high rates of illiteracy.

25 (c) Career development and continuing education for women.

26 (2) The program selected shall report by March 30 on program performance
27 measurements, the number of individuals diverted from incarceration, the number of
28 individuals served, and outcomes of participants who complete the program

29 Sec. 4-415. The department shall report by March 1 on academic and vocational
30 programs, including, but not limited to, all of the following:

31 (a) The number of instructors and the number of instructor vacancies, by program and
32 facility.

1 (b) The number of prisoners enrolled in each program, the number of prisoners
2 completing each program, the number of prisoners who do not complete each program and the
3 number of prisoners on waiting lists for each program.

4 (c) The racial demographics of prisoners enrolled in each program.

5 (d) The steps the department has undertaken to improve programs, track records,
6 accommodate transfers and prisoners with health care needs, and reduce waiting lists.

7 (e) The number of prisoners paroled without a high school diploma or a high school
8 equivalency.

9 (f) The number of prisoners not paroled at their earliest release date due to lack of
10 a high school equivalency and the reason those prisoners have not obtained a high school
11 equivalency.

12 Sec. 4-416. From the funds appropriated in part 1, priority may be given to funding
13 reentry or rehabilitation programs that have been demonstrated to reduce prison violence
14 and recidivism, including faith-based initiatives.

15 Sec. 4-417. (1) Funds appropriated in part 1 for criminal justice reinvestment shall
16 be used only to fund data collection and evidence-based programs designed to reduce
17 recidivism among probationers, parolees, and prisoners.

18 (2) Of the funds appropriated in part 1 for criminal justice reinvestment, at least
19 \$600,000.00 shall be allocated to an organization that has received a United States
20 Department of Labor training to work 2-adult reentry grant to provide county jail inmates
21 with programming and services to prepare them to get and keep jobs. Examples of eligible
22 programs and services include, but are not limited to: adult education, tutoring,
23 manufacturing skills training, participation in a simulated work environment, mentoring,
24 cognitive therapy groups, life skills classes, substance abuse recovery groups, fatherhood
25 programs, classes in understanding the legal system, family literacy, health and wellness,
26 finance management, employer presentations, and classes on job retention. Programming and
27 support services should begin before release and continue after release from the county
28 jail. To be eligible for funding, an organization must show at least 2 years' worth of data
29 that demonstrate program success.

30 Sec. 4-418. Revenues appropriated and collected for program and special equipment
31 funds shall be considered state restricted revenue. Funding shall be used for prisoner
32 programming, special equipment, and security projects. Not less than 75% of funding shall

1 be used for prisoner programming. Unexpended funds remaining at the close of the fiscal
2 year shall not lapse to the general fund but shall be carried forward and be available for
3 appropriation in subsequent fiscal years.

4

5 **HEALTH CARE**

6 Sec. 4-601. By April 1, the department shall provide reports on the following:

7 (a) Physical and mental health care, pharmaceutical services, and durable medical
8 equipment for prisoners. Reports must detail prior fiscal year expenditures itemized by
9 vendor including a breakdown of all payments to the integrated care provider and to other
10 providers itemized by physical health care, mental health care, pharmaceutical services,
11 and durable medical equipment expenditures.

12 (b) Pharmaceutical prescribing practices, including a detailed accounting of
13 expenditures on antipsychotic medications, and any changes that have been made to the
14 prescription drug formularies.

15 (c) A status report on efforts to develop measurable data and outcomes for physical
16 and mental health care within the prisoner population.

17 Sec. 4-602. (1) From the funds appropriated in part 1, the department shall assure
18 that all prisoners, upon any health care treatment funded from appropriations in part 1,
19 are given the opportunity to sign a release of information form designating a family member
20 or other individual to whom the department shall release records information regarding a
21 prisoner. A release of information form signed by a prisoner shall remain in effect for 1
22 year, and the prisoner may elect to withdraw or amend the release form at any time.

23 (2) The department shall assure that any such signed release forms follow a prisoner
24 upon transfer to another department facility or to the supervision of a parole officer.

25 (3) The form shall be placed online, on a public website managed by the department.

26 Sec. 4-604. Funds appropriated in part 1 for Hepatitis C treatment shall be used only
27 to purchase specialty medication for Hepatitis C treatment in the prison population. In
28 addition to the above appropriation, any rebates received from the medications used shall
29 be used only to purchase specialty medication for Hepatitis C treatment. By February 15,
30 the department shall issue a report for the prior fiscal year showing the total amount
31 spent on specialty medication for the treatment of Hepatitis C, the number of prisoners who
32 were treated, the amount of any rebates that were received from the purchase of specialty

1 medication, and what outstanding rebates are expected to be received. The report must
2 include the Hepatitis C status of all incoming prisoners, if known, and the number of
3 prisoners who are reinfectd while incarcerated and require retreatment for Hepatitis C.
4 The report must also include the number of those treated and released and then retreated
5 upon reincarceration.

6 Sec. 4-605. The department shall provide an annual report on the utilization of
7 Medicaid benefits for prisoners.

8 Sec. 4-606. By March 1, the department shall report on the number of prisoners who
9 received medication assisted therapies, the length of time on therapies, and the number of
10 prisoners who have discontinued treatment while incarcerated.

11 Sec. 4-607. (1) From the funds appropriated in part 1 for mental health and substance
12 use disorder treatment, the department must maintain at least 3 medication assisted
13 treatment clinics at correctional facilities that allow the department to treat the highest
14 number of prisoners with opioid use disorder as possible. Funding must be used by the
15 department to support costs of staff, including nurses, qualified mental health
16 professionals, recovery coaches, and corrections officers, and costs of medication and
17 supplies. Participating prisoners must be provided with the option of receiving 1 injection
18 of medication immediately before being released from prison into the community.

19 (2) The department must submit quarterly reports on the status of establishment and
20 operation of medication assisted treatment clinics. Reports shall include, but not be
21 limited to, all of the following:

- 22 (a) Clinic site locations.
- 23 (b) Staffing levels.
- 24 (c) Expenditures on staffing and supplies, including oral and injectable medications.
- 25 (d) Number of prisoners treated.
- 26 (e) Number of prisoners requiring treatment but not yet receiving treatment.

27

28 **CORRECTIONAL FACILITIES AND ADMINISTRATION**

29 Sec. 4-702. The department shall report by January 15 on the following:

- 30 (a) Average per-meal cost for prisoner food service. Per-meal cost shall include all
31 costs directly related to the provision of food for the prisoner population, and shall
32 include, but not be limited to, actual food costs, total compensation for all food service

1 workers, including benefits and legacy costs, and inspection and compliance costs for food
2 service.

3 (b) Food service-related contracts, including goods or services to be provided and
4 the vendor.

5 (c) Major sanitation violations.

6 Sec. 4-703. The department shall report the cost per prisoner per day for each
7 security custody level by January 15. This calculation shall include all actual direct and
8 indirect costs for the previous fiscal year. To calculate the cost per prisoner per day,
9 the department shall divide the prisoner-related costs by the total number of prisoner days
10 for each custody level and correctional facility. For multilevel facilities, costs that
11 cannot be accurately allocated to each custody level can be included in the calculation on
12 a per-prisoner basis for each facility. Prisoner-related costs included in the cost per
13 prisoner per day calculation shall include all expenditures for the following, from all
14 fund sources:

15 (a) New custody staff training.

16 (b) Prison industries operations.

17 (c) Education/skilled trades/career readiness programs.

18 (d) Enhanced food technology program.

19 (e) Offender success programming.

20 (f) Central records.

21 (g) Correctional facilities administration.

22 (h) Housing inmates in federal institutions.

23 (i) Inmate legal services.

24 (j) Leased beds and alternatives to leased beds.

25 (k) Prison food service.

26 (l) Prison store operations.

27 (m) Transportation.

28 (n) Health care.

29 (o) Correctional facilities.

30 (p) Northern and southern region administration and support.

31 Sec. 4-704. Any local unit of government or private nonprofit organization that
32 contracts with the department for public works services shall be responsible for financing

1 the entire cost of such an agreement.

2 Sec. 4-705. The department shall allow the Michigan Braille transcribing fund program
3 to operate at designated locations. The department shall continue to encourage the Michigan
4 Braille transcribing fund program to produce high-quality materials for use by the visually
5 impaired.

6 Sec. 4-706. (1) The department shall report as follows:

7 (a) Within 72 hours of occurrence, any critical incident occurring at a correctional
8 facility.

9 (b) By March 1, the number of critical incidents occurring each month at each
10 facility during the immediately preceding calendar year, categorized by type and severity
11 of each incident.

12 (2) As used in this section, "critical incident" includes a prisoner assault on staff
13 that results in a serious physical injury to staff, an escape or attempted escape, a
14 prisoner disturbance that causes facility operation concerns, and an unexpected death of a
15 prisoner.

16 Sec. 4-707. The department shall report by March 1 on the ratio of corrections
17 officers to prisoners for each correctional institution, the ratio of shift command staff
18 to line custody staff, and the ratio of noncustody institutional staff to prisoners for
19 each correctional facility.

20 Sec. 4-708. (1) From the funds appropriated in part 1, the department shall focus on
21 providing required programming to prisoners who are past their earliest release date
22 because of not having received the required programming. Programming includes, but is not
23 limited to, violence prevention programming, sexual abuse prevention programming, substance
24 use disorder programming, thinking for a change programming, and any other programming that
25 is required as a condition of parole.

26 (2) To the extent feasible, the department shall consistently provide prisoner
27 programming with the goal of having prisoners complete recommended cognitive programming as
28 early as possible during the prisoner's sentence to impact the prisoner's behavior while
29 incarcerated. Nothing in this section should be deemed to make parole denial appealable in
30 court.

31 (3) The department shall submit a quarterly report detailing enrollment in sex abuse
32 prevention programming, violent prevention programming, and thinking for a change

1 programming. At a minimum, the report shall include the following:

2 (a) A full accounting, from the date of entrance to prison, of the number of
3 individuals who are required to complete the programming, but have not yet done so.

4 (b) The number of individuals who have reached their earliest release date, but who
5 have not completed required programming.

6 (c) A plan of action for addressing any waiting lists or backlogs for programming
7 that may exist.

8 Sec. 4-710. From the funds appropriated in part 1, the department shall evaluate all
9 prisoners at intake for substance abuse disorders, serious developmental disorders, serious
10 mental illness, and other mental health disorders. Prisoners with serious mental illness or
11 serious developmental disorders shall not be removed from the general population as a
12 punitive response to behavior caused by their serious mental illness or serious
13 developmental disorder. Due to persistent high violence risk or severe disruptive behavior
14 that is unresponsive to treatment, prisoners with serious mental illness or serious
15 developmental disorders may be placed in secure residential housing programs that will
16 facilitate access to institutional programming and ongoing mental health services funded
17 from appropriations in part 1. A prisoner with serious mental illness or serious
18 developmental disorder who is confined in these specialized housing programs shall be
19 evaluated or monitored by a medical professional at a frequency of not less than every 12
20 hours.

21 Sec. 4-711. The department shall report by March 1 on the annual number of prisoners
22 during the prior fiscal year in administrative segregation and, of those, the number who at
23 any time during the current or prior prison term were diagnosed with serious mental illness
24 or have a developmental disorder and the number of days each of the prisoners with serious
25 mental illness or a developmental disorder have been confined to administrative
26 segregation.

27 Sec. 4-712. From the funds appropriated in part 1, the department shall do all of the
28 following:

29 (a) Ensure that any inmate care and control staff in contact with prisoners less than
30 18 years of age are adequately trained with regard to the developmental and mental health
31 needs of prisoners less than 18 years of age. By April 1, the department shall report on
32 the training curriculum used and the number and types of staff receiving annual training

1 under that curriculum.

2 (b) Provide appropriate placement for prisoners less than 18 years of age who have
3 serious mental illness, serious emotional disturbance, or a serious developmental disorder
4 and need to be housed separately from the general population. Prisoners less than 18 years
5 of age who have serious mental illness, serious emotional disturbance, or a serious
6 developmental disorder shall not be removed from an existing placement as a punitive
7 response to behavior caused by their serious mental illness, serious emotional disturbance,
8 or a serious developmental disorder. Due to persistent high violence risk or severe
9 disruptive behavior that is unresponsive to treatment, prisoners less than 18 years of age
10 with serious emotional disturbance, serious mental illness, or serious developmental
11 disorders may be placed in secure residential housing programs that will facilitate access
12 to institutional programming and ongoing mental health services. A prisoner less than 18
13 years of age with serious mental illness, serious emotional disturbance, or a serious
14 developmental disorder who is confined in these specialized housing programs shall be
15 evaluated or monitored by a medical professional at a frequency of not less than every 12
16 hours.

17 (c) Implement a specialized offender success program that recognizes the needs of
18 prisoners less than 18 years old for supervised offender success.

19 Sec. 4-713. The department shall submit quarterly reports on the number of youth in
20 prison. The report shall include, but not be limited to, the following information:

21 (a) The total number of inmates under age 18 who are not on Holmes youthful trainee
22 act status.

23 (b) The total number of inmates under age 18 who are on Holmes youthful trainee act
24 status.

25 (c) The total number of inmates aged 18 to 23 who are on Holmes youthful trainee act
26 status.

27 Sec. 4-714. The department must submit a report on the number of prisoners that lost
28 visiting privileges. The report required under this section must be submitted by November
29 15 and include data for the prior fiscal year. The report must include all of the following
30 information:

31 (a) The number of prisoners that lost visiting privileges by violation type.

32 (b) The number of prisoners that applied to have visiting privileges restored.

1 (c) The number of prisoners that had visiting privileges restored.

2 (d) The number of prisoners that had visiting restrictions extended.

3 Sec. 4-715. Funds appropriated in part 1 for intelligence unit must be used by the
4 department to maintain an intelligence unit to conduct investigatory and intelligence
5 operations for the department. Intelligence operations must include, but not be limited to,
6 intelligence operations for prisoner phone services.

7 Sec. 4-717. The department shall consult with the legislature and other appropriate
8 state agencies to develop a framework to provide investment in communities that have
9 formerly operational state correctional facilities that have been closed. This framework
10 shall include plans to ensure that vacant state correctional facilities do not become a
11 nuisance or danger to the community.

12 Sec. 4-718. From the funds appropriated in part 1, the department shall make an
13 information packet for the families of incoming prisoners available on the department's
14 website. The information packet shall be reviewed by February 1 and updated as necessary.
15 The packet shall provide information on topics, including, but not limited to: how to put
16 money into prisoner accounts, how to make telephone calls or create Jpay email accounts,
17 how to visit in person, proper procedures for filing complaints or grievances, the rights
18 of prisoners to physical and mental health care, how to utilize the offender tracking
19 information system (OTIS), truth-in-sentencing and how it applies to minimum sentences, the
20 parole process, and guidance on the importance of the role of families in the reentry
21 process. The department may partner with external advocacy groups and actual families of
22 prisoners in the packet-writing process to ensure that the information is useful and
23 complete.

24
25 **ONE-TIME APPROPRIATIONS**

26 Sec. 4-801. (1) Unexpended funds appropriated in part 1 for thumb education center
27 are designated as a work project appropriation. Unencumbered or unallotted funds shall not
28 lapse at the end of the fiscal year and shall be available for expenditure until the
29 project has been completed. The following is in compliance with section 451a of the
30 management and budget act, 1984 PA 431, MCL 18.1451a:

31 (a) The purpose of the project is to provide education and vocational training at the
32 Thumb correctional facility.

1 (b) The project will be accomplished by utilizing state employees or contracts with
2 service providers, or both.

3 (c) The total estimated cost of the project is \$3,400,000.

4 (d) The tentative completion date is September 30, 2028.

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Article 5

DEPARTMENT OF EDUCATION

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 5-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of education are appropriated for the fiscal year ending September 30, 2025, and are anticipated to be appropriated for the fiscal year ending September 30, 2026, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	DEPARTMENT OF EDUCATION	
2	APPROPRIATION SUMMARY	
3	Full-time equated unclassified positions.....	6.0 6.0
4	Full-time equated classified positions.....	566.5 566.5
5	GROSS APPROPRIATION	\$ 162,825,100 \$ 162,825,100
6	Total interdepartmental grants and intradepartmental	
7	transfers	0 0
8	ADJUSTED GROSS APPROPRIATION	\$ 162,825,100 \$ 162,825,100
9	Total federal revenues	82,550,500 82,550,500
10	Total local revenues	5,868,500 5,868,500
11	Total private revenues	2,542,200 2,542,200
12	Total other state restricted revenues	10,117,800 10,117,800
13	State general fund/general purpose	\$ 61,746,100 \$ 61,746,100
14	<i>State general fund/general purpose schedule:</i>	
15	<i>Ongoing state general fund/general purpose</i>	<i>61,746,100 61,746,100</i>
16	<i>One-time state general fund/general purpose</i>	<i>0 0</i>
17	Sec. 5-102. STATE BOARD OF EDUCATION/OFFICE OF THE SUPERINTENDENT	
18	Full-time equated unclassified positions.....	6.0 6.0
19	Full-time equated classified positions.....	11.0 11.0
20	Unclassified salaries-6.0 FTE positions	\$ 1,155,600 \$ 1,155,600
21	Education commission of the states	120,800 120,800
22	State board of education, per diem payments	24,400 24,400
23	State board/superintendent operations-11.0 FTE	
24	positions	<u>2,527,000 2,527,000</u>
25	GROSS APPROPRIATION	\$ 3,827,800 \$ 3,827,800
26	Appropriated from:	
27	Federal revenues:	
28	Other federal revenues	306,600 306,600
29	Special revenue funds:	
30	Private revenues	80,000 80,000
31	Other state restricted revenues	835,100 835,100
32	State general fund/general purpose	\$ 2,606,100 \$ 2,606,100

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Sec. 5-103. DEPARTMENTAL ADMINISTRATION AND SUPPORT	
2	Full-time equated classified positions.....	42.6 42.6
3	Central support operations-39.6 FTE positions	\$ 6,451,000 \$ 6,451,000
4	Federal and private grants	3,000,000 3,000,000
5	Grant and contract operations-3.0 FTE positions	2,029,900 2,029,900
6	Property management	3,985,000 3,985,000
7	Terminal leave payments	353,300 353,300
8	Training and orientation workshops	150,000 150,000
9	Worker's compensation	<u>6,200</u> <u>6,200</u>
10	GROSS APPROPRIATION	\$ 15,975,400 \$ 15,975,400
11	Appropriated from:	
12	Federal revenues:	
13	Other federal revenues	7,835,900 7,835,900
14	Special revenue funds:	
15	Private revenues	1,000,000 1,000,000
16	Other state restricted revenues	847,400 847,400
17	State general fund/general purpose	\$ 6,292,100 \$ 6,292,100
18	Sec. 5-104. INFORMATION TECHNOLOGY	
19	Information technology services and projects	\$ <u>4,783,400</u> \$ <u>4,783,400</u>
20	GROSS APPROPRIATION	\$ 4,783,400 \$ 4,783,400
21	Appropriated from:	
22	Federal revenues:	
23	Other federal revenues	2,492,100 2,492,100
24	Special revenue funds:	
25	Other state restricted revenues	977,400 977,400
26	State general fund/general purpose	\$ 1,313,900 \$ 1,313,900
27	Sec. 5-105. SPECIAL EDUCATION SERVICES	
28	Full-time equated classified positions.....	47.0 47.0
29	Special education operations-47.0 FTE positions	\$ <u>9,555,600</u> \$ <u>9,555,600</u>
30	GROSS APPROPRIATION	\$ 9,555,600 \$ 9,555,600
31	Appropriated from:	
32	Federal revenues:	

		For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Other federal revenues	8,955,700	8,955,700
2	Special revenue funds:		
3	Private revenues	111,800	111,800
4	Other state restricted revenues	49,200	49,200
5	State general fund/general purpose	\$ 438,900	\$ 438,900
6	Sec. 5-106. MICHIGAN SCHOOLS FOR THE DEAF AND BLIND		
7	Full-time equated classified positions.....	82.0	82.0
8	ASL literacy resource	\$ 1,000,000	\$ 1,000,000
9	Camp Tuhsmebeta-1.0 FTE position	1,000,400	1,000,400
10	Low incidence outreach program	1,000,000	1,000,000
11	Michigan schools for the deaf and blind operations-81.0		
12	FTE positions	16,714,000	16,714,000
13	Private gifts - blind	200,000	200,000
14	Private gifts - deaf	<u>150,000</u>	<u>150,000</u>
15	GROSS APPROPRIATION	\$ 20,064,400	\$ 20,064,400
16	Appropriated from:		
17	Federal revenues:		
18	Other federal revenues	7,639,400	7,639,400
19	Special revenue funds:		
20	Local revenues	5,868,500	5,868,500
21	Private revenues	1,350,400	1,350,400
22	Other state restricted revenues	1,206,100	1,206,100
23	State general fund/general purpose	\$ 4,000,000	\$ 4,000,000
24	Sec. 5-107. EDUCATOR EXCELLENCE		
25	Full-time equated classified positions.....	53.0	53.0
26	Educator excellence operations-52.0 FTE positions	\$ 10,480,000	\$ 10,480,000
27	Educator recruitment and preparation programs-1.0		
28	FTE position	1,675,600	1,675,600
29	Teacher license renewals	<u>280,000</u>	<u>280,000</u>
30	GROSS APPROPRIATION	\$ 12,435,600	\$ 12,435,600
31	Appropriated from:		
32	Federal revenues:		

		For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Other federal revenues	3,173,000	3,173,000
2	Special revenue funds:		
3	Other state restricted revenues	4,393,400	4,393,400
4	State general fund/general purpose	\$ 4,869,200	\$ 4,869,200
5	Sec. 5-108. SYSTEMS, EVALUATION, AND TECHNOLOGY		
6	Full-time equated classified positions.....	18.0	18.0
7	Office of systems, evaluation, and technology operations-		
8	18.0 FTE positions	\$ <u>3,152,900</u>	\$ <u>3,152,900</u>
9	GROSS APPROPRIATION	\$ 3,152,900	\$ 3,152,900
10	Appropriated from:		
11	Federal revenues:		
12	Other federal revenues	1,802,300	1,802,300
13	Special revenue funds:		
14	Other state restricted revenues	11,000	11,000
15	State general fund/general purpose	\$ 1,339,600	\$ 1,339,600
16	Sec. 5-109. STRATEGIC PLANNING AND IMPLEMENTATION		
17	Full-time equated classified positions.....	6.0	6.0
18	Strategic planning and implementation operations-6.0		
19	FTE positions	\$ <u>1,194,100</u>	\$ <u>1,194,100</u>
20	GROSS APPROPRIATION	\$ 1,194,100	\$ 1,194,100
21	Appropriated from:		
22	Federal revenues:		
23	Other federal revenues	643,100	643,100
24	Special revenue funds:		
25	State general fund/general purpose	\$ 551,000	\$ 551,000
26	Sec. 5-110. ADMINISTRATIVE LAW SERVICES		
27	Full-time equated classified positions.....	2.0	2.0
28	Administrative law operations-2.0 FTE positions	\$ <u>1,424,500</u>	\$ <u>1,424,500</u>
29	GROSS APPROPRIATION	\$ 1,424,500	\$ 1,424,500
30	Appropriated from:		
31	Federal revenues:		
32	Other federal revenues	573,300	573,300

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Special revenue funds:	
2	Other state restricted revenues	745,800 745,800
3	State general fund/general purpose	\$ 105,400 \$ 105,400
4	Sec. 5-111. ACCOUNTABILITY SERVICES	
5	Full-time equated classified positions.....	63.6 63.6
6	Accountability services operations-63.6 FTE positions	\$ <u>14,921,300</u> \$ <u>14,921,300</u>
7	GROSS APPROPRIATION	\$ 14,921,300 \$ 14,921,300
8	Appropriated from:	
9	Federal revenues:	
10	Other federal revenues	12,981,800 12,981,800
11	Special revenue funds:	
12	State general fund/general purpose	\$ 1,939,500 \$ 1,939,500
13	Sec. 5-112. SCHOOL SUPPORT SERVICES	
14	Full-time equated classified positions.....	84.6 84.6
15	Adolescent and school health	\$ 334,100 \$ 334,100
16	School support services operations-84.6 FTE positions	<u>16,900,400</u> <u>16,900,400</u>
17	GROSS APPROPRIATION	\$ 17,234,500 \$ 17,234,500
18	Appropriated from:	
19	Federal revenues:	
20	Other federal revenues	13,127,300 13,127,300
21	Special revenue funds:	
22	Other state restricted revenues	150,000 150,000
23	State general fund/general purpose	\$ 3,957,200 \$ 3,957,200
24	Sec. 5-113. EDUCATIONAL SUPPORTS	
25	Full-time equated classified positions.....	84.7 84.7
26	Educational supports operations-84.7 FTE positions ...	\$ 17,696,000 \$ 17,696,000
27	Michigan core curriculum	<u>750,000</u> <u>750,000</u>
28	GROSS APPROPRIATION	\$ 18,446,000 \$ 18,446,000
29	Appropriated from:	
30	Federal revenues:	
31	Other federal revenues	13,175,600 13,175,600
32	Special revenue funds:	

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	Other state restricted revenues	602,400	602,400
2	State general fund/general purpose	\$ 4,668,000	\$ 4,668,000
3	Sec. 5-114. CAREER AND TECHNICAL EDUCATION		
4	Full-time equated classified positions.....	26.0	26.0
5	Career and technical education operations-26.0 FTE		
6	positions	\$ <u>5,859,200</u>	\$ <u>5,859,200</u>
7	GROSS APPROPRIATION	\$ 5,859,200	\$ 5,859,200
8	Appropriated from:		
9	Federal revenues:		
10	Other federal revenues	4,099,200	4,099,200
11	Special revenue funds:		
12	State general fund/general purpose	\$ 1,760,000	\$ 1,760,000
13	Sec. 5-115. LIBRARY OF MICHIGAN		
14	Full-time equated classified positions.....	33.0	33.0
15	Library of Michigan operations-31.0 FTE positions	\$ 5,173,000	\$ 5,173,000
16	Library services and technology program-1.0 FTE		
17	position	5,630,700	5,630,700
18	Michigan eLibrary-1.0 FTE position	1,740,800	1,740,800
19	Renaissance zone reimbursements	2,200,000	2,200,000
20	State aid to libraries	<u>15,567,700</u>	<u>15,567,700</u>
21	GROSS APPROPRIATION	\$ 30,312,200	\$ 30,312,200
22	Appropriated from:		
23	Federal revenues:		
24	Other federal revenues	5,630,700	5,630,700
25	Special revenue funds:		
26	Other state restricted revenues	300,000	300,000
27	State general fund/general purpose	\$ 24,381,500	\$ 24,381,500
28	Sec. 5-116. PARTNERSHIP DISTRICT SUPPORT		
29	Full-time equated classified positions.....	13.0	13.0
30	Partnership district support operations-13.0 FTE		
31	positions	\$ <u>3,638,200</u>	\$ <u>3,638,200</u>
32	GROSS APPROPRIATION	\$ 3,638,200	\$ 3,638,200

1	Appropriated from:			
2	Federal revenues:			
3	Other federal revenues	114,500		114,500
4	Special revenue funds:			
5	State general fund/general purpose	\$ 3,523,700	\$	3,523,700

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2025

GENERAL SECTIONS

Sec. 5-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for the fiscal year 2025 is \$71,863,900.00 and state spending from state sources to be paid to local units of government for fiscal year 2025 is \$17,917,700.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF EDUCATION

School support services operations.....	\$	150,000
Renaissance zone reimbursements.....		2,200,000
State aid to libraries.....		15,567,700
TOTAL	\$	17,917,700

Sec. 5-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 5-203. As used in this article:

(a) "Department" means the Michigan department of education.

(b) "DHHS" means the Michigan department of health and human services.

(c) "District" means a local school district as that term is defined in section 6 of the revised school code, 1976 PA 451, MCL 380.6, or a public school academy as that term is defined in section 5 of the revised school code, 1976 PA 451, MCL 380.5.

(d) "FTE" means full-time equated.

(e) "HHS" means the United States Department of Health and Human Services.

Sec. 5-204. From the funds appropriated in part 1, the departments and agencies shall

1 use the internet to fulfill the reporting requirements of this part. This requirement shall
2 include transmission of reports via email to the recipients identified for each reporting
3 requirement, and it shall include placement of reports on an internet site.

4 Sec. 5-205. To the extent permissible under section 261 of the management and budget
5 act, 1984 PA 431, MCL 18.1261, all of the following apply:

6 (a) The funds appropriated in part 1 must not be used for the purchase of foreign
7 goods or services, or both, if competitively priced and of comparable quality American
8 goods or services, or both, are available.

9 (b) Preference must be given to goods or services, or both, manufactured or provided
10 by Michigan businesses, if they are competitively priced and of comparable quality.

11 (c) Preference must be given to goods or services, or both, that are manufactured or
12 provided by Michigan businesses owned and operated by veterans, if they are competitively
13 priced and of comparable quality.

14 Sec. 5-206. To the extent permissible under the management and budget act, 1984 PA
15 431, MCL 18.1101 to 18.1594, the state superintendent of public instruction shall take all
16 reasonable steps to ensure geographically disadvantaged business enterprises, as defined in
17 Executive Directive 2023-1, compete for and perform contracts to provide services or
18 supplies, or both. The state superintendent of public instruction shall strongly encourage
19 firms with which the department contracts to subcontract with geographically disadvantaged
20 business enterprises for services, supplies, or both.

21 Sec. 5-207. Consistent with section 217 of the management and budget act, 1984 PA
22 431, MCL 18.1217, each department and agency receiving appropriations in part 1 shall
23 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
24 travel report shall be a listing of all travel by classified and unclassified employees
25 outside this state in the immediately preceding fiscal year that was funded in whole or in
26 part with funds appropriated in the department's or agency's budget. The department shall
27 submit the report to the house and senate appropriations committees and to the report
28 recipients required in section 213 of this part. The report shall include all of the
29 following information:

30 (a) The dates of each travel occurrence.

31 (b) The total transportation and related costs of each travel occurrence, including
32 the proportion funded with state general fund/general purpose revenues, the proportion

1 funded with state restricted revenues, the proportion funded with federal revenues, and the
2 proportion funded with other revenues.

3 Sec. 5-208. Funds appropriated in part 1 shall not be used by a principal executive
4 department, state agency, or authority to hire a person to provide legal services that are
5 the responsibility of the attorney general. This prohibition does not apply to legal
6 services for bonding activities and for those outside services that the attorney general
7 authorizes.

8 Sec. 5-209. Not later than December 15, the state budget office shall prepare and
9 transmit a report that provides for estimates of the total general fund/general purpose
10 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
11 projected year-end general fund/general purpose appropriation lapses by major departmental
12 program or program areas. The state budget office shall submit the report to the senate and
13 house appropriations committees and the senate and house fiscal agencies.

14 Sec. 5-210. (1) In addition to the funds appropriated in part 1, there is
15 appropriated an amount not to exceed \$5,000,000.00 for federal contingency funds. These
16 funds are not available for expenditure until they have been transferred to another line
17 item in this article under section 393(2) of the management and budget act, 1984 PA 431,
18 MCL 18.1393.

19 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
20 not to exceed \$400,000.00 for state restricted contingency funds. These funds are not
21 available for expenditure until they have been transferred to another line item in this
22 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

23 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
24 not to exceed \$250,000.00 for local contingency funds. These funds are not available for
25 expenditure until they have been transferred to another line item in this article under
26 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

27 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
28 not to exceed \$1,500,000.00 for private contingency funds. These funds are not available
29 for expenditure until they have been transferred to another line item in this article under
30 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

31 Sec. 5-211. (1) Money appropriated in part 1 shall not be used to restrict or impede
32 a marginalized community's access to government resources, programs, or facilities.

1 (2) From the funds appropriated in part 1, local governments shall report any action
2 or policy that attempts to restrict or interfere with the duties of the local health
3 officer.

4 Sec. 5-213. Except as otherwise provided in this part, all reports required under
5 this part shall be submitted to the senate and house appropriations subcommittees on the
6 department budget, the senate and house fiscal agencies, the senate and house policy
7 offices, and the state budget office.

8 Sec. 5-215. From the funds appropriated in part 1, the department shall provide
9 through the internet the state board of education agenda and all supporting documents, and
10 shall notify the state budget director and the senate and house fiscal agencies that the
11 agenda and supporting documents are available on the internet, at the time the agenda and
12 supporting documents are provided to state board of education members.

13 Sec. 5-216. On a quarterly basis, the department shall report to the senate and house
14 appropriations committees and the report recipients required in section 213 of this part a
15 comparison by line item of the number of FTEs authorized from funds appropriated in part 1
16 to the actual number of FTEs employed by the department at the end of the reporting period.

17 Sec. 5-218. From the funds appropriated in part 1, the department may assist DHHS,
18 other departments, intermediate school districts, and local school districts to secure
19 reimbursement for eligible services provided in Michigan schools from the federal Medicaid
20 program. The department may submit reports of direct expenses related to this effort to
21 DHHS for reimbursement.

22 Sec. 5-220. From the funds appropriated in part 1, the department shall post on its
23 website a link to the federal Institute of Education Sciences' What Works Clearinghouse.
24 The department also shall work to disseminate knowledge about the What Works Clearinghouse
25 to districts and intermediate school districts so that it may be used to improve reading
26 proficiency for pupils in grades K to 3.

27 Sec. 5-226. From the funds appropriated in part 1, the department shall coordinate
28 with the other departments to streamline state services and resources, reduce duplication,
29 and increase efficiency. This includes, but is not limited to, working with the department
30 of treasury to coordinate with the financial independence team and overseeing deficit
31 districts and working with DHHS and the department of lifelong education, advancement, and
32 potential to coordinate with early childhood programs.

1 Sec. 5-228. (1) As a condition of receiving appropriations in part 1, in
2 collaboration with DHHS, the department shall promote and support initiatives in schools
3 and other educational organizations that include, but are not limited to, training for
4 educators, teachers, and other personnel in school settings for all of the following:

5 (a) Utilization of trauma-informed practices.

6 (b) Age-appropriate education and information on human trafficking.

7 (c) Age-appropriate education and information on sexual abuse prevention.

8 (2) Upon request by the department, the department of state police and the department
9 of attorney general shall consult in the promotion and support of initiatives in schools
10 and other educational organizations under subsection (1).

11 Sec. 5-232. From the funds appropriated in part 1, the department shall ensure that
12 the most recently issued report of regional in-demand occupations issued by the department
13 of technology, management, and budget is distributed in electronic or paper form to all
14 high schools in each school district, intermediate school district, and public school
15 academy.

16
17 **STATE BOARD/OFFICE OF THE SUPERINTENDENT**

18 Sec. 5-301. (1) The appropriations in part 1 may be used for per diem payments to the
19 state board for meetings at which a quorum is present or for performing official business
20 authorized by the state board. The per diem payments shall be at a rate as follows:

21 (a) State board of education - president - \$110.00 per day.

22 (b) State board of education - member other than president - \$100.00 per day.

23 (2) A state board of education member shall not be paid a per diem for more than 30
24 days per year.

25
26 **SPECIAL EDUCATION SERVICES**

27 Sec. 5-350. From the funds in part 1 for special education operations, the department
28 shall use \$100,000.00 to design and distribute to all parents and legal guardians of a
29 student with a disability information about federal and state mandates regarding the rights
30 and protections of students with disabilities, including, but not limited to,
31 individualized education programs to ensure that parents and legal guardians are fully
32 informed about laws, rules, procedural safeguards, problem-solving options, and any other

1 information the department determines is necessary so that parents and legal guardians may
2 be able to provide meaningful input in collaboration with districts to develop and
3 implement an individualized education program.
4

5 **MICHIGAN SCHOOLS FOR THE DEAF AND BLIND**

6 Sec. 5-401. From the funds appropriated in part 1, the employees at the Michigan
7 Schools for the Deaf and Blind who work on a school-year basis are considered annual
8 employees for purposes of service credits, retirement, and insurance benefits.

9 Sec. 5-402. For each student enrolled at the Michigan Schools for the Deaf and Blind,
10 the department shall assess the intermediate school district of residence 100% of the cost
11 of operating the student's instructional program. The amount shall exclude room and board
12 related costs and the cost of weekend transportation between the school and the student's
13 home.

14 Sec. 5-406. (1) From the funds appropriated in part 1, the Michigan Schools for the
15 Deaf and Blind may promote its residential program as a possible appropriate option for
16 children who are deaf or hard of hearing or who are blind or visually impaired. The
17 Michigan Schools for the Deaf and Blind shall distribute information detailing its services
18 to all intermediate school districts in this state.

19 (2) Upon knowledge of or recognition by an intermediate school district that a child
20 in the district is deaf or hard of hearing or blind or visually impaired, the intermediate
21 school district shall provide to the parents of the child the literature distributed by the
22 Michigan Schools for the Deaf and Blind to intermediate school districts under subsection
23 (1).

24 (3) Parents will continue to have a choice regarding the educational placement of
25 their deaf or hard-of-hearing children.

26 Sec. 5-407. Revenue received by the Michigan Schools for the Deaf and Blind from
27 gifts, bequests, and donations that is unexpended at the end of the state fiscal year may
28 be carried over to the succeeding fiscal year and shall not revert to the general fund.

29 Sec. 5-408. (1) The funds appropriated in part 1 for the low incidence outreach fund
30 are appropriated from money collected by the Michigan Schools for the Deaf and Blind and
31 the low incidence outreach program for providing qualified services and may be used for any
32 expenses necessary to provide the qualified services. Any money that is unexpended at the

1 end of the current fiscal year may be carried forward into the succeeding fiscal year.

2 (2) As used in this section, "qualified services" means document reproduction and
3 services; conducting conferences, workshops, and training classes; and providing
4 specialized equipment, facilities, and software.

5 Sec. 5-409. When conducting a due process hearing resulting from a parent's appeal of
6 that parent's child's individualized education program team's decision on the child's
7 educational placement, a state administrative law judge shall consider designating the
8 Michigan School for the Deaf as 1 of the options for the least restrictive environment
9 under federal law for the parent's child who is deaf, deafblind, or hard of hearing.

10 Sec. 5-410. From the funds appropriated in part 1 for ASL literacy resources, the
11 department shall expend the funds to comply with all requirements in section 1705 of the
12 revised school code, 1976 PA 451, MCL 380.1705.

13

14 **EDUCATOR EXCELLENCE**

15 Sec. 5-501. From the funds appropriated in part 1 for educator excellence, the
16 department shall maintain certificate revocation/felony conviction files of educational
17 personnel.

18 Sec. 5-502. The funds appropriated in part 1 for teacher license renewals shall be
19 used to implement a program to waive fees or associated costs for the recruitment and
20 retention of educators.

21 Sec. 5-503. From the funds appropriated in part 1, the department shall, upon
22 request, consult with the Michigan Virtual Learning Research Institute and external
23 stakeholders in connection with the department's implementation and administration of
24 professional development training described in section 35a of the state school aid act of
25 1979, 1979 PA 94, MCL 388.1635a, including, but not limited to, the online training of
26 educators of pupils in grades K to 3 described in that section.

27 Sec. 5-504. From the funds appropriated in part 1 for educator recruitment and
28 preparation programs, the department shall award \$1,000,000.00 to districts for educator
29 preparation program tuition, program fees, testing fees, and substitute permit costs for
30 any individual employed in grades pre-k to 12 working toward certification or an additional
31 endorsement, and for program costs associated with hands-on learning experiences for
32 students in grades 6 to 12 interested in the field of education, with supervision and

1 mentoring from educators who are champions of, and committed to, the success of the
2 profession.

3 Sec. 5-505. From the funds appropriated in part 1 for educator recruitment and
4 preparation programs, not less than \$190,000.00 and not fewer than 1.0 FTE position is
5 allocated for educator recruitment and preparation programs.

6 Sec. 5-506. Revenue received from teacher testing fees that is unexpended at the end
7 of the current fiscal year may be carried over to the succeeding fiscal year and shall not
8 revert to the general fund.

9 Sec. 5-507. From the funds appropriated in part 1, the department shall adopt a
10 teacher certification test that ensures that all newly certified elementary teachers have
11 the skills to deliver evidence-based literacy instruction grounded in the science of
12 reading. The department may use teacher certification or teacher testing fee revenue to the
13 extent allowable under law to implement this section, or may pass along increased testing
14 fees to teachers as allowable and appropriate.

15

16 **SCHOOL SUPPORT SERVICES**

17 Sec. 5-601. From the funds appropriated in part 1 for adolescent and school health,
18 the funds shall be used to replace federal funding reductions from the HHS - Centers for
19 Disease Control and Prevention to the department and section 39a(2)(a) of the state school
20 aid act of 1979, 1979 PA 94, MCL 388.1639a.

21 Sec. 5-602. (1) From the funds appropriated in part 1 for school support services
22 operations, there is appropriated \$150,000.00 for school board member training. The
23 department shall approve 1 or more training programs for school board members that include
24 courses of instruction for school board members in 1 or more of the following topic areas:

25 (a) Conflicts of interest, including, but not limited to, the application of section
26 1203 of the revised school code, 1976 PA 451, MCL 380.1203.

27 (b) Labor relations, including, but not limited to, in a school board's role in
28 collective bargaining agreements in 1947 PA 336, MCL 423.201 to 423.217, and in other laws
29 related to employment.

30 (c) Education law, including, but not limited to, the revised school code, 1976 PA
31 451, MCL 380.1 to 380.1852, the state school aid act of 1979, 1979 PA 94, MCL 388.1601 to
32 388.1896, the open meetings act, 1976 PA 267, MCL 15.261 to 15.275, and 1937 (Ex Sess) PA

1 4, MCL 38.71 to 38.191, dealing with teacher tenure.

2 (d) School finance, including, but not limited to, the creation and management of
3 school district budgets.

4 (e) Board governance, including, but not limited to, roles and responsibilities,
5 parliamentary procedure, and best practices.

6 (f) Implicit bias training.

7 (2) Upon completion of an eligible training program, a school board member may apply
8 for reimbursement for the cost of the eligible training program through the board member's
9 local district, up to \$100.00 per course. The department may determine the form and manner
10 of the application to reimburse the district for the cost.

11 (3) The department must create a process for the provider of a course in a topic
12 listed in subsection (1) to apply to the department to have the course approved and be
13 eligible for a school board member to be reimbursed for completing that course as provided
14 under subsection (2).

15 (4) As used in this section:

16 (a) "Eligible training program" means a training program that is approved under
17 subsection (1).

18 (b) "School board member" means a member of the board of a school district or
19 intermediate school district or a member of the board of directors of a public school
20 academy in this state.

21 Sec. 5-604. (1) From the funds appropriated in part 1 for school support services
22 operation, not less than \$375,000.00 and not fewer than 2.0 FTE positions must be allocated
23 to administer funding for school consolidation, infrastructure, and the Healthy Schools
24 Program.

25 (2) In addition to the funds in subsection (1), there is an additional \$375,000.00
26 allocated to partner with the department of technology, management and budget.

27

28 **EDUCATIONAL SUPPORTS**

29 Sec. 5-701. (1) From the funds appropriated in part 1 for educational supports, the
30 department shall produce a report detailing the progress made by districts with grades K to
31 12 receiving at-risk funding under section 31a of the state school aid act of 1979, 1979 PA
32 94, MCL 388.1631a, in implementing multitiered systems of supports in the prior school

1 fiscal year for grades K to 12, and in providing reading intervention services described in
2 section 1280f of the revised school code, 1976 PA 451, MCL 380.1280f, for pupils in grades
3 K to 12.

4 (2) The report described in subsection (1) shall include, at a minimum:

5 (a) A description of the training, coaching, and technical assistance offered by the
6 department to districts to support the implementation of effective multitiered systems of
7 supports and reading intervention programs.

8 (b) A list of districts determined by the department to have successfully implemented
9 multitiered systems of supports and reading intervention programs.

10 (c) A list of best practices that the department has identified that may be used by
11 districts to implement multitiered systems of supports and reading intervention programs.

12 (d) Other information the department determines would be useful to understanding the
13 status of districts' implementation of effective multitiered systems of supports and
14 reading intervention programs.

15 (3) The department shall provide the report described in subsection (1) to the state
16 budget director, the house and senate subcommittees that oversee the department and school
17 aid budgets, and the house and senate fiscal agencies by September 30 of the current fiscal
18 year.

19 Sec. 5-702. From the funds appropriated in part 1, there is appropriated an amount
20 not less than \$1,000,000.00 for implementation costs associated with programs for early
21 childhood literacy funded under section 35a of the state school aid act of 1979, 1979 PA
22 94, MCL 388.1635a.

23 Sec. 5-703. From the funds appropriated in part 1 for Michigan core curriculum, in
24 collaboration with the confederation of Michigan tribal education department, the
25 department shall continuously design, implement, and evaluate professional learning and
26 optional curriculum modules for the purpose of learning Michigan Indigenous tribal history
27 including the history of Indian boarding schools in Michigan as described in the Michigan
28 core curriculum standards for grades 8 to 12.

29

30 **LIBRARY OF MICHIGAN**

31 Sec. 5-801. (1) The funds appropriated in part 1 for library fees are appropriated
32 from money collected by the library of Michigan for providing qualified services and may be

1 used for any expenses necessary to provide the qualified services. Any money that is
2 unexpended at the end of the current fiscal year may be carried forward into the succeeding
3 fiscal year.

4 (2) As used in this section, "qualified services" means document reproduction and
5 services; conducting conferences, workshops, and training classes; and providing
6 specialized equipment, facilities, and software.

7 Sec. 5-804. (1) The funds appropriated in part 1 for renaissance zone reimbursements
8 shall be used to reimburse public libraries under section 12 of the Michigan renaissance
9 zone act, 1996 PA 376, MCL 125.2692, for taxes levied in 2024. The allocations shall be
10 made not later than 60 days after the department of treasury certifies to the department
11 and to the state budget director that the department of treasury has received all necessary
12 information to properly determine the amounts due to each eligible recipient.

13 (2) If the amount appropriated under this section is not sufficient to fully pay
14 obligations under this section, payments shall be prorated on an equal basis among all
15 eligible public libraries.

16 Sec. 5-805. From the funds appropriated in part 1 for the Library of Michigan, there
17 is appropriated \$100,000.00 for Michigan's poet laureate to support the Michigan poet
18 laureate program to promote poetry, the spoken word, and literary arts across this state.

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Article 6

DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 6-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of environment, great lakes, and energy are appropriated for the fiscal year ending September 30, 2025, and are anticipated to be appropriated for the fiscal year ending September 30, 2026, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

1	DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY		
2	APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions.....	6.0	6.0
4	Full-time equated classified positions.....	1,698.0	1,698.0
5	GROSS APPROPRIATION	\$ 1,104,199,100	\$ 1,014,199,100
6	Total interdepartmental grants and intradepartmental		
7	transfers	4,085,900	4,085,900
8	ADJUSTED GROSS APPROPRIATION	\$ 1,100,113,200	\$ 1,010,113,200
9	Total federal revenues	463,788,900	463,788,900
10	Total local revenues	0	0
11	Total private revenues	1,364,200	1,364,200
12	Total other state restricted revenues	387,149,300	387,149,300
13	State general fund/general purpose	\$ 247,810,800	\$ 157,810,800
14	<i>State general fund/general purpose schedule:</i>		
15	<i>Ongoing state general fund/general purpose</i>	<i>157,810,800</i>	<i>157,810,800</i>
16	<i>One-time state general fund/general purpose</i>	<i>90,000,000</i>	<i>0</i>
17	Sec. 6-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT		
18	Full-time equated unclassified positions.....	6.0	6.0
19	Full-time equated classified positions.....	108.0	108.0
20	Unclassified salaries-6.0 FTE positions	\$ 964,100	\$ 964,100
21	Accounting service center	1,487,100	1,487,100
22	Administrative hearings officers	906,600	906,600
23	Environmental investigations-12.0 FTE positions	2,419,800	2,419,800
24	Environmental support-58.0 FTE positions	9,595,800	9,595,800
25	Executive direction-20.0 FTE positions	4,459,500	4,459,500
26	Facilities management	1,000,000	1,000,000
27	Financial support-18.0 FTE positions	10,347,100	10,347,100
28	Michigan geological survey	3,000,000	3,000,000
29	Property management	<u>8,222,500</u>	<u>8,222,500</u>
30	GROSS APPROPRIATION	\$ 42,402,500	\$ 42,402,500
31	Appropriated from:		
32	Interdepartmental grant revenues:		

		For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	IDG from department of state police	82,700	82,700
2	IDG from department of transportation	108,300	108,300
3	Federal revenues:		
4	Other federal revenues	766,700	766,700
5	Special revenue funds:		
6	Private revenues	711,600	711,600
7	Other state restricted revenues	28,152,500	28,152,500
8	State general fund/general purpose	\$ 12,580,700	\$ 12,580,700
9	Sec. 6-103. WATER RESOURCES DIVISION		
10	Full-time equated classified positions.....	421.0	421.0
11	Aquatic nuisance control program-6.0 FTE positions ...	\$ 992,300	\$ 992,300
12	Federal - Great Lakes remedial action plan grants	583,800	583,800
13	Fish contaminant monitoring	316,100	316,100
14	Great Lakes restoration initiative-9.0 FTE positions .	11,267,700	11,267,700
15	Groundwater data collection-3.0 FTE positions	2,013,600	2,013,600
16	Nonpoint source pollution prevention and control project		
17	program	4,083,300	4,083,300
18	Technology advancements for water monitoring	500,000	500,000
19	Water quality programs-233.0 FTE positions	37,556,500	37,556,500
20	Water quality protection grants	100,000	100,000
21	Water resource programs-170.0 FTE positions	28,432,900	28,432,900
22	Watershed council grants	<u>600,000</u>	<u>600,000</u>
23	GROSS APPROPRIATION	\$ 86,446,200	\$ 86,446,200
24	Appropriated from:		
25	Interdepartmental grant revenues:		
26	IDG from department of transportation	2,037,300	2,037,300
27	Federal revenues:		
28	Other federal revenues	34,924,900	34,924,900
29	Special revenue funds:		
30	Other state restricted revenues	16,066,900	16,066,900
31	State general fund/general purpose	\$ 33,417,100	\$ 33,417,100
32	Sec. 6-104. AIR QUALITY DIVISION		

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 Full-time equated classified positions.....	221.0	221.0
2 Air quality programs-221.0 FTE positions	\$ 37,292,300	\$ 37,292,300
3 GROSS APPROPRIATION	\$ 37,292,300	\$ 37,292,300
4 Appropriated from:		
5 Federal revenues:		
6 Other federal revenues	7,680,100	7,680,100
7 Special revenue funds:		
8 Other state restricted revenues	13,604,100	13,604,100
9 State general fund/general purpose	\$ 16,008,100	\$ 16,008,100
10 Sec. 6-105. REMEDIATION AND REDEVELOPMENT DIVISION		
11 Full-time equated classified positions.....	327.0	327.0
12 Contaminated site remediation and redevelopment programs-		
13 327.0 FTE positions	\$ 78,302,700	\$ 78,302,700
14 Emergency cleanup actions	2,000,000	2,000,000
15 Environmental cleanup and redevelopment program	27,600,000	27,600,000
16 Superfund cleanup	<u>9,000,000</u>	<u>9,000,000</u>
17 GROSS APPROPRIATION	\$ 116,902,700	\$ 116,902,700
18 Appropriated from:		
19 Federal revenues:		
20 Other federal revenues	16,752,600	16,752,600
21 Special revenue funds:		
22 Other state restricted revenues	99,855,500	99,855,500
23 State general fund/general purpose	\$ 294,600	\$ 294,600
24 Sec. 6-106. UNDERGROUND STORAGE TANK AUTHORITY		
25 Full-time equated classified positions.....	12.0	12.0
26 Underground storage tank cleanup program-12.0 FTE		
27 positions	\$ <u>20,117,300</u>	\$ <u>20,117,300</u>
28 GROSS APPROPRIATION	\$ 20,117,300	\$ 20,117,300
29 Appropriated from:		
30 Special revenue funds:		
31 Other state restricted revenues	20,117,300	20,117,300
32 State general fund/general purpose	\$ 0	\$ 0

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	Sec. 6-107. RENEWING MICHIGAN'S ENVIRONMENT		
2			
3	Full-time equated classified positions.....	205.0	205.0
4	Information management-23.0 FTE positions	\$ 6,789,400	\$ 6,789,400
5	Renew Michigan program-182.0 FTE positions	<u>150,495,800</u>	<u>150,495,800</u>
6	GROSS APPROPRIATION	\$ 157,285,200	\$ 157,285,200
7	Appropriated from:		
8	Interdepartmental grant revenues:		
9	IDG from department of state police	6,800	6,800
10	IDG from department of transportation	6,300	6,300
11	Federal revenues:		
12	Other federal revenues	5,800	5,800
13	Special revenue funds:		
14	Other state restricted revenues	152,008,100	152,008,100
15	State general fund/general purpose	\$ 5,258,200	\$ 5,258,200
16	Sec. 6-108. INFORMATION TECHNOLOGY		
17	Information technology services and projects	<u>\$ 10,367,000</u>	<u>\$ 10,367,000</u>
18	GROSS APPROPRIATION	\$ 10,367,000	\$ 10,367,000
19	Appropriated from:		
20	Interdepartmental grant revenues:		
21	IDG from department of state police	23,700	23,700
22	IDG from department of transportation	31,100	31,100
23	Federal revenues:		
24	Other federal revenues	2,062,300	2,062,300
25	Special revenue funds:		
26	Other state restricted revenues	5,902,400	5,902,400
27	State general fund/general purpose	\$ 2,347,500	\$ 2,347,500
28	Sec. 6-109. DRINKING WATER AND ENVIRONMENTAL HEALTH		
29	Full-time equated classified positions.....	176.0	176.0
30	Drinking water and environmental health-176.0 FTE positions	<u>\$ 40,227,300</u>	<u>\$ 40,227,300</u>
31	GROSS APPROPRIATION	\$ 40,227,300	\$ 40,227,300
32	Appropriated from:		

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Federal revenues:	
2	Other federal revenues	13,702,900 13,702,900
3	Special revenue funds:	
4	Other state restricted revenues	7,844,300 7,844,300
5	State general fund/general purpose	\$ 18,680,100 \$ 18,680,100
6	Sec. 6-110. MATERIALS MANAGEMENT DIVISION	
7	Full-time equated classified positions.....	135.0 135.0
8	Energy programs-13.0 FTE positions	\$ 6,278,500 \$ 6,278,500
9	Material management programs-122.0 FTE positions	<u>24,871,900</u> <u>24,871,900</u>
10	GROSS APPROPRIATION	\$ 31,150,400 \$ 31,150,400
11	Appropriated from:	
12	Interdepartmental grant revenues:	
13	IDG from department of state police	1,566,600 1,566,600
14	Federal revenues:	
15	Other federal revenues	7,281,100 7,281,100
16	Special revenue funds:	
17	Private revenues	652,600 652,600
18	Other state restricted revenues	20,755,200 20,755,200
19	State general fund/general purpose	\$ 894,900 \$ 894,900
20	Sec. 6-111. OIL, GAS, AND MINERALS DIVISION	
21	Full-time equated classified positions.....	63.0 63.0
22	Oil, gas, and mineral services-63.0 FTE positions	\$ <u>22,711,600</u> \$ <u>22,711,600</u>
23	GROSS APPROPRIATION	\$ 22,711,600 \$ 22,711,600
24	Appropriated from:	
25	Interdepartmental grant revenues:	
26	IDG from department of licensing and regulatory	
27	affairs	223,100 223,100
28	Federal revenues:	
29	Other federal revenues	5,308,500 5,308,500
30	Special revenue funds:	
31	Other state restricted revenues	7,068,700 7,068,700
32	State general fund/general purpose	\$ 10,111,300 \$ 10,111,300

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 Sec. 6-112. WATER INFRASTRUCTURE		
2 Full-time equated classified positions.....	30.0	30.0
3 Lead service line replacement	\$ 13,601,300	\$ 13,601,300
4 Municipal assistance-30.0 FTE positions	11,695,300	11,695,300
5 Water state revolving funds	<u>424,000,000</u>	<u>424,000,000</u>
6 GROSS APPROPRIATION	\$ 449,296,600	\$ 449,296,600
7 Appropriated from:		
8 Federal revenues:		
9 Other federal revenues	375,304,000	375,304,000
10 Special revenue funds:		
11 Other state restricted revenues	15,774,300	15,774,300
12 State general fund/general purpose	\$ 58,218,300	\$ 58,218,300
13 Sec. 6-113. ONE-TIME APPROPRIATIONS		
14 Clean fleets	\$ 20,000,000	\$ 0
15 Clean fuel and charging infrastructure	25,000,000	0
16 Drinking water infrastructure	35,000,000	0
17 Water infrastructure initiative	<u>10,000,000</u>	<u>0</u>
18 GROSS APPROPRIATION	\$ 90,000,000	\$ 0
19 Appropriated from:		
20 Special revenue funds:		
21 State general fund/general purpose	\$ 90,000,000	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2025

GENERAL SECTIONS

Sec. 6-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for the fiscal year 2025 is \$634,960,100.00 and state spending from state sources to be paid to local units of government for fiscal year 2025 is \$85,933,300.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

1	DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY	
2	Technology advancements for water monitoring.....	\$ 500,000
3	Water quality programs.....	200,000
4	Brownfield grants.....	1,000,000
5	Emergency cleanup actions.....	116,000
6	Renew Michigan program.....	20,000,000
7	Drinking water and environmental health.....	8,786,000
8	Energy programs.....	460,000
9	Material management programs.....	1,270,000
10	Lead service line replacement.....	13,601,300
11	Municipal assistance.....	5,000,000
12	Drinking water infrastructure.....	25,000,000
13	Water infrastructure initiative.....	<u>10,000,000</u>
14	TOTAL	\$ 85,933,300

15 Sec. 6-202. The appropriations authorized under this article are subject to the
16 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

17 Sec. 6-203. As used in this article:

- 18 (a) "Department" means the department of environment, Great Lakes, and energy.
- 19 (b) "Director" means the director of the department.
- 20 (c) "FTE" means full-time equated.
- 21 (d) "IDG" means interdepartmental grant.

22 Sec. 6-204. From the funds appropriated in part 1, the departments and agencies shall
23 use the internet to fulfill the reporting requirements of this part. This requirement shall
24 include transmission of reports via email to the recipients identified for each reporting
25 requirement, and it shall include placement of reports on an internet site.

26 Sec. 6-205. To the extent permissible under section 261 of the management and budget
27 act, 1984 PA 431, MCL 18.1261, all of the following apply:

28 (a) The funds appropriated in part 1 must not be used for the purchase of foreign
29 goods or services, or both, if competitively priced and of comparable quality American
30 goods or services, or both, are available.

31 (b) Preference must be given to goods or services, or both, manufactured or provided
32 by Michigan businesses, if they are competitively priced and of comparable quality.

1 (c) Preference must be given to goods or services, or both, that are manufactured or
2 provided by Michigan businesses owned and operated by veterans, if they are competitively
3 priced and of comparable quality.

4 Sec. 6-206. To the extent permissible under the management and budget act, 1984 PA
5 431, MCL 18.1101 to 18.1594, the director of each department and agency receiving
6 appropriations in part 1 shall take all reasonable steps to ensure that geographically
7 disadvantaged business enterprises, as defined in Executive Directive 2023-1, compete for
8 and perform contracts to provide services or supplies, or both. Each director shall
9 strongly encourage firms with which the department or agency contracts to subcontract with
10 certified geographically disadvantaged business enterprises for services, supplies, or
11 both.

12 Sec. 6-207. Consistent with section 217 of the management and budget act, 1984 PA
13 431, MCL 18.1217, each department and agency receiving appropriations in part 1 shall
14 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
15 travel report shall be a listing of all travel by classified and unclassified employees
16 outside this state in the immediately preceding fiscal year that was funded in whole or in
17 part with funds appropriated in the department's or agency's budget. The department shall
18 submit the report to the house and senate appropriations committees and to the report
19 recipients required in section 213 of this part. The report shall include all of the
20 following information:

21 (a) The dates of each travel occurrence.

22 (b) The total transportation and related costs of each travel occurrence, including
23 the proportion funded with state general fund/general purpose revenues, the proportion
24 funded with state restricted revenues, the proportion funded with federal revenues, and the
25 proportion funded with other revenues.

26 Sec. 6-208. Funds appropriated in part 1 shall not be used by a principal executive
27 department, state agency, or authority to hire a person to provide legal services that are
28 the responsibility of the attorney general. This prohibition does not apply to legal
29 services for bonding activities and for those outside services that the attorney general
30 authorizes.

31 Sec. 6-209. Not later than December 15, the state budget office shall prepare and
32 transmit a report that provides for estimates of the total general fund/general purpose

1 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
2 projected year-end general fund/general purpose appropriation lapses by major departmental
3 program or program areas. The state budget office shall submit the report to the senate and
4 house appropriations committees and the senate and house fiscal agencies.

5 Sec. 6-210. (1) In addition to the funds appropriated in part 1, there is
6 appropriated an amount not to exceed \$100,000,000.00 for federal contingency funds. These
7 funds are not available for expenditure until they have been transferred to another line
8 item in this article under section 393(2) of the management and budget act, 1984 PA 431,
9 MCL 18.1393.

10 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
11 not to exceed \$3,000,000.00 for state restricted contingency funds. These funds are not
12 available for expenditure until they have been transferred to another line item in this
13 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

14 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
15 not to exceed \$10,000,000.00 for private contingency funds. These funds are not available
16 for expenditure until they have been transferred to another line item in this article under
17 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

18 Sec. 6-211. (1) Money appropriated in part 1 shall not be used to restrict or impede
19 a marginalized community's access to government resources, programs, or facilities.

20 (2) From the funds appropriated in part 1, local governments shall report any action
21 or policy that attempts to restrict or interfere with the duties of the local health
22 officer.

23 Sec. 6-213. Except as otherwise provided in this part, all reports required under
24 this part shall be submitted to the senate and house appropriations subcommittees on the
25 department budget, the senate and house fiscal agencies, the senate and house policy
26 offices, and the state budget office.

27 Sec. 6-216. On a quarterly basis, the department shall report to the senate and house
28 appropriations committees and the report recipients required in section 213 of this part a
29 comparison by line item of the number of FTEs authorized from funds appropriated in part 1
30 to the actual number of FTEs employed by the department at the end of the reporting period.

31 Sec. 6-227. (1) The department may expend amounts remaining from the current and
32 prior fiscal year appropriations to meet funding needs of the environmental cleanup and

1 redevelopment program, environmental cleanup support, contaminated site cleanup,
2 contaminated site cleanup contingency reserve, premcor remediation activities, PFAS
3 remediation grant program, the renew Michigan program, the refined petroleum product
4 cleanup program, brownfield grants and loans, waterfront grants, and the environmental bond
5 site reclamation program.

6 (2) Unexpended and unencumbered amounts remaining from appropriations from the clean
7 Michigan initiative fund - response activities contained in 2011 PA 63, 2013 PA 59, 2014 PA
8 252, 2015 PA 84, 2016 PA 268, and 2017 PA 107, are appropriated for expenditure.

9 (3) Unexpended and unencumbered amounts remaining from appropriations from the
10 refined petroleum fund activities contained in 2013 PA 59, 2014 PA 252, 2015 PA 84, 2016 PA
11 268, 2017 PA 107, 2018 PA 207, 2019 PA 57, 2020 PA 166, 2021 PA 87, and 2022 PA 166 are
12 appropriated for expenditure.

13 (4) Unexpended and unencumbered amounts remaining from the appropriations from the
14 strategic water quality initiatives fund contained in 2011 PA 50, 2011 PA 63, 2012 PA 200,
15 2013 PA 59, 2014 PA 252, 2015 PA 84, 2016 PA 268, 2017 PA 107, and 2018 PA 207, are
16 appropriated for expenditure.

17 (5) For the strategic water quality initiatives fund, funds not yet disbursed are
18 appropriated for expenditure for the same program under sections 5201, 5202, and 5204e of
19 the natural resources and environmental protection act, 1994 PA 451, MCL 324.5201,
20 324.5202, and 324.5204e.

21 (6) Unexpended and unencumbered amounts remaining from the appropriations from the
22 renew Michigan fund contained in 2018 PA 207, 2019 PA 57, 2020 PA 166, 2021 PA 87, and 2022
23 PA 166 are appropriated for expenditure.

24 (7) Unexpended and unencumbered amounts remaining from the appropriations from the
25 general fund contained in 2021 PA 87, and 2022 PA 166 are appropriated for expenditure.

26 (8) Unexpended and unencumbered amounts remaining from the appropriations from the
27 contaminated site cleanup contingency fund contained in 2021 PA 87 and 2022 PA 166, are
28 appropriated for expenditure.

29 Sec. 6-228. Revenues remaining in the settlements fund at the end of the fiscal year
30 shall carry forward into the succeeding fiscal year.

31 Sec. 6-235. (1) Semiannually, the department shall prepare a report that contains
32 information pertaining to all remediation and redevelopment efforts funded from part 1.

1 (2) The report must contain the following information:

2 (a) List of sites where work is planned to occur, including the county for each site.

3 (b) The type of site, whether refined petroleum cleanup, nonrefined petroleum
4 cleanup, brownfield, or a combination of types.

5 (c) A brief description of how the issue will be addressed, including whether
6 contractors will be utilized.

7 (d) The estimated date for project completion.

8 (e) The amount and funding source or sources allocated to the site.

9 (3) The report shall be submitted to the house of representatives and senate
10 subcommittees on the environment, Great Lakes, and energy and the state budget director.

11 Sec. 6-236. The department shall annually provide a report to the senate and house of
12 representatives appropriations committees and the report recipients required in section 213
13 of this part detailing the expenditure of departmental funds appropriated in 2015 PA 143,
14 2016 PA 3, 2016 PA 268, and 2016 PA 340. The report shall include the following:

15 (a) The names and locations of entities receiving funds.

16 (b) The purpose for each expenditure.

17 (c) The status of programs supported by this funding.

18 (d) A brief description of how related problems have been or will be resolved if
19 expenditures are made for immediate response.

20 (e) The job titles and number of departmental FTEs engaged in the Flint declaration
21 of emergency response effort.

22 Sec. 6-242. If the department responds to a significant incident to protect life or
23 property, as soon as possible and within 24 hours after the department response to a
24 significant incident at a site in this state, the department shall notify the senate and
25 house of representatives members whose district includes the site in writing.

26 Sec. 6-244. In expending federal funds, the department shall comply with the
27 requirements of the Justice40 Initiative, where applicable.

28
29 **REMEDICATION AND REDEVELOPMENT DIVISION**

30 Sec. 6-301. Revenues remaining in the laboratory services fees fund at the end of the
31 fiscal year shall carry forward into the succeeding fiscal year.

32 Sec. 6-302. The unexpended funds appropriated in part 1 for contaminated site

1 investigations, cleanup and revitalization, emergency cleanup actions, and environmental
2 cleanup and redevelopment program, are designated as work project appropriations, and any
3 unencumbered or unallotted funds shall not lapse at the end of the fiscal year and shall be
4 available for expenditures for projects under this section until the projects have been
5 completed. The following is in compliance with section 451a of the management and budget
6 act, 1984 PA 431, MCL 18.1451a:

7 (a) The purpose of the projects is to provide contaminated site cleanup.

8 (b) The projects will be accomplished by utilizing contracts with service providers.

9 (c) The total estimated cost of all projects is identified in each line-item
10 appropriation.

11 (d) The tentative completion date is September 30, 2029.

12 Sec. 6-303. (1) Upon approval by the state budget director, the department may expend
13 from the general fund of the state an amount to meet the cash-flow requirements of projects
14 funded under any of the following that are financed from bond proceeds and for which bonds
15 have been authorized but not yet issued:

16 (a) Part 52 of the natural resources and environmental protection act, 1994 PA 451,
17 MCL 324.5201 to 324.5206.

18 (b) Part 193 of the natural resources and environmental protection act, 1994 PA 451,
19 MCL 324.19301 to 324.19306.

20 (c) Part 196 of the natural resources and environmental protection act, 1994 PA 451,
21 MCL 324.19601 to 324.19616.

22 (2) Upon the sale of bonds for projects described in subsection (1), the department
23 shall credit the general fund of the state an amount equal to that expended from the
24 general fund.

25 Sec. 6-304. (1) In addition to the money appropriated in part 1, the department may
26 receive and expend money from the subaccounts of the cleanup and redevelopment fund as
27 described under section 20108 of the natural resources and environmental protection act,
28 1994 PA 451, MCL 324.20108, including the environmental response fund or the natural
29 resource damages fund, to provide funding for actions by the department that are authorized
30 by a court of competent jurisdiction and set forth in a final court order or judgment in an
31 action to which the department is a party.

32 (2) By January 30, the department shall submit a report to the appropriations

1 subcommittees, the fiscal agencies, and the state budget office that provides a summary of
2 the expenditures incurred under this section during the preceding fiscal year.

3
4 **WATER RESOURCES DIVISION**

5 Sec. 6-405. If a certified health department does not exist in a city, county, or
6 district or does not fulfill its responsibilities under part 117 of the natural resources
7 and environmental protection act, 1994 PA 451, MCL 324.11701 to 324.11721, then the
8 department may spend funds appropriated in part 1 for drinking water and environmental
9 health in accordance with section 11716 of the natural resources and environmental
10 protection act, 1994 PA 451, MCL 324.11716.

11 Sec. 6-410. From the funds appropriated in part 1, the department shall compile a
12 report by November 1 of every fiscal year ending in an odd number on the status of the
13 implementation plan for the western Lake Erie basin collaborative agreement. In an effort
14 to learn more about the presence and timing of harmful algal blooms, the report shall
15 contain all of the following:

16 (a) An estimated cost of removal of total phosphorus per pound at the 4 major
17 wastewater treatment plants.

18 (b) A description of the grants that have been awarded.

19 (c) A description of the work that has commenced on the issue of dissolved reactive
20 phosphorus, the expected objectives and outcomes of that work, and a list of the parties
21 involved in that effort.

22 (d) A description of the efforts and outcomes aimed at the total phosphorus reduction
23 for the River Raisin watershed.

24
25 **UNDERGROUND STORAGE TANK AUTHORITY**

26 Sec. 6-701. The unexpended funds appropriated in part 1 for the underground storage
27 tank cleanup program are designated as a work project appropriation, and any unencumbered
28 or unallotted funds shall not lapse at the end of the fiscal year and shall be available
29 for expenditures for projects under this section until the projects have been completed.
30 The following is in compliance with section 451a of the management and budget act, 1984 PA
31 431, MCL 18.1451a:

32 (a) The purpose of the project is to provide underground storage tank cleanup.

1 (b) The project will be accomplished by utilizing contracts with service providers.

2 (c) The total estimated cost of the project is \$20,000,000.00.

3 (d) The tentative completion date is September 30, 2029.

4
5 **RENEWING MICHIGAN'S ENVIRONMENT**

6 Sec. 6-801. The unexpended funds appropriated in part 1 for the renewing Michigan's
7 environment program are designated as a work project appropriation, and any unencumbered or
8 unallotted funds shall not lapse at the end of the fiscal year and shall be available for
9 expenditures for projects under this section until the projects have been completed. The
10 following is in compliance with section 451a of the management and budget act, 1984 PA 431,
11 MCL 18.1451a:

12 (a) The purpose of the project is for environmental cleanup and redevelopment, waste
13 management, and recycling.

14 (b) The project will be accomplished by utilizing state employees or contracts with
15 service providers, or both.

16 (c) The total estimated cost of the project is \$150,807,500.00.

17 (d) The tentative completion date is September 30, 2029.

18
19 **MATERIALS MANAGEMENT DIVISION**

20 Sec. 6-901. In addition to the money appropriated in part 1, the department may
21 receive and expend money from the Volkswagen Environmental Mitigation Trust Agreement to
22 provide funding for activities as outlined within the State's Mitigation Plan. The
23 department shall prepare a report to the appropriations subcommittees, the fiscal agencies,
24 and the state budget office by February 1, 2026 of the expenditures incurred under this
25 section during the fiscal year ending September 30, 2025.

26 Sec. 6-902. (1) From the funds appropriated in part 1 for municipal assistance,
27 \$5,000,000.00 shall be used for grants to municipalities to support the implementation of
28 stormwater projects that reduce the impacts of climate change, such as increased intensity
29 and frequency of storm events. A minimum of 40 percent of funds must be awarded to
30 communities located within environmental justice, overburdened, or significantly
31 overburdened communities as defined by the department. Grants may be used for managing wet
32 weather and maintaining or restoring natural site hydrology or for similar construction

1 activities that reduce or mitigate stormwater impacts, subject to subsection (2).

2 (2) Grants awarded under this section may be used for, but not limited to, any of the
3 following activities:

4 (a) Removal, replacement, or upsizing of inappropriately sized culverts or bridges
5 that impede or restrict stormwater flows, leading to site degradation

6 (b) Installation of buffer strips, bioswales, or rain gardens to manage or treat
7 stormwater

8 (c) Urban forestry programs

9 (d) Restoration of streambanks, or construction of wetlands for stormwater management

10 (e) Stormwater reuse projects

11

12 **WATER INFRASTRUCTURE**

13 Sec. 6-951. The funds appropriated in part 1 for lead service line replacement must
14 be used to support lead line replacement and associated activities, including, but not
15 limited to, water main replacement to promote coordinated water infrastructure work in
16 overburdened and significantly overburdened communities, as those terms are defined by the
17 department in accordance with the requirements under parts 53 and 54 of the natural
18 resources and environmental protection act, 1994 PA 451, MCL 324.5301 to 324.5316 and
19 324.5401 to 324.5418.

20

21 **ONE-TIME APPROPRIATIONS**

22 Sec. 6-1001. (1) The funds appropriated in part 1 for water infrastructure initiative
23 shall be used for grants to municipalities to support the implementation of stormwater
24 projects that reduce the impacts of climate change, such as increased intensity and
25 frequency of storm events. A minimum of 40 percent of funds must be awarded to communities
26 located within environmental justice, overburdened, or significantly overburdened
27 communities as defined by the department. Grants may be used for managing wet weather and
28 maintaining or restoring natural site hydrology or for similar construction activities that
29 reduce or mitigate stormwater impacts, subject to subsection (2).

30 (2) Grants awarded under this section may be used for, but not limited to, any of the
31 following activities:

32 (a) Removal, replacement, or upsizing of inappropriately sized culverts or bridges

1 that impede or restrict stormwater flows, leading to site degradation.

2 (b) Installation of buffer strips, bioswales, or rain gardens to manage or treat
3 stormwater.

4 (c) Urban forestry programs.

5 (d) Restoration of streambanks, or construction of wetlands for stormwater
6 management.

7 (e) Stormwater reuse projects.

8 (3) The unexpended funds appropriated in part 1 for water infrastructure initiative
9 are designated as a work project appropriation, and any unencumbered or unallotted funds
10 shall not lapse at the end of the fiscal year and shall be available for expenditures for
11 the projects under this section until the project has been completed. The following is in
12 compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

13 (a) The purpose of the project is to support the implementation of stormwater
14 projects that reduce the impacts of climate change, such as increased intensity and
15 frequency of storm events

16 (b) The project will be accomplished by utilizing state resources or contracts with
17 service providers, or both.

18 (c) The total estimated cost of the project is \$10,000,000.00.

19 (d) The tentative completion date is September 30, 2029.

20 Sec. 6-1002. (1) The funds appropriated in part 1 for drinking water infrastructure
21 must be used to support lead line replacement and associated activities, including, but not
22 limited to, water main replacement to promote coordinated water infrastructure work in
23 overburdened and significantly overburdened communities, as those terms are defined by the
24 department in accordance with the requirements under parts 53 and 54 of the natural
25 resources and environmental protection act, 1994 PA 451, MCL 324.5301 to 324.5316 and
26 324.5401 to 324.5418.

27 (2) The unexpended funds appropriated in part 1 for drinking water infrastructure are
28 designated as a work project appropriation, and any unencumbered or unallotted funds shall
29 not lapse at the end of the fiscal year and shall be available for expenditures for the
30 projects under this section until the project has been completed. The following is in
31 compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

32 (a) The purpose of the project is to support the upgrade or replacement of water

1 infrastructure.

2 (b) The project will be accomplished by utilizing state resources or contracts with
3 service providers, or both.

4 (c) The total estimated cost of the project is \$35,000,000.00.

5 (d) The tentative completion date is September 30, 2029.

6 Sec. 6-1003. (1) The funds appropriated in part 1 for clean fuel and charging
7 infrastructure shall be used for grants to support the accelerated deployment of electric
8 vehicle charging stations and hydrogen fueling infrastructure. A minimum of 40 percent of
9 funds must be awarded to communities located within environmental justice, overburdened, or
10 significantly overburdened communities as defined by the department.

11 (2) Grants awarded under this section may be used for, but not limited to, any of the
12 following activities:

13 (a) Deploying non-publicly available charging and fueling stations, including but not
14 limited to medium-and-heavy duty fleet lots and public transit systems.

15 (b) Deploying non-publicly available charging and fueling stations and supporting
16 enabling upgrades to support deployment at single and multifamily housing units.

17 (c) Filling gaps in fast charging systems outside of the state's identified
18 alternative fuel corridors.

19 (3) The unexpended funds appropriated in part 1 for clean fuel and charging
20 infrastructure are designated as a work project appropriation, and any unencumbered or
21 unallotted funds shall not lapse at the end of the fiscal year and shall be available for
22 expenditures for the projects under this section until the project has been completed. The
23 following is in compliance with section 451a of the management and budget act, 1984 PA 431,
24 MCL 18.1451a:

25 (a) The purpose of the project is to support the installation of clean energy
26 charging stations.

27 (b) The project will be accomplished by utilizing state resources or contracts with
28 service providers, or both.

29 (c) The total estimated cost of the project is \$25,000,000.00.

30 (d) The tentative completion date is September 30, 2029.

31 Sec. 6-1004. (1) Funds appropriated in part 1 for clean fleets shall be used for
32 grants to support the accelerated deployment of battery electric, fuel cell electric, and

1 hydrogen vehicles. A minimum of 40 percent of funds must be awarded to communities located
2 within environmental justice, overburdened, or significantly overburdened communities as
3 defined by the department.

4 (2) The following entities are eligible for the clean fleets program.

5 (a) Local units of government.

6 (b) Transit authorities.

7 (c) Higher education institutions.

8 (d) Ports.

9 (e) Airports.

10 (3) Grants awarded under this section may be used for, but not limited to, any of the
11 following activities:

12 (a) The purchase of battery electric, fuel cell electric, and hydrogen vehicles.

13 (b) State technical assistance to the grantees on aligning the clean fleet program
14 with federal funding opportunities, including but not limited to, direct pay.

15 (4) Unexpended funds appropriated in part 1 for clean fleet are designated as a work
16 project appropriation. Unencumbered or unallotted funds shall not lapse at the end of the
17 fiscal year and shall be available for expenditure until the project has been completed.

18 The following is in compliance with section 451a of the management and budget act, 1984 PA
19 431, MCL 18.1451a:

20 (a) The purpose of the project is to accelerate the adoption of emission free
21 vehicles to enable the transition to green transportation options.

22 (b) The projects will be accomplished by utilizing state employees or contracts with
23 service providers, or both.

24 (c) The total estimated cost of the project is \$20,000,000.00.

25 (d) The tentative completion date is September 30, 2029.

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Article 7

EXECUTIVE OFFICE

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 7-101. Subject to the conditions set forth in this article, the amounts listed in this part for the executive office are appropriated for the fiscal year ending September 30, 2025, and are anticipated to be appropriated for the fiscal year ending September 30, 2026, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

1	EXECUTIVE OFFICE			
2	APPROPRIATION SUMMARY			
3	Full-time equated unclassified positions.....	10.0		10.0
4	Full-time equated classified positions.....	86.2		86.2
5	GROSS APPROPRIATION	\$ 9,337,100	\$	9,337,100
6	Total interdepartmental grants and intradepartmental			
7	transfers	0		0
8	ADJUSTED GROSS APPROPRIATION	\$ 9,337,100	\$	9,337,100
9	Total federal revenues	0		0
10	Total local revenues	0		0
11	Total private revenues	0		0
12	Total other state restricted revenues	0		0
13	State general fund/general purpose	\$ 9,337,100	\$	9,337,100
14	<i>State general fund/general purpose schedule:</i>			
15	<i>Ongoing state general fund/general purpose</i>	<i>9,337,100</i>		<i>9,337,100</i>
16	<i>One-time state general fund/general purpose</i>	<i>0</i>		<i>0</i>
17	Sec. 7-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT			
18	Full-time equated unclassified positions.....	10.0		10.0
19	Full-time equated classified positions.....	86.2		86.2
20	Governor-1.0 FTE position	\$ 159,300	\$	159,300
21	Lieutenant governor-1.0 FTE position	111,600		111,600
22	Unclassified salaries-8.0 FTE positions	1,621,800		1,621,800
23	Executive office-86.2 FTE positions	<u>7,444,400</u>		<u>7,444,400</u>
24	GROSS APPROPRIATION	\$ 9,337,100	\$	9,337,100
25	Appropriated from:			
26	Special revenue funds:			
27	State general fund/general purpose	\$ 9,337,100	\$	9,337,100

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2025

1 **GENERAL SECTIONS**

2 Sec. 7-201. Pursuant to section 30 of article IX of the state constitution of 1963,
3 total state spending from state sources under part 1 for the fiscal year 2025 is
4 \$9,337,100.00 and state spending from state sources to be paid to local units of government
5 for fiscal year 2025 is \$0.00.

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Article 8

DEPARTMENT OF HEALTH AND HUMAN SERVICES

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 8-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of health and human services are appropriated for the fiscal year ending September 30, 2025, and are anticipated to be appropriated for the fiscal year ending September 30, 2026, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	DEPARTMENT OF HEALTH AND HUMAN SERVICES	
2	APPROPRIATION SUMMARY	
3	Full-time equated unclassified positions.....	6.0 6.0
4	Full-time equated classified positions.....	15,923.5 15,923.5
5	GROSS APPROPRIATION	\$ 37,702,292,800 \$ 37,590,283,000
6	Total interdepartmental grants and intradepartmental	
7	transfers	14,707,900 14,707,900
8	ADJUSTED GROSS APPROPRIATION	\$ 37,687,584,900 \$ 37,575,575,100
9	Total federal revenues	26,755,591,000 26,721,136,100
10	Total local revenues	162,870,000 162,870,000
11	Total private revenues	179,764,200 179,764,200
12	Total other state restricted revenues	3,883,861,200 3,883,861,200
13	State general fund/general purpose	\$ 6,705,498,500 \$ 6,627,943,600
14	<i>State general fund/general purpose schedule:</i>	
15	<i>Ongoing state general fund/general purpose</i>	<i>6,627,943,600 6,627,943,600</i>
16	<i>One-time state general fund/general purpose</i>	<i>77,554,900 0</i>
17	Sec. 8-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT	
18	Full-time equated unclassified positions.....	6.0 6.0
19	Full-time equated classified positions.....	970.4 970.4
20	Unclassified salaries-6.0 FTE positions	\$ 1,431,500 \$ 1,431,500
21	Administrative hearings officers	9,995,400 9,995,400
22	Child welfare institute-55.0 FTE positions	9,552,100 9,552,100
23	Demonstration projects-7.0 FTE positions	7,070,800 7,070,800
24	Departmental administration and management-671.4 FTE	
25	positions	111,525,900 111,525,900
26	Legal services	100,000 100,000
27	Office of inspector general-211.0 FTE positions	29,165,400 29,165,400
28	Property management	62,608,700 62,608,700
29	Terminal leave payments	7,091,300 7,091,300
30	Training and program support-26.0 FTE positions	3,751,700 3,751,700
31	Warehouse operations	1,400,000 1,400,000
32	Worker's compensation	<u>7,662,000 7,662,000</u>

		For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	GROSS APPROPRIATION	\$ 251,354,800	\$ 251,354,800
2	Appropriated from:		
3	Interdepartmental grant revenues:		
4	IDG from department of education	1,839,800	1,839,800
5	IDG from department of technology, management and		
6	budget	600	600
7	Federal revenues:		
8	Other federal revenues	123,865,800	123,865,800
9	Special revenue funds:		
10	Local revenues	86,000	86,000
11	Private revenues	3,846,900	3,846,900
12	Other state restricted revenues	1,330,300	1,330,300
13	State general fund/general purpose	\$ 120,385,400	\$ 120,385,400
14	Sec. 8-103. CHILD SUPPORT ENFORCEMENT		
15	Full-time equated classified positions.....	193.7	193.7
16	Child support enforcement operations-187.7 FTE		
17	positions	\$ 26,773,600	\$ 26,773,600
18	Child support incentive payments	24,409,600	24,409,600
19	Legal support contracts	132,600,300	132,600,300
20	State disbursement unit-6.0 FTE positions	<u>7,381,400</u>	<u>7,381,400</u>
21	GROSS APPROPRIATION	\$ 191,164,900	\$ 191,164,900
22	Appropriated from:		
23	Federal revenues:		
24	Other federal revenues	165,670,600	165,670,600
25	Special revenue funds:		
26	State general fund/general purpose	\$ 25,494,300	\$ 25,494,300
27	Sec. 8-104. COMMUNITY SERVICES AND OUTREACH		
28	Full-time equated classified positions.....	56.0	56.0
29	Bureau of community services and outreach-24.0 FTE		
30	positions	\$ 3,569,800	\$ 3,569,800
31	Community services and outreach administration-20.0 FTE		
32	positions	8,682,000	8,682,000

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	Community services block grant	25,840,000	25,840,000
2	Diaper assistance grant	4,404,400	4,404,400
3	Homeless programs-1.0 FTE position	27,504,100	27,504,100
4	Housing and support services	13,031,000	13,031,000
5	Kids' food basket	525,000	525,000
6	Runaway and homeless youth grants	13,126,100	13,126,100
7	School success partnership program	1,525,000	1,525,000
8	Weatherization assistance	21,860,300	21,860,300
9	Weatherization assistance - IIJA-11.0 FTE positions ..	40,013,000	40,013,000
10	GROSS APPROPRIATION	\$ 160,080,700	\$ 160,080,700
11	Appropriated from:		
12	Federal revenues:		
13	Other federal revenues	134,890,300	134,890,300
14	Special revenue funds:		
15	State general fund/general purpose	\$ 25,190,400	\$ 25,190,400
16	Sec. 8-105. CHILDREN'S SERVICES AGENCY - CHILD WELFARE		
17	Full-time equated classified positions.....	4,117.2	4,117.2
18	Adoption subsidies	\$ 212,000,000	\$ 212,000,000
19	Adoption support services-10.0 FTE positions	41,631,400	41,631,400
20	Attorney general contract	5,191,100	5,191,100
21	Child abuse and neglect - children's justice act-1.0 FTE		
22	position	628,900	628,900
23	Child care fund	277,750,000	277,750,000
24	Child care fund - indirect cost allotment	3,500,000	3,500,000
25	Child protection	2,050,300	2,050,300
26	Child welfare administration travel	390,000	390,000
27	Child welfare field staff - noncaseload compliance-353.0		
28	FTE positions	42,404,300	42,404,300
29	Child welfare licensing-59.0 FTE positions	7,570,100	7,570,100
30	Child welfare medical/psychiatric evaluations	9,428,500	9,428,500
31	Children's protective services - caseload staff-1,615.0		
32	FTE positions	176,060,700	176,060,700

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 Children's protective services supervisors-387.0 FTE		
2 positions	49,359,000	49,359,000
3 Children's services administration-218.2 FTE positions	28,681,400	28,681,400
4 Children's trust fund-12.0 FTE positions	5,059,800	5,059,800
5 Contractual services, supplies, and materials	9,567,600	9,567,600
6 Court-appointed special advocates	1,000,000	1,000,000
7 Education planners-15.0 FTE positions	1,990,000	1,990,000
8 Family preservation and prevention services administration		
9 -9.0 FTE positions	1,422,400	1,422,400
10 Family preservation programs-34.0 FTE positions	57,023,700	57,023,700
11 Foster care payments	318,026,200	318,026,200
12 Foster care services - caseload staff-966.0 FTE		
13 positions	100,870,900	100,870,900
14 Foster care services supervisors-227.0 FTE positions .	31,894,700	31,894,700
15 Guardianship assistance program	11,360,600	11,360,600
16 Interstate compact	179,600	179,600
17 Modified implementation sustainability and exit plan .	10,000,000	10,000,000
18 Peer coaches-45.5 FTE positions	6,476,300	6,476,300
19 Performance based funding implementation-3.0 FTE		
20 positions	560,400	560,400
21 Permanency resource managers-28.0 FTE positions	3,599,400	3,599,400
22 Prosecuting attorney contracts	8,142,800	8,142,800
23 Second line supervisors and technical staff-126.0 FTE		
24 positions	20,335,200	20,335,200
25 Settlement monitor	2,709,800	2,709,800
26 Strong families/safe children	11,600,000	11,600,000
27 Title IV-E compliance and accountability office-4.0 FTE		
28 positions	471,900	471,900
29 Youth in transition-4.5 FTE positions	8,194,200	8,194,200
30 GROSS APPROPRIATION	\$ 1,467,131,200	\$ 1,467,131,200
31 Appropriated from:		
32 Interdepartmental grant revenues:		

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	IDG from department of education	244,400	244,400
2	Federal revenues:		
3	Other federal revenues	653,211,800	653,211,800
4	Special revenue funds:		
5	Local revenues	35,689,300	35,689,300
6	Private revenues	1,503,300	1,503,300
7	Other state restricted revenues	6,511,100	6,511,100
8	State general fund/general purpose	\$ 769,971,300	\$ 769,971,300
9	Sec. 8-106. CHILDREN'S SERVICES AGENCY - JUVENILE JUSTICE		
10	Full-time equated classified positions.....	147.5	147.5
11	Bay pines center-60.0 FTE positions	\$ 7,826,700	\$ 7,826,700
12	Committee on juvenile justice administration-2.5 FTE		
13	positions	368,200	368,200
14	Committee on juvenile justice grants	3,000,000	3,000,000
15	Community support services-3.0 FTE positions	2,513,200	2,513,200
16	County juvenile officers	3,977,600	3,977,600
17	Juvenile justice, administration and maintenance-21.0 FTE		
18	positions	6,383,600	6,383,600
19	Shawono center-61.0 FTE positions	<u>7,968,800</u>	<u>7,968,800</u>
20	GROSS APPROPRIATION	\$ 32,038,100	\$ 32,038,100
21	Appropriated from:		
22	Federal revenues:		
23	Other federal revenues	7,932,500	7,932,500
24	Special revenue funds:		
25	Local revenues	7,898,200	7,898,200
26	State general fund/general purpose	\$ 16,207,400	\$ 16,207,400
27	Sec. 8-107. PUBLIC ASSISTANCE		
28	Full-time equated classified positions.....	1.0	1.0
29	Emergency services local office allocations	\$ 38,813,500	\$ 38,813,500
30	Family independence program	104,762,200	104,762,200
31	Family independence program - clothing allowance	10,000,000	10,000,000
32	Food assistance program benefits	4,018,370,000	4,018,370,000

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	Food Bank Council of Michigan	12,045,000	12,045,000
2	Indigent burial	3,869,100	3,869,100
3	Low-income home energy assistance program	174,951,600	174,951,600
4	Michigan energy assistance program-1.0 FTE position ..	65,000,000	65,000,000
5	Prenatal and infant support program	24,000,000	24,000,000
6	Refugee assistance program	7,954,200	7,954,200
7	State disability assistance payments	7,057,200	7,057,200
8	State supplementation	54,770,700	54,770,700
9	State supplementation administration	<u>1,806,100</u>	<u>1,806,100</u>
10	GROSS APPROPRIATION	\$ 4,523,399,600	\$ 4,523,399,600
11	Appropriated from:		
12	Federal revenues:		
13	Other federal revenues	4,362,658,900	4,362,658,900
14	Special revenue funds:		
15	Other state restricted revenues	65,188,500	65,188,500
16	State general fund/general purpose	\$ 95,552,200	\$ 95,552,200
17	Sec. 8-108. LOCAL OFFICE OPERATIONS AND SUPPORT SERVICES		
18	Full-time equated classified positions.....	5,758.5	5,758.5
19	Administrative support workers-167.0 FTE positions ...	\$ 14,934,500	\$ 14,934,500
20	Adult services local office staff-550.0 FTE positions	68,661,300	68,661,300
21	Donated funds positions-237.0 FTE positions	29,274,400	29,274,400
22	Elder law of Michigan MiCAFE contract	350,000	350,000
23	Electronic benefit transfer (EBT)	9,714,000	9,714,000
24	Employment and training support services	4,219,100	4,219,100
25	Food assistance reinvestment-16.0 FTE positions	7,494,300	7,494,300
26	Contractual services, supplies, and materials	31,051,000	31,051,000
27	Local office policy and administration-125.0 FTE		
28	positions	20,565,600	20,565,600
29	Local office staff travel	8,252,400	8,252,400
30	Medical/psychiatric evaluations	1,120,100	1,120,100
31	Nutrition education-2.0 FTE positions	33,040,900	33,040,900
32	Pathways to potential-231.0 FTE positions	26,143,300	26,143,300

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 Public assistance local office staff-4,430.5 FTE		
2 positions	501,434,500	501,434,500
3 SSI advocacy legal services grant	<u>375,000</u>	<u>375,000</u>
4 GROSS APPROPRIATION	\$ 756,630,400	\$ 756,630,400
5 Appropriated from:		
6 Interdepartmental grant revenues:		
7 IDG from department of corrections	120,200	120,200
8 IDG from department of education	8,315,800	8,315,800
9 Federal revenues:		
10 Other federal revenues	415,065,000	415,065,000
11 Special revenue funds:		
12 Local revenues	4,378,900	4,378,900
13 Private revenues	10,219,200	10,219,200
14 State general fund/general purpose	<u>\$ 318,531,300</u>	<u>\$ 318,531,300</u>
15 Sec. 8-109. DISABILITY DETERMINATION SERVICES		
16 Full-time equated classified positions.....	628.4	628.4
17 Disability determination operations-624.3 FTE		
18 positions	<u>\$ 125,947,100</u>	<u>\$ 125,947,100</u>
19 Retirement disability determination-4.1 FTE positions	<u>643,300</u>	<u>643,300</u>
20 GROSS APPROPRIATION	\$ 126,590,400	\$ 126,590,400
21 Appropriated from:		
22 Interdepartmental grant revenues:		
23 IDG from department of education	16,000	16,000
24 IDG from department of technology, management and		
25 budget	819,900	819,900
26 Federal revenues:		
27 Other federal revenues	121,909,300	121,909,300
28 Special revenue funds:		
29 Private revenues	900	900
30 Other state restricted revenues	5,300	5,300
31 State general fund/general purpose	<u>\$ 3,839,000</u>	<u>\$ 3,839,000</u>
32 Sec. 8-110. BEHAVIORAL HEALTH PROGRAM ADMINISTRATION AND SPECIAL PROJECTS		

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	Full-time equated classified positions.....	91.0	91.0
2	Behavioral health program administration-51.0 FTE positions		\$ 62,256,100
3	\$ 62,256,100		
4	Community substance use disorder prevention, education, and		
5	treatment-9.0 FTE positions	79,626,200	79,626,200
6	Family support subsidy	15,670,900	15,670,900
7	Federal and other special projects	2,535,600	2,535,600
8	Gambling addiction-4.0 FTE positions	9,521,300	9,521,300
9	Mental health diversion council	3,850,000	3,850,000
10	Michigan clinical consultation and care	5,289,000	5,289,000
11	Office of recipient rights-25.0 FTE positions	3,502,800	3,502,800
12	Opioid response activities-2.0 FTE positions	90,359,700	90,359,700
13	Protection and advocacy services support	194,400	194,400
14	GROSS APPROPRIATION	\$ 272,806,000	\$ 272,806,000
15	Appropriated from:		
16	Federal revenues:		
17	Other federal revenues	186,934,000	186,934,000
18	Special revenue funds:		
19	Private revenues	2,904,700	2,904,700
20	Other state restricted revenues	35,007,800	35,007,800
21	State general fund/general purpose	\$ 47,959,500	\$ 47,959,500
22	Sec. 8-111. BEHAVIORAL HEALTH SERVICES		
23	Full-time equated classified positions.....	15.0	15.0
24	Autism services	\$ 330,231,300	\$ 330,231,300
25	Behavioral health community supports and services-11.0		
26	FTE positions	44,577,700	44,577,700
27	Certified community behavioral health clinic		
28	demonstration	557,719,100	557,719,100
29	Civil service charges	297,500	297,500
30	Community mental health non-Medicaid services	125,578,200	125,578,200
31	Federal mental health block grant-4.0 FTE positions ..	24,471,700	24,471,700
32	Health homes	53,418,500	53,418,500

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	Healthy Michigan plan - behavioral health	535,228,600	535,228,600
2	Medicaid mental health services	3,304,440,700	3,304,440,700
3	Medicaid substance use disorder services	97,941,400	97,941,400
4	Multicultural integration funding	17,284,900	17,284,900
5	Nursing home PAS/ARR-OBRA	15,213,600	15,213,600
6	State disability assistance program substance use		
7	disorder services	<u>2,018,800</u>	<u>2,018,800</u>
8	GROSS APPROPRIATION	\$ 5,108,422,000	\$ 5,108,422,000
9	Appropriated from:		
10	Federal revenues:		
11	Other federal revenues	3,473,030,000	3,473,030,000
12	Special revenue funds:		
13	Local revenues	10,190,500	10,190,500
14	Other state restricted revenues	68,561,400	68,561,400
15	State general fund/general purpose	\$ 1,556,640,100	\$ 1,556,640,100
16	Sec. 8-112. STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL HEALTH SERVICES		
17	Full-time equated classified positions.....	2,546.6	2,546.6
18	Caro Regional Mental Health Center - psychiatric		
19	hospital - adult-530.7 FTE positions	\$ 61,299,100	\$ 61,299,100
20	Center for forensic psychiatry-624.5 FTE positions ...	102,649,400	102,649,400
21	Developmental disabilities council and projects-10.0		
22	FTE positions	3,196,800	3,196,800
23	Gifts and bequests for patient living and treatment		
24	environment	1,000,000	1,000,000
25	IDEA, federal special education	120,000	120,000
26	Kalamazoo Psychiatric Hospital - adult-561.2 FTE		
27	positions	72,573,300	72,573,300
28	Purchase of medical services for residents of		
29	hospitals and centers	445,600	445,600
30	Revenue recapture	750,100	750,100
31	Special maintenance	924,600	924,600
32	State hospital administration-34.0 FTE positions	5,735,000	5,735,000

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 Walter P. Reuther Psychiatric Hospital-adult, children,		
2 and adolescents-786.2 FTE positions	123,069,900	123,069,900
3 GROSS APPROPRIATION	\$ 371,763,800	\$ 371,763,800
4 Appropriated from:		
5 Federal revenues:		
6 Other federal revenues	46,642,000	46,642,000
7 Special revenue funds:		
8 Local revenues	23,283,200	23,283,200
9 Private revenues	1,000,000	1,000,000
10 Other state restricted revenues	15,189,200	15,189,200
11 State general fund/general purpose	\$ 285,649,400	\$ 285,649,400
12 Sec. 8-113. HEALTH AND HUMAN SERVICES POLICY AND INITIATIVES		
13 Full-time equated classified positions.....	74.3	74.3
14 Cellular therapy for Versiti Michigan	\$ 750,000	\$ 750,000
15 Certificate of need program administration-11.3		
16 FTE positions	2,744,600	2,744,600
17 Child advocacy centers	1,407,000	1,407,000
18 Child advocacy centers - supplemental grants	2,000,000	2,000,000
19 Community health programs	20,000,000	20,000,000
20 Crime victim grants administration services-17.0		
21 FTE positions	3,092,300	3,092,300
22 Crime victim justice assistance grants	78,579,300	78,579,300
23 Crime victim rights services grants	19,869,900	19,869,900
24 Crime victim rights sustaining grants	30,000,000	30,000,000
25 Critical health and wellness center operations	1,500,000	1,500,000
26 Domestic violence prevention and treatment-15.6		
27 FTE positions	18,383,500	18,383,500
28 Human trafficking intervention services-1.0		
29 FTE position	200,000	200,000
30 Michigan essential health provider	3,519,600	3,519,600
31 Minority health grants and contracts-3.0 FTE positions	1,159,700	1,159,700
32 Nurse education and research program-3.0 FTE positions	823,600	823,600

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	Policy and planning administration-19.9 FTE positions	2,768,500	2,768,500
2	Primary care services-3.0 FTE positions	3,809,200	3,809,200
3	Rape prevention and services-0.5 FTE position	7,097,300	7,097,300
4	Rural health services	175,000	175,000
5	Uniform statewide sexual assault evidence kit		
6	tracking system	<u>369,500</u>	<u>369,500</u>
7	GROSS APPROPRIATION	\$ 198,249,000	\$ 198,249,000
8	Appropriated from:		
9	Interdepartmental grant revenues:		
10	IDG from department of education	2,400	2,400
11	IDG from department of licensing and regulatory		
12	affairs	823,600	823,600
13	IDG from department of treasury	117,700	117,700
14	Federal revenues:		
15	Other federal revenues	103,700,200	103,700,200
16	Special revenue funds:		
17	Private revenues	865,000	865,000
18	Other state restricted revenues	27,541,900	27,541,900
19	State general fund/general purpose	<u>\$ 65,198,200</u>	<u>\$ 65,198,200</u>
20	Sec. 8-114. EPIDEMIOLOGY, EMERGENCY MEDICAL SERVICES, AND LABORATORY		
21	Full-time equated classified positions.....	449.9	449.9
22	Bioterrorism preparedness-53.0 FTE positions	<u>\$ 31,009,800</u>	<u>\$ 31,009,800</u>
23	Childhood lead program-4.5 FTE positions	2,342,900	2,342,900
24	Emergency medical services program-27.0 FTE positions	9,030,000	9,030,000
25	Epidemiology administration-73.5 FTE positions	26,350,100	26,350,100
26	Healthy homes program-66.0 FTE positions	56,569,600	56,569,600
27	Laboratory services-102.0 FTE positions	31,002,000	31,002,000
28	Newborn screening follow-up and treatment services-10.5		
29	FTE positions	9,837,500	9,837,500
30	PFAS and environmental contamination response-43.0 ..		
31	FTE positions	20,530,400	20,530,400
32	Vital records and health statistics-70.4 FTE positions	<u>11,573,100</u>	<u>11,573,100</u>

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	GROSS APPROPRIATION	\$ 198,245,400	\$ 198,245,400
2	Appropriated from:		
3	Interdepartmental grant revenues:		
4	IDG from department of environment, great lakes, and		
5	energy	1,797,800	1,797,800
6	Federal revenues:		
7	Other federal revenues	77,587,100	77,587,100
8	Special revenue funds:		
9	Private revenues	1,342,600	1,342,600
10	Other state restricted revenues	32,478,400	32,478,400
11	State general fund/general purpose	\$ 85,039,500	\$ 85,039,500
12	Sec. 8-115. LOCAL HEALTH AND ADMINISTRATIVE SERVICES		
13	Full-time equated classified positions.....	190.1	190.1
14	AIDS prevention, testing, and care programs-79.5 FTE		
15	positions	\$ 110,825,500	\$ 110,825,500
16	Cancer prevention and control program-18.0 FTE		
17	positions	15,911,400	15,911,400
18	Chronic disease control and health promotion		
19	administration-28.4 FTE positions	10,429,400	10,429,400
20	Diabetes and kidney program-8.0 FTE positions	4,198,800	4,198,800
21	Essential local public health services	76,419,300	76,419,300
22	Implementation of 1993 PA 133, MCL 333.17015	20,000	20,000
23	Local health services-3.3 FTE positions	8,724,200	8,724,200
24	Medicaid outreach cost reimbursement to local		
25	health departments	12,500,000	12,500,000
26	Public health administration-9.0 FTE positions	2,289,200	2,289,200
27	Sexually transmitted disease control program-20.0		
28	FTE positions	8,555,700	8,555,700
29	Smoking prevention program-15.0 FTE positions	9,664,700	9,664,700
30	Violence prevention-8.9 FTE positions	<u>14,062,100</u>	<u>14,062,100</u>
31	GROSS APPROPRIATION	\$ 273,600,300	\$ 273,600,300
32	Appropriated from:		

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Federal revenues:	
2	Other federal revenues	90,559,000
3	Special revenue funds:	
4	Local revenues	5,150,000
5	Private revenues	74,556,600
6	Other state restricted revenues	11,925,200
7	State general fund/general purpose	\$ 91,409,500
8	Sec. 8-116. FAMILY HEALTH SERVICES	
9	Full-time equated classified positions.....	136.1
10	Child and adolescent health care and centers	\$ 41,242,700
11	Dental programs-5.3 FTE positions	7,546,800
12	Drinking water declaration of emergency	4,271,000
13	Family planning local agreements	15,810,700
14	Family, maternal, and child health administration-49.0	
15	FTE positions	10,837,300
16	Immunization program-20.8 FTE positions	20,696,600
17	Local MCH services	7,018,100
18	Pregnancy prevention program	1,297,900
19	Prenatal care and premature birth avoidance grant	1,000,000
20	Prenatal care outreach and service delivery support-	
21	19.0 FTE positions	43,400,800
22	Special projects	6,289,100
23	Sudden and unexpected infant death and suffocation	
24	prevention program	321,300
25	Women, infants, and children program administration and	
26	special projects-42.0 FTE positions	19,673,900
27	Women, infants, and children program local agreements	
28	and food costs	<u>251,285,000</u>
29	GROSS APPROPRIATION	\$ 430,691,200
30	Appropriated from:	
31	Federal revenues:	
32	Other federal revenues	268,760,500

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Special revenue funds:	
2	Local revenues	42,817,700 42,817,700
3	Private revenues	64,785,700 64,785,700
4	Other state restricted revenues	4,049,500 4,049,500
5	State general fund/general purpose	\$ 50,277,800 \$ 50,277,800
6	Sec. 8-117. CHILDREN'S SPECIAL HEALTH CARE SERVICES	
7	Full-time equated classified positions.....	51.8 51.8
8	Bequests for care and services-9.8 FTE positions	\$ 2,087,100 \$ 2,087,100
9	Children's special health care services administration-	
10	42.0 FTE positions	8,743,800 8,743,800
11	Medical care and treatment	281,661,600 281,661,600
12	Outreach and advocacy	<u>6,722,200</u> <u>6,722,200</u>
13	GROSS APPROPRIATION	\$ 299,214,700 \$ 299,214,700
14	Appropriated from:	
15	Federal revenues:	
16	Other federal revenues	155,367,700 155,367,700
17	Special revenue funds:	
18	Private revenues	1,044,100 1,044,100
19	Other state restricted revenues	4,433,300 4,433,300
20	State general fund/general purpose	\$ 138,369,600 \$ 138,369,600
21	Sec. 8-118. AGING SERVICES	
22	Community services	\$ 57,706,900 \$ 57,706,900
23	Employment assistance	3,500,000 3,500,000
24	Nutrition services	50,004,200 50,004,200
25	Respite care program	7,268,700 7,268,700
26	Senior volunteer service programs	<u>4,765,300</u> <u>4,765,300</u>
27	GROSS APPROPRIATION	\$ 123,245,100 \$ 123,245,100
28	Appropriated from:	
29	Federal revenues:	
30	Other federal revenues	67,787,400 67,787,400
31	Special revenue funds:	
32	Private revenues	300,000 300,000

		For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Michigan merit award trust fund	4,068,700	4,068,700
2	Other state restricted revenues	2,800,000	2,800,000
3	State general fund/general purpose	\$ 48,289,000	\$ 48,289,000
4	Sec. 8-119. HEALTH AND AGING SERVICES ADMINISTRATION		
5	Full-time equated classified positions.....	485.0	485.0
6	Aging services administration-43.0 FTE positions	\$ 9,629,400	\$ 9,629,400
7	Health services administration-442.0 FTE positions ...	<u>126,911,500</u>	<u>126,911,500</u>
8	GROSS APPROPRIATION	\$ 136,540,900	\$ 136,540,900
9	Appropriated from:		
10	Federal revenues:		
11	Other federal revenues	89,449,300	89,449,300
12	Special revenue funds:		
13	Local revenues	37,700	37,700
14	Private revenues	1,721,300	1,721,300
15	Other state restricted revenues	336,300	336,300
16	State general fund/general purpose	\$ 44,996,300	\$ 44,996,300
17	Sec. 8-120. HEALTH SERVICES		
18	Adult home help services	\$ 540,996,100	\$ 540,996,100
19	Ambulance services	23,768,100	23,768,100
20	Auxiliary medical services	6,723,400	6,723,400
21	Dental clinic program	1,000,000	1,000,000
22	Dental services	314,199,000	314,199,000
23	Federal Medicare pharmaceutical program	426,126,000	426,126,000
24	Health plan services	8,048,821,700	8,048,821,700
25	Healthy Michigan plan	6,350,051,000	6,350,051,000
26	Home health services	3,214,700	3,214,700
27	Hospice services	167,506,900	167,506,900
28	Hospital services and therapy	604,539,700	604,539,700
29	Integrated care organizations	370,574,900	370,574,900
30	Long-term care services	2,406,027,000	2,406,027,000
31	Maternal and child health	26,340,400	26,340,400
32	Medicaid home- and community-based services waiver ...	516,444,000	516,444,000

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 Medicare premium payments	926,166,300	926,166,300
2 Personal care services	6,196,100	6,196,100
3 Pharmaceutical services	300,638,800	300,638,800
4 Physician services	288,100,500	288,100,500
5 Plan first	6,567,500	6,567,500
6 Program of all-inclusive care for the elderly	299,357,000	299,357,000
7 Recuperative care	297,600	297,600
8 School-based services	172,147,500	172,147,500
9 Special Medicaid reimbursement	308,992,500	308,992,500
10 Transportation	<u>21,476,400</u>	<u>21,476,400</u>
11 GROSS APPROPRIATION	\$ 22,136,273,100	\$ 22,136,273,100
12 Appropriated from:		
13 Federal revenues:		
14 Other federal revenues	15,795,087,300	15,795,087,300
15 Special revenue funds:		
16 Local revenues	33,331,800	33,331,800
17 Private revenues	10,423,900	10,423,900
18 Michigan merit award trust fund	88,200,000	88,200,000
19 Other state restricted revenues	3,514,223,900	3,514,223,900
20 State general fund/general purpose	\$ 2,695,006,200	\$ 2,695,006,200
21 Sec. 8-121. INFORMATION TECHNOLOGY		
22 Full-time equated classified positions.....	11.0	11.0
23 Bridges information system-10.0 FTE positions	\$ 114,678,900	\$ 114,678,900
24 Child support automation	44,243,200	44,243,200
25 Comprehensive child welfare information system	8,274,700	8,274,700
26 Information technology services and projects	241,607,200	241,607,200
27 Michigan Medicaid information system-1.0 FTE position	102,482,000	102,482,000
28 Michigan statewide automated child welfare information		
29 system	<u>21,555,400</u>	<u>21,555,400</u>
30 GROSS APPROPRIATION	\$ 532,841,400	\$ 532,841,400
31 Appropriated from:		
32 Interdepartmental grant revenues:		

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	IDG from department of education	609,700	609,700
2	Federal revenues:		
3	Other federal revenues	381,027,400	381,027,400
4	Special revenue funds:		
5	Local revenues	6,700	6,700
6	Private revenues	5,250,000	5,250,000
7	Other state restricted revenues	2,010,400	2,010,400
8	State general fund/general purpose	\$ 143,937,200	\$ 143,937,200
9	Sec. 8-122. ONE-TIME APPROPRIATIONS		
10	ARP-behavioral health workforce support fund	\$ 3,000,000	\$ 0
11	Children's services administration training	2,000,000	0
12	ARP - Community health programs	25,000,000	0
13	ARP - Community violence prevention - community grant		
14	program	5,000,000	0
15	Doula training and continuing education	2,909,800	0
16	Employment and training support services	5,000,000	0
17	Family planning local agreements	14,200,000	0
18	Firefighter health care	3,500,000	0
19	First responder and public safety staff mental health	2,500,000	0
20	Home health care authority	1,000,000	0
21	Homeless programs	7,250,000	0
22	Injury tracking	750,000	0
23	Juvenile justice reform	5,000,000	0
24	Maternal health services	7,500,000	0
25	Medicaid outreach	250,000	0
26	Multicultural integration funding	8,600,000	0
27	Nurse Incentive Program	10,000,000	0
28	School training and technical assistance	1,000,000	0
29	Violence prevention training and technical assistance	2,550,000	0
30	Weatherization assistance - IIJA	<u>5,000,000</u>	<u>0</u>
31	GROSS APPROPRIATION	\$ 112,009,800	\$ 0
32	Appropriated from:		

1	Federal revenues:		
2	Other federal revenues	34,454,900	0
3	Special revenue funds:		
4	State general fund/general purpose	\$ 77,554,900	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2025

10 **GENERAL SECTIONS**

11 Sec. 8-201. Pursuant to section 30 of article IX of the state constitution of 1963,
 12 total state spending from state sources under part 1 for the fiscal year 2025 is
 13 \$10,589,359,700.00 and state spending from state sources to be paid to local units of
 14 government for fiscal year 2025 is \$1,876,944,500.00. The itemized statement below
 15 identifies appropriations from which spending to local units of government will occur:

16 DEPARTMENT OF HEALTH AND HUMAN SERVICES

17	Child support incentive payments.....	\$ 9,570,000
18	Legal support contracts.....	1,300
19	Community services and outreach administration.....	3,100
20	Crime victim rights services grants.....	11,593,000
21	Domestic violence prevention and treatment.....	163,000
22	Homeless programs.....	9,900
23	Housing and support services.....	124,700
24	Child care fund.....	181,742,300
25	Child care fund - indirect cost allotment.....	3,500,000
26	Child welfare licensing.....	68,300
27	Children's trust fund.....	60,800
28	Contractual services, supplies, and materials.....	10,500
29	Family preservation programs.....	2,000
30	Foster care payments.....	3,344,200
31	Prosecuting attorney contracts.....	1,269,100
32	Strong families/safe children.....	65,400

1	Youth in transition.....	300
2	Bay pines center.....	49,700
3	Community support services.....	333,500
4	County juvenile officers.....	73,300
5	Shawono center.....	2,000
6	Emergency services local office allocations.....	10,996,900
7	Indigent burial.....	4,800
8	Michigan energy assistance program.....	356,100
9	State disability assistance payments.....	174,200
10	Contractual services, supplies, and materials.....	91,700
11	Employment and training support services.....	6,200
12	Disability determination operations.....	2,000
13	Behavioral health program administration.....	121,700
14	Community substance use disorder prevention, education, and treatment.	8,783,500
15	Gambling addiction.....	1,333,700
16	Mental health diversion council.....	255,100
17	Opioid response activities.....	1,770,500
18	Autism services.....	84,842,200
19	Behavioral health community supports and services.....	171,800
20	Certified community behavioral health clinic demonstration.....	134,195,600
21	Community mental health non-Medicaid services.....	125,578,200
22	Health homes.....	4,725,900
23	Healthy Michigan plan - behavioral health.....	63,747,700
24	Medicaid mental health services.....	937,703,100
25	Medicaid substance use disorder services.....	29,067,900
26	Multicultural integration funding.....	1,064,400
27	Nursing home PAS/ARR-OBRA.....	4,476,100
28	State disability assistance program substance use disorder services...	1,807,300
29	Caro Regional Mental Health Center - psychiatric hospital - adult.....	183,600
30	Center for forensic psychiatry.....	674,000
31	Kalamazoo Psychiatric Hospital - adult.....	66,200
32	Walter P. Reuther Psychiatric Hospital-adult, children,	

1	and adolescents.....	109,900
2	Primary care services.....	79,800
3	Emergency medical services program.....	4,800
4	Epidemiology administration.....	448,700
5	Healthy homes program.....	1,301,700
6	PFAS and environmental contamination response.....	200
7	AIDS prevention, testing, and care programs.....	2,705,800
8	Cancer prevention and control program.....	43,600
9	Essential local public health services.....	71,269,300
10	Local health services.....	1,928,900
11	Public health administration.....	200
12	Sexually transmitted disease control program.....	775,400
13	Smoking prevention program.....	242,100
14	Dental programs.....	25,000
15	Drinking water declaration of emergency.....	136,500
16	Family planning local agreements.....	224,000
17	Immunization program.....	2,155,600
18	Pregnancy prevention program.....	65,000
19	Prenatal care outreach and service delivery support.....	8,806,900
20	Medical care and treatment.....	796,700
21	Outreach and advocacy.....	2,708,200
22	Community services.....	30,526,500
23	Nutrition services.....	12,597,200
24	Respite care program.....	5,800,000
25	Senior volunteer service programs.....	954,100
26	Aging services administration.....	200,200
27	Adult home help services.....	81,900
28	Ambulance services.....	840,600
29	Dental services.....	787,000
30	Healthy Michigan plan.....	896,700
31	Hospital services and therapy.....	400,000
32	Long-term care services.....	88,061,900

1	Medicaid home- and community-based services waiver.....	14,314,200
2	Personal care services.....	17,600
3	Physician services.....	2,854,200
4	Transportation.....	<u>597,300</u>
5	TOTAL	\$ 1,876,944,500

6 Sec. 8-202. The appropriations authorized under this article are subject to the
7 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

8 Sec. 8-203. As used in this article:

- 9 (a) "AIDS" means acquired immunodeficiency syndrome.
- 10 (b) "CCHBC" means Certified Community Behavioral Health Clinic.
- 11 (c) "CMHSP" means a community mental health services program as that term is defined
12 in section 100a of the mental health code, 1974 PA 258, MCL 330.1100a.
- 13 (d) "CMS" means the Centers for Medicare and Medicaid Services.
- 14 (e) "Current fiscal year" means the fiscal year ending September 30, 2025.
- 15 (f) "Department" means the department of health and human services.
- 16 (g) "Director" means the director of the department.
- 17 (h) "DSH" means disproportionate share hospital.
- 18 (i) "EPSDT" means early and periodic screening, diagnosis, and treatment.
- 19 (j) "Federal poverty level" means the poverty guidelines published annually in the
20 Federal Register by the United States Department of Health and Human Services under its
21 authority to revise the poverty line under 42 USC 9902.
- 22 (k) "FQHC" means federally qualified health center.
- 23 (l) "FTE" means full-time equated.
- 24 (m) "GME" means graduate medical education.
- 25 (n) "Health plan" means, at a minimum, an organization that meets the criteria for
26 delivering the comprehensive package of services under the department's comprehensive
27 health plan.
- 28 (o) "HEDIS" means health care effectiveness data and information set.
- 29 (p) "HMO" means health maintenance organization.
- 30 (q) "IDEA" means the individuals with disabilities education act, 20 USC 1400 to
31 1482.
- 32 (r) "IDG" means interdepartmental grant.

- 1 (s) "MCH" means maternal and child health.
- 2 (t) "Medicaid" means subchapter XIX of the social security act, 42 USC 1396 to 1396w-
- 3 6.
- 4 (u) "Medicare" means subchapter XVIII of the social security act, 42 USC 1395 to
- 5 1395111.
- 6 (v) "MiCAFE" means Michigan's coordinated access to food for the elderly.
- 7 (w) "MiChild" means the program described in section 1670 of this part.
- 8 (x) "MiSACWIS" means Michigan statewide automated child welfare information system.
- 9 (y) "PAS/ARR-OBRA" means the preadmission screening and annual resident review
- 10 required under the omnibus budget reconciliation act of 1987, section 1919(e)(7) of the
- 11 social security act, 42 USC 1396r.
- 12 (z) "PFAS" means perfluoroalkyl and polyfluoroalkyl substances.
- 13 (aa) "PIHP" means an entity designated by the department as a regional entity or a
- 14 specialty prepaid inpatient health plan for Medicaid mental health services, services to
- 15 individuals with developmental disabilities, and substance use disorder services. Regional
- 16 entities are described in section 204b of the mental health code, 1974 PA 258, MCL
- 17 330.1204b. Specialty prepaid inpatient health plans are described in section 232b of the
- 18 mental health code, 1974 PA 258, MCL 330.1232b.
- 19 (bb) "Previous fiscal year" means the fiscal year ending September 30, 2024.
- 20 (cc) "PPS" means Prospective Payment System.
- 21 (dd) "Quarterly reports" means 4 reports shall be submitted to the required
- 22 recipients by the following dates: February 1, April 1, July 1, and September 30 of the
- 23 current fiscal year.
- 24 (ee) "Semiannual basis" means March 1 and September 30 of the current fiscal year.
- 25 (ff) "Settlement" means the settlement agreement entered in the case of Dwayne B. v
- 26 Snyder, docket no. 2:06-cv-13548 in the United States District Court for the Eastern
- 27 District of Michigan.
- 28 (gg) "SSI" means supplemental security income.
- 29 (hh) "STEMI" means an ST-elevation myocardial infarction.
- 30 (ii) "Temporary assistance for needy families" or "TANF" or "title IV-A" means part A
- 31 of subchapter IV of the social security act, 42 USC 601 to 619.
- 32 (jj) "Title IV-B" means part B of title IV of the social security act, 42 USC 621 to

1 629m.

2 (kk) "Title IV-D" means part D of title IV of the social security act, 42 USC 651 to
3 669b.

4 (ll) "Title IV-E" means part E of title IV of the social security act, 42 USC 670 to
5 679c.

6 (mm) "Title X" means subchapter VIII of the public health service act, 42 USC 300 to
7 300a-8, which establishes grants to states for family planning services.

8 Sec. 8-204. From the funds appropriated in part 1, the departments and agencies shall
9 use the internet to fulfill the reporting requirements of this part. This requirement shall
10 include transmission of reports via email to the recipients identified for each reporting
11 requirement, and it shall include placement of reports on an internet site.

12 Sec. 8-205. To the extent permissible under section 261 of the management and budget
13 act, 1984 PA 431, MCL 18.1261, all of the following apply:

14 (a) The funds appropriated in part 1 must not be used for the purchase of foreign
15 goods or services, or both, if competitively priced and of comparable quality American
16 goods or services, or both, are available.

17 (b) Preference must be given to goods or services, or both, manufactured or provided
18 by Michigan businesses, if they are competitively priced and of comparable quality.

19 (c) Preference must be given to goods or services, or both, that are manufactured or
20 provided by Michigan businesses owned and operated by veterans, if they are competitively
21 priced and of comparable quality.

22 Sec. 8-206. To the extent permissible under the management and budget act, 1984 PA
23 431, MCL 18.1101 to 18.1594, the director shall take all reasonable steps to ensure
24 geographically-disadvantaged business enterprises, shall take all reasonable steps to
25 ensure geographically disadvantaged businesses enterprises, as defined in Executive
26 Directive 2023-1, compete for and perform contracts to provide services or supplies, or
27 both. The director shall strongly encourage firms with which the department contracts to
28 subcontract with certified geographically disadvantaged businesses enterprises for
29 services, supplies, or both.

30 Sec. 8-207. Consistent with section 217 of the management and budget act, 1984 PA
31 431, MCL 18.1217, the department receiving appropriations in part 1 shall prepare a report
32 on out-of-state travel expenses not later than January 1 of each year. The travel report

1 shall be a listing of all travel by classified and unclassified employees outside this
2 state in the previous fiscal year that was funded in whole or in part with funds
3 appropriated in the department's budget. The department shall submit the report to the
4 house and senate appropriations committees, and to the report recipients required in
5 section 246 of this part. The report shall include all of the following information:

6 (a) The dates of each travel occurrence.

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

11 Sec. 8-208. Funds appropriated in part 1 shall not be used by a principal executive
12 department, state agency, or authority to hire a person to provide legal services that are
13 the responsibility of the attorney general. This prohibition does not apply to legal
14 services for bonding activities and for those outside services that the attorney general
15 authorizes.

16 Sec. 8-209. Not later than December 15, the state budget office shall prepare and
17 transmit a report that provides for estimates of the total general fund/general purpose
18 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
19 projected year-end general fund/general purpose appropriation lapses by major departmental
20 program or program areas. The state budget office shall submit the report to the senate and
21 house appropriations committees and the senate and house fiscal agencies.

22 Sec. 8-210. (1) In addition to the funds appropriated in part 1, there is
23 appropriated an amount not to exceed \$200,000,000.00 for federal contingency funds. These
24 funds are not available for expenditure until they have been transferred to another line
25 item in this article under section 393(2) of the management and budget act, 1984 PA 431,
26 MCL 18.1393. Federal contingency authorization must not be made available to increase TANF
27 authorization.

28 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
29 not to exceed \$50,000,000.00 for state restricted contingency funds. These funds are not
30 available for expenditure until they have been transferred to another line item in this
31 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

32 (3) In addition to the funds appropriated in part 1, there is appropriated an amount

1 not to exceed \$30,000,000.00 for local contingency funds. These funds are not available for
2 expenditure until they have been transferred to another line item in this article under
3 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

4 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
5 not to exceed \$45,000,000.00 for private contingency funds. These funds are not available
6 for expenditure until they have been transferred to another line item in this article under
7 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

8 Sec. 8-211. (1) Money appropriated in part 1 shall not be used to restrict or impede
9 a marginalized community's access to government resources, programs, or facilities.

10 (2) From the funds appropriated in part 1, local governments shall report any action
11 or policy that attempts to restrict or interfere with the duties of the local health
12 officer.

13 Sec. 8-216. On a quarterly basis, the department shall report to the senate and house
14 appropriations committees and the report recipients required in section 213 of this part a
15 comparison by line item of the number of FTEs authorized from funds appropriated in part 1
16 to the actual number of FTEs employed by the department at the end of the reporting period.

17 Sec. 8-217. By February 1 of the current fiscal year, the department shall submit a
18 report to the report recipients required in section 246 of this part on the detailed name
19 and amounts of estimated federal, restricted, private, and local sources of revenue that
20 support the appropriations in each of the line items in part 1 for the previous fiscal
21 year. The report must itemize, rather than aggregate, specific revenue sources deposited
22 into the generic statewide integrated governmental management application (SIGMA) fund
23 numbers 1200, 1274, 4000, and 5000.

24 Sec. 8-218. As required under part 23 of the public health code, 1978 PA 368, MCL
25 333.2301 to 333.2321, the appropriations in part 1 must include the following:

- 26 (a) Immunizations.
- 27 (b) Communicable disease control.
- 28 (c) Sexually transmitted infection control.
- 29 (d) Tuberculosis control.
- 30 (e) Prevention of gonorrhoea eye infection in newborns.
- 31 (f) Screening newborns for the conditions listed in section 5431 of the public health
32 code, 1978 PA 368, MCL 333.5431, or recommended by the newborn screening quality assurance

1 advisory committee created under section 5430 of the public health code, 1978 PA 368, MCL
2 333.5430.

3 (g) Health and human services annex of the Michigan Emergency Management Plan.

4 (h) Prenatal care.

5 (i) Mental health.

6 Sec. 8-219. (1) The department may contract with the Michigan Public Health Institute
7 for the design and implementation of projects and for other public health-related
8 activities prescribed in section 2611 of the public health code, 1978 PA 368, MCL 333.2611.
9 The department may develop a master agreement with the Michigan Public Health Institute to
10 carry out these purposes for up to a 1-year period.

11 (2) The department shall submit a report to the report recipients required in section
12 246 of this part on a semiannual basis that includes all of the following:

13 (a) A detailed description of each funded project.

14 (b) The amount allocated for each project, the appropriation line item from which the
15 allocation is funded, and the source of financing for each project.

16 (c) The expected project duration.

17 (d) A detailed spending plan for each project, including a list of all subgrantees
18 and the amount allocated to each subgrantee.

19 (3) On a semiannual basis, the department shall provide to the report recipients
20 required in section 246 of this part a copy of all reports, studies, and publications
21 produced by the Michigan Public Health Institute, its subcontractors, or the department
22 with the funds appropriated in the department's budget in the previous fiscal year and
23 allocated to the Michigan Public Health Institute.

24 Sec. 8-220. The department shall ensure that faith-based organizations are able to
25 apply and compete for services, programs, or contracts that they are qualified and suitable
26 to fulfill. The department shall not disqualify faith-based organizations solely on the
27 basis of the religious nature of their organization or their guiding principles or
28 statements of faith.

29 Sec. 8-221. According to section 1b of the social welfare act, 1939 PA 280, MCL
30 400.1b, the department shall treat part 1 and this part as a time-limited addendum to the
31 social welfare act, 1939 PA 280, MCL 400.1 to 400.119b.

32 Sec. 8-223. The department may establish and collect fees for publications, videos

1 and related materials, conferences, and workshops. Collected fees are appropriated when
2 received and shall be used to offset expenditures to pay for printing and mailing costs of
3 the publications, videos and related materials, and costs of the workshops and conferences.
4 The department shall not collect fees under this section that exceed the cost of the
5 expenditures.

6 Sec. 8-224. The department may retain all of the state's share of food assistance
7 overissuance collections as an offset to general fund/general purpose costs. Retained
8 collections shall be applied against federal funds deductions in all appropriation units
9 where department costs related to the investigation and recoupment of food assistance
10 overissuances are incurred. Retained collections in excess of those costs shall be applied
11 against the federal funds deducted in the departmental administration and support
12 appropriation unit.

13 Sec. 8-226. If the revenue collected by the department from fees and collections
14 exceeds the amount appropriated in part 1, the revenue may be carried forward with the
15 approval of the state budget director into the subsequent fiscal year. The revenue carried
16 forward under this section shall be used as the first source of funds in the subsequent
17 fiscal year.

18 Sec. 8-228. If the department is authorized under state or federal law to collect an
19 overpayment owed to the department, the department may assess a penalty of 1% per month
20 beginning 60 days after notification. If an overpayment is caused by department error, a
21 penalty may not be assessed until 6 months after the initial notification date of the
22 overpayment amount. The department shall not collect penalty interest in an amount that
23 exceeds the amount of the original overpayment. The state share of any funds collected
24 under this section shall be deposited in the state general fund.

25 Sec. 8-231. (1) The department shall not expend the funds appropriated in part 1 to
26 enter into any contract with a Medicaid managed care organization of MI Choice Waiver, MI
27 Health Link, or behavioral health unless the Medicaid managed care organization agrees to
28 do all of the following:

29 (a) Continue the direct care wage increase funded at the same level as the previous
30 fiscal year for the services noted in DHHS Medicaid provider letter L 21-76 under the
31 Medicaid managed care organization's relevant program.

32 (b) Ensure to the greatest extent possible that the full amount for funds

1 appropriated for a direct care worker wage, except for costs incurred by the employer,
2 including payroll taxes, is provided to direct care workers through maintained increased
3 wages.

4 (c) Permit a direct care worker to elect, in writing or electronically, to not
5 receive the wage increase provided in this section.

6 Sec. 246. Except as otherwise provided in this part, all reports required under this
7 part shall be submitted to the senate and house appropriations subcommittees on the
8 department budget, the senate and house fiscal agencies, the senate and house policy
9 offices, and the state budget office.

10 Sec. 8-253. (1) The department shall ensure that federally recognized tribes are able
11 to apply and compete for services, programs, grants, or contracts.

12 (2) For competitive grant programs described in this part, federally recognized
13 tribes are eligible to apply for grant funds made available to organizations exempt from
14 federal income tax under section 501(c)(3) of the internal revenue code of 1986, 26 USC
15 501, and to local units of government.

16 Sec. 8-263. Except as otherwise provided in this subsection, before submission of a
17 waiver, a state plan amendment, or a similar proposal to CMS or other federal agency, the
18 department shall provide notification of the planned submission to the report recipients
19 required in section 246 of this part. This subsection does not apply to the submission of a
20 waiver, a state plan amendment, or similar proposal that does not propose a material change
21 or is outside of the ordinary course of waiver, state plan amendment, or similar proposed
22 submissions.

23 Sec. 8-275. (1) On a quarterly basis, the department, with the approval of the state
24 budget director, is authorized to realign sources between other federal, TANF, and capped
25 federal financing authorizations in order to maximize federal revenues. This realignment of
26 financing shall not produce a gross increase or decrease in the department's total
27 individual line item authorizations, nor will it produce a net increase or decrease in
28 total federal revenues, or a net increase in TANF authorization.

29 (2) On a quarterly basis, the department shall submit a report to the report
30 recipients required in section 246 of this part on the realignment of federal fund sources
31 transacted to date in the current fiscal year under the authority of subsection (1),
32 including the dates, line items, and amounts of the transactions. If, at the time a

1 quarterly report is due, no transactions were made under subsection (1), then no report is
2 required to be provided.

3 (3) Within 30 days after the date on which year-end book closing is completed, the
4 department shall submit to the report recipients required in section 246 of this part a
5 report on the realignment of federal fund sources that took place as part of the year-end
6 closing process for the previous fiscal year.

7 Sec. 8-290. Any public advertisement for public assistance shall also inform the
8 public of the welfare fraud hotline operated by the department.

9 Sec. 8-295. By April 1 of the current fiscal year, the department shall submit a
10 report to the report recipients required in section 246 of this part on funds appropriated
11 for the healthy moms, healthy babies initiative. The report must include the budgeted
12 amount, year-to-date expenditures, remaining balance of appropriations, and the percent of
13 budget spent for each appropriation related to the initiative. The report must also include
14 information on how the funds have assisted with meeting the goals and outcomes of the
15 initiative.

16 Sec. 8-297. (1) In addition to funds appropriated in part 1 for all programs and
17 services, there is appropriated for write-offs of accounts receivable, deferrals, and for
18 prior year obligations in excess of applicable prior year appropriations, an amount equal
19 to total write-offs and prior year obligations, but not to exceed amounts available in
20 prior year revenues.

21 (2) The department's ability to satisfy appropriation fund sources in part 1 is not
22 limited to collections and accruals pertaining to services provided in the current fiscal
23 year, but also includes reimbursements, refunds, adjustments, and settlements from prior
24 years.

25 Sec. 8-298. (1) In addition to the funds appropriated in part 1, upon receiving
26 approval from the state budget director, the department may receive and expend any federal
27 funds for the purpose for which they are received and are authorized under state law.

28 (2) If additional authorization is approved in sigma by the state budget office under
29 this section, the department shall notify the subcommittees and the senate and house fiscal
30 agencies within 10 days after the approval. The notification must include the amount and
31 funding source of the additional authorization, the date of its approval, and the projected
32 use of the funds to be expended.

1 (3) The total amount of funds that is authorized to be received and expended under
2 this section cannot exceed 1% of part 1 appropriations.

3 Sec. 8-299. (1) The department may accept monetary and nonmonetary gifts, bequests,
4 donations, contributions, or grants from any private or public source to support, in whole
5 or in part, a departmental function or program. The department shall expend or use such
6 gifts, bequests, donations, contributions, or grants for the purposes designated by the
7 private or public source, if the purpose is specified.

8 (2) Revenue collected by the department and amounts remaining in the fund under this
9 section that is unexpended and unencumbered must not lapse to the general fund but must be
10 carried forward to the subsequent fiscal year.

11 (3) Private revenues received under this section that exceed the appropriations in
12 part 1 are appropriated and may be received and expended by the department for the purposes
13 for which the funds are received.

14 (4) If additional authorization is approved in sigma by the state budget office under
15 this section, the department shall notify the subcommittees and the senate and house fiscal
16 agencies within 10 days after the approval. The notification must include the amount and
17 funding source of the additional authorization, the date of the approval, and the projected
18 use of the funds to be expended.

19
20 **CHILD SUPPORT ENFORCEMENT**

21 Sec. 8-401. (1) The appropriations in part 1 assume a total federal child support
22 incentive payment of \$26,500,000.00.

23 (2) From the federal money received for child support incentive payments,
24 \$12,000,000.00 shall be retained by the state and expended for child support program
25 expenses.

26 (3) From the federal money received for child support incentive payments,
27 \$14,500,000.00 shall be paid to the counties based on each county's performance level for
28 each of the federal performance measures as established in 45 CFR 305.2.

29 (4) If the child support incentive payment to the state from the federal government
30 is greater than \$26,500,000.00, then 100% of the excess shall be retained by the state and
31 is appropriated until the total retained by the state reaches \$15,397,400.00.

32 (5) If the child support incentive payment to the state from the federal government

1 is greater than the amount needed to satisfy the provisions identified in subsections (1),
2 (2), (3), and (4), the additional funds shall be subject to appropriation by the
3 legislature.

4 (6) If the child support incentive payment to the state from the federal government
5 is less than \$26,500,000.00, then the state and county share shall each be reduced by 50%
6 of the shortfall.

7 Sec. 8-409. (1) If statewide retained child support collections exceed
8 \$38,300,000.00, 75% of the amount in excess of \$38,300,000.00 is appropriated to legal
9 support contracts. This excess appropriation may be distributed to eligible counties to
10 supplement and not supplant county title IV-D funding.

11 (2) Each county whose retained child support collections in the current fiscal year
12 exceed its fiscal year 2004-2005 retained child support collections, excluding tax offset
13 and financial institution data match collections in both the current fiscal year and fiscal
14 year 2004-2005, shall receive its proportional share of the 75% excess.

15
16 Sec. 8-410. (1) If title IV-D-related child support collections are escheated, the
17 state budget director is authorized to adjust the sources of financing for the funds
18 appropriated in part 1 for legal support contracts to reduce federal authorization by 66%
19 of the escheated amount and increase general fund/general purpose authorization by the same
20 amount. This budget adjustment is required to offset the loss of federal revenue due to the
21 escheated amount being counted as title IV-D program income in accordance with federal
22 regulations under 45 CFR 304.50.

23 (2) The department shall notify the report recipients required in section 246 of this
24 part not later than 30 days after the authorization adjustment under subsection (1).

25
26 **COMMUNITY SERVICES AND OUTREACH**

27 Sec. 8-450. (1) From the funds appropriated in part 1 for school success partnership
28 program, the department shall allocate \$1,525,000.00 of TANF revenue by December 1 of the
29 current fiscal year to support the Northeast Michigan Community Service Agency programming.
30 The department shall require the following performance objectives be measured and reported
31 for the duration of the state funding for the school success partnership program:

32 (a) Increasing school attendance and decreasing chronic absenteeism.

1 (b) Increasing academic performance based on grades with emphasis on math and
2 reading.

3 (c) Identifying barriers to attendance and success and connecting families with
4 resources to reduce these barriers.

5 (d) Increasing parent involvement.

6 (2) By July 15 of the current fiscal year, the Northeast Michigan Community Service
7 Agency shall submit reports to the department on the number of children and families served
8 and the services that were provided to families to meet the performance objectives
9 identified in this section. The department shall distribute the reports within 1 week after
10 receipt to the report recipients required in section 246 of this part.

11 Sec. 8-453. (1) From the funds appropriated in part 1 for homeless programs, the
12 department shall allocate funds to the emergency shelter program to support efforts of
13 shelter providers to move homeless individuals and households into permanent housing as
14 quickly as possible. Funding provided shall be equal to or exceed the amount a provider
15 would receive if paid a \$19.00 per diem rate. Expected outcomes are increased shelter
16 discharges to stable housing destinations, decreased recidivism rates for shelter clients,
17 and a reduction in the average length of stay in emergency shelters.

18 (2) By March 1 of the current fiscal year, the department shall submit to the report
19 recipients required in section 246 of this part a report on the total amount expended for
20 the program in the prior 2 fiscal years, the total number of shelter nights provided, and
21 the average length of stay in an emergency shelter.

22 Sec. 8-454. The department shall allocate the full amount of funds appropriated in
23 part 1 for homeless programs to provide services for homeless individuals and families,
24 including, but not limited to, third-party contracts for emergency shelter services.

25 Sec. 8-455. As a condition of receipt of federal TANF revenue, homeless shelters and
26 human services agencies shall collaborate with the department to obtain necessary TANF
27 eligibility information on families as soon as possible after admitting a family to the
28 homeless shelter. From the funds appropriated in part 1 for homeless programs, the
29 department is authorized to make allocations of TANF revenue only to the homeless shelters
30 and human services agencies that report necessary data to the department for the purpose of
31 meeting TANF eligibility reporting requirements. Homeless shelters or human services
32 agencies that do not report necessary data to the department for the purpose of meeting

1 TANF eligibility reporting requirements will not receive reimbursements that exceed the per
2 diem amount they received in fiscal year 2000. The use of TANF revenue under this section
3 is not an ongoing commitment of funding.

4 Sec. 8-456. From the funds appropriated in part 1 for homeless programs, the
5 department shall allocate \$10,000.00 to reimburse public service agencies that provide
6 documentation of paying birth certificate fees on behalf of category 1 homeless clients at
7 county clerk's offices. Public service agencies shall be reimbursed for the cost of the
8 birth certificate fees quarterly until this allocation is fully spent.

9 Sec. 8-457. From the funds appropriated in part 1 for homeless programs the
10 department shall allocate \$3,500,000.00 for case management services for families involved
11 with child welfare.

12 Sec. 8-460. From the funds appropriated in part 1 for kids' food basket, the
13 department shall allocate \$525,000.00, to fund a project with a nonprofit, community-based
14 organization organized under the laws of this state that is exempt from federal income tax
15 under section 501(c)(3) of the internal revenue code of 1986, 26 USC 501, and is located in
16 a city with a population between 185,000 and 200,000 according to the most recent federal
17 decennial census and in a county with a population between 600,000 and 700,000 according to
18 the most recent federal decennial census. The nonprofit organization recipient shall have
19 an existing network of food delivery to low-income children to at least 3 counties in this
20 state. The nonprofit organization shall use the funds for expansion of services to
21 additional schools and communities. The funding may be used to cover employee costs, food
22 and supplies, equipment, and other operational costs identified by the organization to
23 support their mission and goals.

24 Sec. 8-463. From the funds appropriated in part 1 for runaway and homeless youth
25 grants and domestic violence prevention and treatment, the department is authorized to make
26 allocations of TANF revenue only to agencies that report necessary data to the department
27 to meet TANF eligibility reporting requirements.

28 Sec. 8-464. (1) From the funds appropriated in part 1 for diaper assistance grant,
29 \$4,404,400.00 must be allocated as grants to diaper assistance programs, maternity homes,
30 and other nonprofit agencies that distribute diapers free of charge and were established as
31 of January 1, 2020. The funds must be used only to purchase diapering supplies and for
32 related administrative costs. Not more than 15.0% of the funds appropriated in part 1 shall

1 be expended for administrative purposes.

2 (2) By March 1 of the current fiscal year, the department shall submit to the report
3 recipients required in section 246 of this part a report on the distribution of diaper
4 assistance grant funds that includes, but is not limited to, the names and locations of
5 grant recipients and the total amount of grant funding distributed to each recipient.

6 Sec. 8-465. (1) From the funds appropriated in part 1 for community services and
7 outreach administration, \$3,950,000.00 must be distributed as provided in subsection (2).
8 The amount distributed under this subsection must not exceed 50% of the total operating
9 expenses of the program described in subsection (2), with the remaining 50% paid by local
10 United Way organizations and other nonprofit organizations and foundations.

11 (2) Funds distributed under subsection (1) shall be distributed to Michigan 2-1-1, a
12 nonprofit corporation organized under the laws of this state that is exempt from federal
13 income tax under section 501(c)(3) of the internal revenue code of 1986, 26 USC 501, and
14 whose mission is to coordinate and support a statewide 2-1-1 system. Michigan 2-1-1 shall
15 use the funds only to fulfill the Michigan 2-1-1 business plan adopted by Michigan 2-1-1 in
16 January 2005.

17 (3) Michigan 2-1-1 shall refer to the department any calls received reporting fraud,
18 waste, or abuse of state-administered public assistance.

19 (4) Michigan 2-1-1 shall submit a report annually to the department, the house and
20 senate standing committees with primary jurisdiction over matters relating to human
21 services and telecommunications on 2-1-1 system performance, and the report recipients
22 required in section 246 of this part, including, but not limited to, on call volume by
23 health and human service needs and unmet needs identified through caller data and number
24 and percentage of callers referred to public or private provider types.

25

26 **CHILDREN'S SERVICE AGENCY - CHILD WELFARE**

27 Sec. 8-501. (1) A goal is established that not more than 25% of all children in
28 foster care at any given time during the current fiscal year, if in the best interest of
29 the child, will have been in foster care for 24 months or more.

30 (2) By March 1 of the current fiscal year, the department shall submit to the report
31 recipients required in section 246 of this part a report describing the steps that will be
32 taken to achieve the specific goal established under subsection (1).

1 Sec. 8-502. From the funds appropriated in part 1 for foster care, the department
2 shall provide 50% reimbursement to Indian tribal governments for foster care expenditures
3 for children who are under the jurisdiction of Indian tribal courts and who are not
4 otherwise eligible for federal foster care cost sharing. The department may provide up to
5 100% reimbursement to Indian tribal governments that enter into a state-tribal title IV-E
6 agreement allowed under this state's title IV-E state plan.

7 Sec. 8-504. (1) The department shall complete an examination of the effectiveness of
8 the performance-based contracting model detailed in section 504 (1) of article 6 of 2023 PA
9 119 to determine whether the contract should be continued in the current fiscal year.

10 (2) The review detailed in (1) of this section may include contractor performance in
11 meeting contract performance measures related to child permanency, safety, and well-being
12 as well as the cost effectiveness and efficiency of the program.

13 Sec. 8-505. By March 1 of the current fiscal year, the department shall submit to the
14 report recipients required in section 246 of this part a report on youth referred or
15 committed to the department for care or supervision in the previous fiscal year that
16 outlines the number of youth served by the department within the juvenile justice system by
17 the type of setting for each youth.

18 Sec. 8-507. The department's ability to satisfy appropriation deductions in part 1
19 for foster care private collections is not limited to collections and accruals pertaining
20 to services provided only in the current fiscal year but may include revenues collected
21 during the current fiscal year for services provided in prior fiscal years.

22 Sec. 8-508. In addition to the amount appropriated in part 1 for Children Trust
23 Michigan grants, money granted or money received as gifts or donations to the children's
24 trust fund created by 1982 PA 249, MCL 21.171 to 21.172, is appropriated for expenditure.

25 Sec. 8-510. The department shall submit reports on a quarterly basis to the report
26 recipients required in section 246 of this part on the number of children awaiting
27 placement in a child caring institution in this state. The report must include the number
28 of children awaiting placement by child caring institution and must state the reason for
29 the delay in placement including, but not limited to, facility bed shortages, placement
30 process delays, or other reasons.

31 Sec. 8-513. (1) The department shall not expend funds appropriated in part 1 to pay
32 for the direct placement by the department of a child in an out-of-state facility unless

1 all of the following conditions are met:

2 (a) There is no appropriate placement available in this state as determined by the
3 department's interstate compact office.

4 (b) An out-of-state placement exists that is nearer to the child's home than the
5 closest appropriate in-state placement as determined by the department's interstate compact
6 office.

7 (c) The out-of-state facility meets all of the licensing standards of this state for
8 a comparable facility.

9 (d) The out-of-state facility meets all of the applicable licensing standards of the
10 state in which it is located.

11 (e) The department has done an on-site visit to the out-of-state facility, reviewed
12 the facility records, reviewed licensing records and reports on the facility, and believes
13 that the facility is an appropriate placement for the child.

14 (2) The department shall not expend money for a child placed in an out-of-state
15 facility without approval of the executive director of the children's services agency.

16 Sec. 8-514. (1) From the funds appropriated in part 1 for foster care payments, the
17 department shall maintain a statewide respite care services network available to licensed
18 foster parents and unlicensed relative caregivers that care for children in foster care.

19 (2) By March 1 of the current fiscal year, the department shall provide the report
20 recipients required in section 246 of this part a report on the total number of licensed
21 foster parents and unlicensed relative caregivers that were provided respite services, the
22 average amount of respite time per month, and the total amount of funding spent on respite
23 services during the previous fiscal year.

24 Sec. 8-516. (1) From funds appropriated in part 1 for child care fund, the
25 administrative or indirect cost payment equal to 10% of a county's total monthly gross
26 expenditures shall be distributed to the county on a monthly basis and a county is not
27 required to submit documentation to the department for any of the expenditures that are
28 covered under the 10% payment as described in section 117a(4)(b)(ii) and (iv) of the social
29 welfare act, 1939 PA 280, MCL 400.117a.

30 (2) From the funds appropriated in part 1 for child care fund - indirect cost
31 allotment, the department shall allocate \$3,500,000.00 to counties and tribal governments
32 that receive reimbursements in part 1 from child care fund.

1 (3) The amount described in subsection (2) must be distributed to each county or
2 tribal government in the same proportion as indirect cost allotments are provided to
3 counties in the manner described in section 117a of the social welfare act, 1939 PA 280,
4 MCL 400.117a.

5 Sec. 8-517. The department may ask a state or private child placing agency contracted
6 by the receiving state to carry out required visits and any additional visits that the
7 department finds necessary for a child placed in a family foster care home out of state.

8 Sec. 8-518. The department shall submit a report to the report recipients required in
9 section 246 of this part by March 1 of the current fiscal year on the cumulative child care
10 fund expenditures of in-home juvenile justice care that are eligible for the 75% state and
11 25% local split. Eligible in-home expenses include community-based juvenile supervision,
12 services, and related practices, and per diem rates for the use of respite and shelter for
13 less than 30 days. The report must include the expenditures by county and type of service
14 provided and number of youth receiving this care and number of days of care.

15 Sec. 8-522. From the funds appropriated in part 1 for youth in transition, the
16 department shall allocate \$750,000.00 for scholarships through the fostering futures
17 scholarship program in the Michigan education trust to youths who were in foster care
18 because of child abuse or child neglect and are attending a college or a career technical
19 educational institution located in this state. Of the funds appropriated, 100% shall be
20 used to fund scholarships for the youths described in this section.

21 Sec. 8-523. By February 15 of the current fiscal year, the department shall submit a
22 report to the report recipients required in section 246 of this part on the families first,
23 family reunification, and families together building solutions family preservation
24 programs. The report must provide population and outcome data based on families served and
25 include information for each program on any innovations that may increase child safety and
26 risk reduction.

27 Sec. 8-524. As a condition of receiving funds appropriated in part 1 for strong
28 families/safe children, counties must submit the service spending plan to the department by
29 October 1 of the current fiscal year for approval. The department shall approve the service
30 spending plan within 30 calendar days after receipt of a properly completed service
31 spending plan.

32 Sec. 8-525. The department shall implement the same on-site evaluation processes for

1 privately operated child welfare and juvenile justice residential facilities as is used to
2 evaluate state-operated facilities. Penalties for noncompliance shall be the same for
3 privately operated child welfare and juvenile justice residential facilities and state-
4 operated facilities.

5 Sec. 8-526. From the funds appropriated in part 1 for court-appointed special
6 advocates, the department shall allocate \$1,000,000.00 to fund a project with a nonprofit,
7 community-based organization organized under the laws of this state that are exempt from
8 federal income tax under section 501(c)(3) of the internal revenue code of 1986, 26 USC
9 501, located in a charter township with a population of between 18,000 and 19,000 according
10 to the most recent federal decennial census that is located in a county with a population
11 of between 600,000 and 700,000 according to the most recent federal decennial census. The
12 nonprofit organization recipient shall have an existing network of affiliate programs
13 operating in at least 25 counties in this state. The nonprofit organization shall use the
14 funds to recruit, screen, train, and supervise volunteers who provide advocacy services on
15 behalf of abused and neglected children.

16 Sec. 8-528. From the funds appropriated in part 1 for child care fund, the department
17 shall allocate \$3,730,300.00 to support the annual basic grant to counties with a
18 population of less than 75,000 according to the most recent federal decennial census as
19 described in section 117e of the social welfare act, 1939 PA 280, MCL 400.117e, and to
20 eligible tribal entities. The basic grant shall be \$56,520.00 to eligible counties and
21 tribal entities.

22 Sec. 8-529. From the funds appropriated in part 1 for family preservation programs,
23 the department shall maintain the total combined funding levels of the families first,
24 family reunification, and families together building solutions family preservation programs
25 at an amount not less than the amount provided as of September 30, 2021.

26 Sec. 8-530. All master contracts relating to foster care and adoption services as
27 funded by the appropriations in section 105 of part 1 shall be performance-based contracts
28 that employ a client-centered results-oriented process that is based on measurable
29 performance indicators and desired outcomes and includes the annual assessment of the
30 quality of services provided.

31 Sec. 8-540. If a physician or psychiatrist who is providing services to state or
32 court wards placed in a residential facility submits a formal request to the department to

1 change the psychotropic medication of a ward, the department shall, if the ward is a state
2 ward, make a determination on the proposed change within 7 business days after the request
3 or, if the ward is a temporary court ward, seek parental consent within 7 business days
4 after the request. If parental consent is not provided within 7 business days, the
5 department shall petition the court on the eighth business day.

6 Sec. 8-546. (1) From the funds appropriated in part 1 for foster care payments and
7 from child care fund, the department shall pay providers of general foster care,
8 independent living, and trial reunification services not less than a \$55.20 administrative
9 rate.

10 (2) From the funds appropriated in part 1, the department shall pay providers of
11 independent living plus services statewide per diem rates for staff-supported housing and
12 host-home housing based on proposals submitted in response to a solicitation for pricing.
13 The independent living plus program provides staff-supported housing and services for
14 foster youth 16 years of age through 19 years of age who, because of their individual needs
15 and assessments, are not initially appropriate for general independent living foster care.

16 (3) If required by the federal government to meet title IV-E requirements, providers
17 of foster care services shall submit quarterly reports on expenditures to the department to
18 identify actual costs of providing foster care services.

19 (4) From the funds appropriated in part 1, the department shall maintain rates that
20 are no less than the rates that were effective October 1, 2022 and were provided to each
21 private provider of residential services.

22 Sec. 8-547. (1) From the funds appropriated in part 1 for the guardianship assistance
23 program, the department shall pay a minimum rate that is not less than the approved age-
24 appropriate payment rates for youth placed in family foster care.

25 (2) The department shall submit a report on an annual basis to the report recipients
26 required in section 246 of this part that includes quarterly data on the number of children
27 enrolled in the guardianship assistance and foster care - children with serious emotional
28 disturbance waiver programs.

29 Sec. 8-550. (1) The department shall not offset against reimbursement payments to
30 counties or seek reimbursement from counties for charges that were received by the
31 department more than 12 months before the department seeks to offset against reimbursement.
32 A county shall not request reimbursement for and reimbursement payments shall not be paid

1 for a charge that is more than 12 months after the date of service or original status
2 determination when initially submitted by the county.

3 (2) All service providers shall submit a request for payment within 12 months after
4 the date of service. Any request for payment submitted 12 months or more after the date of
5 service requires the provider to submit an exception request to the county or the
6 department for approval or denial.

7 (3) The county is not subject to any offset, chargeback, or reimbursement liability
8 for prior expenditures resulting from an error in foster care fund source determinations.

9 Sec. 8-551. The department shall respond to counties within 30 days regarding any
10 request for a clarification requested through the department's child care fund management
11 unit email address.

12 Sec. 8-552. Sixty days after a county's child care fund review is completed,
13 including the receipt of all requested documentation from the county, the department shall
14 provide the results of the review to the county. The department shall not evaluate the
15 relevancy, quality, effectiveness, efficiency, or impact of the services provided to youth
16 of the county's child care fund programs in the review. Pursuant to state law, the
17 department shall not release the results of the review to a third-party without the
18 permission of the county being reviewed.

19 Sec. 8-554. From the funds appropriated in part 1 for foster care payments, the
20 department shall allocate \$50,000.00 to a nonprofit organization organized under the laws
21 of this state that is exempt from federal income tax under section 501(c)(3) of the
22 internal revenue code of 1986, 26 USC 501, that currently has locations in 3 cities and
23 operates on a 100% volunteer basis with a board of directors consisting of up to 15
24 members, and are a dedicated community of individuals that give their time, talent, and
25 resources to provide the best quality shopping environment they can to local children in
26 need and provide clothing, shoes, toys, linens, nursery furniture, strollers, car seats,
27 school supplies, hygiene products, and safety equipment to local foster children and their
28 families free of charge.

29 Sec. 8-557. If a vehicle that is owned by the state is available and not scheduled
30 for use by other state workers, the department may consider it an allowable use of the
31 vehicle for a child protective services caseworker or a foster care caseworker to drive it
32 to foster home visits or to drive it to their own home if it would be helpful to the worker

1 in conducting their work.

2 Sec. 8-559. (1) From the funds appropriated in part 1 for adoption support services,
3 the department shall allocate \$250,000.00 to the Adoptive Family Support Network by
4 December 1 of the current fiscal year to operate and expand its adoptive parent mentor
5 program to provide a listening ear, knowledgeable guidance, and community connections to
6 adoptive parents and children who were adopted in this state or another state.

7 (2) The Adoptive Family Support Network shall submit to the report recipients
8 required in section 246 of this part by March 1 of the current fiscal year a report on the
9 program described in subsection (1), including, but not limited to, the number of cases
10 served and the number of cases in which the program prevented an out-of-home placement.

11 Sec. 8-560. From funds appropriated in part 1 for foster care payments, the
12 department shall allocate \$100,000.00 to reimburse children in foster care for the costs of
13 extracurricular activities including, but not limited to, athletics, music, band, drama,
14 and other enrichment activities.

15 Sec. 8-564. (1) The department shall maintain a clear policy for parent-child
16 visitations. The local county offices, caseworkers, and supervisors shall meet an 85%
17 success rate, after accounting for factors outside of the caseworkers' control.

18 (2) Per the court-ordered number of required meetings between caseworkers and a
19 parent, the caseworkers shall achieve a success rate of 85%, after accounting for factors
20 outside of the caseworkers' control.

21 Sec. 8-568. The department shall ensure youths transitioning out of foster care are
22 given assistance with obtaining a driver license or state identification card and are
23 issued a copy of their Social Security number as required by department policy. Assistance
24 must be provided to youths who are eligible to obtain a driver license or state
25 identification card and a Social Security card based on the youth's citizenship and legal
26 residency status.

27 Sec. 8-574. From the funds appropriated in part 1 for foster care payments,
28 \$1,375,000.00 is allocated to support family incentive grants to private and community-
29 based foster care service providers to assist with home improvements and items needed to
30 ensure compliance with licensing rule requirements, including payment for physical exams
31 needed by foster families, and to alleviate potential safety concerns for unlicensed
32 relatives caring for a family member through the child welfare system to accommodate

1 children in foster care.

2 Sec. 8-575. From the funds appropriated in part 1 for children's services
3 administration, the department shall allocate \$200,000.00 to provide support and
4 coordinated services to the kinship caregiver advisory council. The responsibilities of the
5 council may include all of the following:

6 (a) Establish a public awareness campaign to educate the public about kinship
7 caregivers and the state's efforts to better serve kinship caregivers.

8 (b) Consult and coordinate with the kinship caregiver navigator program to collect
9 aggregate data on individuals being served by the kinship caregiver navigator program,
10 including information on what services these individuals need.

11 (c) Consult and collaborate with the provider of the kinship caregiver navigator
12 program on the design and administration of that program.

13 (d) Establish, maintain, and update a list of local support groups and programs that
14 provide services to kinship families, and devise a plan of action for engaging with the
15 groups and programs on the list in order to obtain a better understanding of the issues
16 facing kinship families.

17 (e) Develop methods to promote and improve collaboration between state, county, and
18 local governments and agencies and private stakeholders to obtain a broad understanding of
19 the characteristics and prevalence of kinship caregiving, to improve service delivery, and
20 to include these in the council's recommendations.

21 Sec. 8-578. (1) From the funds appropriated in part 1 for foster care payments, the
22 department shall allocate up to \$1,744,100.00 in Title IV-E passthrough funds for
23 educational pilot programs to strengthen this state's child welfare workforce. The
24 department shall enter into contractual arrangements with state universities to provide
25 bachelor of social work and master of social work educational training, including field
26 placements and stipends for tuition and educational expenses. In exchange, students
27 completing eligible educational programs shall be contractually obligated to work for
28 Michigan child welfare agencies for a minimum of 1 year. The matching funds for the Title
29 IV-E funds shall be provided by the participating state universities from the expenses
30 incurred for training child welfare students who participate in the program.

31 (2) By March 1 of the current fiscal year, the department shall submit to the report
32 recipients required in section 246 of this part a report on the status of the pilot program

1 under subsection (1) that includes, but is not limited to, the total number of applicants,
2 the total number of program participants, a list of state universities that participated in
3 the pilot program, and the total amount of matching funds that each state university
4 contributed to the program.

5 Sec. 8-581. From the funds appropriated in part 1 for foster care payments, the
6 department shall allocate \$50,000.00 for caseworkers to provide immediate assistance with
7 urgent needs, including, but not limited to, food, clothing, and other basic necessities,
8 for children upon removal from their home or other dangerous environment, including
9 children who are victims of human trafficking.

10 Sec. 8-583. By March 1 of the current fiscal year, the department shall submit to the
11 report recipients required in section 246 of this part as well as the senate and house
12 standing committees that cover subject matters dealing with families and human services a
13 report that includes all of the following:

14 (a) The number and percentage of foster parents that dropped out of the program in
15 the previous fiscal year, the reasons the foster parents left the program, and how those
16 figures compare to prior fiscal years.

17 (b) The number and percentage of foster parents successfully retained in the previous
18 fiscal year and how those figures compare to prior fiscal years.

19 Sec. 8-585. The department shall make available at least 1 pre-service training class
20 each month in which new caseworkers for private foster care and adoption agencies can
21 enroll.

22 Sec. 8-588. (1) Concurrently with public release, the department shall transmit all
23 reports from the court-appointed settlement monitor, including, but not limited to, the
24 needs assessment and period outcome reporting, to the report recipients required in section
25 246 of this part, without revision.

26 (2) By October 1 of the current fiscal year, the department shall submit to the
27 report recipients required in section 246 of this part a detailed plan that addresses the
28 status and progress toward exiting the settlement by September 30 of the current fiscal
29 year. The report must include an update on the department's child welfare initiative.

30 Sec. 8-589. (1) From the funds appropriated in part 1 for child care fund, the
31 department shall pay 100% of the administrative rate for all new cases referred to
32 providers of foster care services.

1 (2) On a quarterly basis, the department shall submit a report on the monthly number
2 of all foster care cases administered by the department and all foster care cases
3 administered by private providers to the report recipients required in section 246 of this
4 part.

5 Sec. 8-592. The department shall submit quarterly reports to the chairs of the house
6 and senate standing oversight committees as well as the report recipients required in
7 section 246 of this part that include data from children's protective services staff for
8 each of the following for the most recent quarter before the report is submitted:

9 (a) The percent of investigations commenced within 24 hours after receiving a report.

10 (b) The percent of central registry reviews performed for required individuals.

11 (c) The percent of face-to-face contacts made within the established timeframe
12 required by the department.

13 (d) In appropriate cases, the percent of sibling placement evaluations completed when
14 1 or more children remain in the home after a child has been removed.

15 (e) The percent of supervisory reviews performed in a timely manner.

16 (f) The results of a department survey of child protective services investigators on
17 the number of investigators who are concerned for their own personal safety.

18 (g) The percent of investigators using the mobile application or other tool to
19 document compliance.

20 Sec. 8-593. The department shall conduct an annual review in each county to determine
21 if the county has adopted and implemented standard child abuse and child neglect
22 investigation and interview protocols as required in section 8(6) of the child protection
23 law, 1975 PA 238, MCL 722.628.

24 Sec. 8-594. From the funds appropriated in part 1 for foster care payments, the
25 department shall support regional resource teams to provide for the recruitment, retention,
26 and training of foster and adoptive parents and shall expand the Michigan youth
27 opportunities initiative to all Michigan counties. The purpose of this funding is to
28 increase the number of annual inquiries from prospective foster parents, increase the
29 number of nonrelative foster homes that achieve licensure each year, increase the annual
30 retention rate of nonrelative foster homes, reduce the number of older foster youth placed
31 outside of family settings, and provide older youth with enhanced support in transitioning
32 to adulthood.

1 Sec. 8-595. (1) From the funds appropriated in part 1 for Modified Implementation
2 Sustainability and Exit Plan, the department shall identify necessary investments in new
3 department services and supports to meet the benchmarks established through the court-
4 approved settlement agreement known as the Modified Implementation Sustainability and Exit
5 Plan to expedite the department's exit from federal court supervision and improve outcomes
6 for children in care. Allowable expenditures from this fund may include the following:

7 (a) New programs and supports for children in care to help them achieve permanency.

8 (b) New administrative resources to assist children in care and any other necessary
9 task to improve the department's performance meeting Modified Implementation Sustainability
10 and Exit Plan standards.

11 (c) Necessary training and technical assistance to parents, providers, and staff.

12 (d) Legal services.

13 (e) Any other costs that may be necessary to comply with court requirements related
14 to the Modified Implementation Sustainability and Exit Plan.

15 (2) The department shall provide quarterly reports to the report recipients required
16 in section 246 of this part detailing expenditures to date, and any planned expenditures
17 for the remainder of the current fiscal year.

18 Sec. 8-598. Partial child care fund reimbursements to counties for undisputed charges
19 must be made within 45 business days after the receipt of the required forms and
20 documentation. The department shall commence activity to investigate and resolve a disputed
21 reimbursement charge from a county within 15 business days after receiving the request for
22 reimbursement. The activity to investigate and resolve a disputed reimbursement request may
23 include, but is not limited to, the use of a formal appeals process, pursuant to statute
24 and department chargeback policy. The department shall reimburse for corrected charges
25 within 45 business days after a properly corrected submission by the county.

26 Sec. 8-599. The department shall annually adjust the rates paid to contracted child
27 caring institutions by an amount equal to the cumulative percentage change in the consumer
28 price index for the most recent 1-year period for which data are available as determined by
29 the state treasurer. As used in this section, "consumer price index" means the most
30 comprehensive index of consumer prices available for this state from the bureau of labor
31 statistics of the United States department of labor.

1 **PUBLIC ASSISTANCE**

2 Sec. 8-601. Whenever a client agrees to the release of the client's name and address
3 to the local housing authority, the department shall request from the local housing
4 authority information regarding whether the housing unit for which vendoring has been
5 requested meets applicable local housing codes. Vendoring shall be terminated for those
6 units that the local authority indicates in writing do not meet local housing codes until
7 the local authority indicates in writing that local housing codes have been met.

8 Sec. 8-602. The department shall conduct a full evaluation of an individual's
9 assistance needs if the individual has applied for disability more than 1 time within a 1-
10 year period.

11 Sec. 8-604. (1) From the funds appropriated in part 1 for state disability assistance
12 payments, the department shall operate a state disability assistance program. Except as
13 provided in subsection (3), persons eligible for this program shall include needy citizens
14 of the United States or aliens exempted from the supplemental security income citizenship
15 requirement who are at least 18 years of age or emancipated minors who meet 1 or more of
16 the following requirements:

17 (a) Is a recipient of supplemental security income, social security, or medical
18 assistance due to disability or 65 years of age or older.

19 (b) Is an individual with a physical or mental impairment that meets federal
20 supplemental security income disability standards, except that the minimum duration of the
21 disability shall be 90 days. Substance use disorder alone is not defined as a basis for
22 eligibility.

23 (c) Is a resident of an adult foster care facility, a home for the aged, a county
24 infirmary, or a substance use disorder treatment center.

25 (d) Is an individual receiving 30-day postresidential substance use disorder
26 treatment.

27 (e) Is an individual diagnosed as having AIDS.

28 (f) Is an individual receiving special education services through a local
29 intermediate school district.

30 (g) Is a caretaker of a disabled individual who meets the requirements specified in
31 subdivision (a), (b), (e), or (f).

32 (2) Applicants for and recipients of the state disability assistance program shall be

1 considered needy if they do both of the following:

2 (a) Meet the same asset test as is applied for the family independence program.

3 (b) Have a monthly budgetable income that is less than the payment standards.

4 (3) Except for an individual described in subsection (1)(c) or (d), an individual is
5 not disabled for purposes of this section if the individual's drug addiction or alcoholism
6 is a contributing factor material to the determination of disability. "Material to the
7 determination of disability" means that, if the individual stopped using drugs or alcohol,
8 the individual's remaining physical or mental limitations would not be disabling. If the
9 individual's remaining physical or mental limitations would be disabling, then the drug
10 addiction or alcoholism is not material to the determination of disability and the
11 individual may receive state disability assistance. Such an individual must actively
12 participate in a substance abuse treatment program, and the assistance must be paid to a
13 third party or through vendor payments. For purposes of this section, substance abuse
14 treatment includes receipt of inpatient or outpatient services or participation in
15 alcoholics anonymous or a similar program.

16 Sec. 8-605. The level of reimbursement provided to state disability assistance
17 recipients in licensed adult foster care facilities shall be the same as the prevailing
18 supplemental security income rate under the personal care category.

19 Sec. 8-606. County department offices shall require each recipient of family
20 independence program and state disability assistance who has applied with the Social
21 Security Administration for supplemental security income to sign a contract to repay any
22 assistance rendered through the family independence program or state disability assistance
23 program upon receipt of retroactive supplemental security income benefits.

24 Sec. 8-607. (1) The department's ability to satisfy appropriation deductions in part
25 1 for state disability assistance/supplemental security income recoveries and public
26 assistance recoupment revenues shall not be limited to recoveries and accruals pertaining
27 to state disability assistance, or family independence assistance grant payments provided
28 only in the current fiscal year, but may include revenues collected during the current year
29 that are prior year related and not a part of the department's accrued entries.

30 (2) The department may use supplemental security income recoveries to satisfy the
31 deduct in any line in which the revenues are appropriated, regardless of the source from
32 which the revenue is recovered.

1 Sec. 8-608. Adult foster care facilities providing domiciliary care or personal care
2 to residents receiving supplemental security income or homes for the aged serving residents
3 receiving supplemental security income shall not require those residents to reimburse the
4 home or facility for care at rates in excess of those legislatively authorized. To the
5 extent permitted by federal law, adult foster care facilities and homes for the aged
6 serving residents receiving supplemental security income are not prohibited from accepting
7 third-party payments in addition to supplemental security income if the payments are not
8 for food, clothing, shelter, or result in a reduction in the recipient's supplemental
9 security income payment.

10 Sec. 8-609. The state supplementation level under the supplemental security income
11 program for the personal care/adult foster care and home for the aged categories shall not
12 be reduced during the current fiscal year. The legislature shall be notified not less than
13 30 days before any proposed reduction in the state supplementation level.

14 Sec. 8-610. (1) In developing good cause criteria for the state emergency relief
15 program, the department shall grant exemptions if the emergency resulted from unexpected
16 expenses related to maintaining or securing employment.

17 (2) For purposes of determining housing affordability eligibility for state emergency
18 relief, a group is considered to have sufficient income to meet ongoing housing expenses if
19 their total housing obligation does not exceed 75% of their total net income.

20 (3) State emergency relief payments shall not be made to individuals who have been
21 found guilty of fraud in regard to obtaining public assistance.

22 (4) State emergency relief payments shall not be made available to persons who are
23 out-of-state or nonlegal residents.

24 (5) State emergency relief payments for rent assistance shall be distributed directly
25 to landlords and shall not be added to Michigan bridge cards.

26 Sec. 8-611. The state supplementation level under the supplemental security income
27 program for the living independently or living in the household of another categories shall
28 not exceed the minimum state supplementation level as required under federal law or
29 regulations.

30 Sec. 8-613. (1) The department shall provide reimbursements for the final disposition
31 of indigent persons. The reimbursements shall include all of the following:

32 (a) The maximum allowable reimbursement for the final disposition is \$840.00.

1 (b) The adult burial with services allowance is \$765.00.

2 (c) The adult burial without services allowance is \$530.00.

3 (d) The infant burial allowance is \$210.00.

4 (2) Reimbursement for a cremation permit fee of up to \$75.00 and for mileage at the
5 standard rate will be made available for an eligible cremation. The reimbursements under
6 this section shall take into consideration religious preferences that prohibit cremation.

7 Sec. 8-615. Except as required by federal law or regulations, funds appropriated in
8 part 1 shall not be used to provide public assistance to an individual who is not a United
9 States citizen, permanent resident alien, or refugee. This section does not prohibit the
10 department from entering into contracts with food banks, emergency shelter providers, or
11 other human services agencies who may, as a normal part of doing business, provide food or
12 emergency shelter.

13 Sec. 8-616. The department shall require retailers that participate in the electronic
14 benefits transfer program to charge no more than \$2.50 in fees for cash back as a condition
15 of participation.

16 Sec. 8-619. The department shall not deny title IV-A assistance and food assistance
17 benefits under 21 USC 862a to any individual who has been convicted of a felony that
18 included the possession, use, or distribution of a controlled substance, for which the act
19 that resulted in the conviction occurred after August 22, 1996, if the individual is not in
20 violation of the individual's probation or parole requirements.

21 Sec. 8-620. The department shall make a determination of Medicaid eligibility not
22 later than 90 days after completion of a Medicaid application if disability is an
23 eligibility factor. For all other Medicaid applicants, including patients of a nursing
24 home, the department shall make a determination of Medicaid eligibility within 45 days
25 after application.

26 Sec. 8-645. An individual or family is considered homeless, for purposes of
27 eligibility for state emergency relief, if living temporarily with others in order to
28 escape domestic violence. For purposes of this section, domestic violence is defined and
29 verified in the same manner as in the department's policies on good cause for not
30 cooperating with child support and paternity requirements.

31 Sec. 8-653. From the funds appropriated in part 1 for food assistance program
32 benefits, an individual who is the victim of domestic violence or human trafficking and

1 does not qualify for any other exemption may be exempt from the 3-month in 36-month limit
2 on receiving food assistance under 7 USC 2015. This exemption can be extended an additional
3 3 months upon demonstration of continuing need.

4 Sec. 8-654. The department shall notify recipients of food assistance program
5 benefits that their benefits can be spent with their Michigan bridge cards at many farmers'
6 markets in the state. The department shall also notify recipients about the Double Up Food
7 Bucks program that is administered by the Fair Food Network. Recipients shall receive
8 information about the Double Up Food Bucks program, including information that when the
9 recipient spends \$20.00 at participating farmers' markets through the program, the
10 recipient can receive an additional \$20.00 to buy Michigan produce.

11 Sec. 8-655. Within 14 days after the spending plan for low-income home energy
12 assistance program is approved by the state budget office, the department shall provide the
13 spending plan, including itemized projected expenditures and itemized expenditures for the
14 previous fiscal year, to the report recipients required in section 246 of this part.

15 Sec. 8-660. From the funds appropriated in part 1 for Food Bank Council of Michigan,
16 the department shall allocate \$12,045,000.00 for the procurement and distribution of the
17 Michigan agricultural surplus system to distribute surplus produce to low-income residents
18 of this state.

19 Sec. 8-669. From the funds appropriated in part 1 for family independence program -
20 clothing allowance, the department shall allocate \$10,000,000.00 for the annual clothing
21 allowance. The allowance shall be granted to all eligible children in a family independence
22 program group.

23 Sec. 8-677. The department shall establish a state goal for the percentage of family
24 independence program cases involved in employment activities. The percentage established
25 shall not be less than 50%. The goal for longterm employment shall be 15% of cases for 6
26 months or more.

27 Sec. 8-678. From the funds appropriated in part one for Family Independence Program,
28 the department shall establish a supplemental payment for households with young children.
29 The young child supplemental payment program will increase monthly family independence
30 program payments by \$150.00 for each child under the age of six in an enrolled household.

31 Sec. 8-686. (1) The department shall confirm that individuals presenting personal
32 identification issued by another state seeking assistance through the family independence

1 program, food assistance program, state disability assistance program, or medical
2 assistance program are not receiving benefits from any other state.

3 (2) The department shall confirm the address provided by any individual seeking
4 family independence program benefits or state disability assistance benefits.

5 (3) The department shall prohibit individuals with property assets assessed at a
6 value higher than \$200,000.00 from accessing assistance through department-administered
7 programs, unless such a prohibition would violate federal rules and guidelines.

8 (4) The department shall make a reasonable attempt to obtain an up-to-date telephone
9 number during the eligibility determination or redetermination process for individuals
10 seeking medical assistance benefits.

11 Sec. 8-687. (1) The department shall, in quarterly reports, compile and make
12 available on its website all of the following information about the family independence
13 program, state disability assistance, the food assistance program, indigent burial,
14 Medicaid, and state emergency relief:

15 (a) The number of applications received.

16 (b) The number of applications approved.

17 (c) The number of applications denied.

18 (d) The number of applications pending and neither approved nor denied.

19 (e) The number of cases opened.

20 (f) The number of cases closed.

21 (g) The number of cases at the beginning of the quarter and the number of cases at
22 the end of the quarter.

23 (2) The information provided under subsection (1) shall be compiled and made
24 available for the state as a whole and for each county and reported separately for each
25 program listed in subsection (1).

26 (3) The department shall, in quarterly reports, compile and make available on its
27 website the following family independence program information:

28 (a) The number of new applicants who successfully met the requirements of the 10-day
29 assessment period for PATH.

30 (b) The number of new applicants who did not meet the requirements of the 10-day
31 assessment period for PATH.

32 (c) The number of cases sanctioned because of the school truancy policy.

1 (d) The number of cases closed because of the lifetime limits.

2 (e) The number of first-, second-, and third-time sanctions.

3 (f) The number of children 0-5 years of age living in family independence program-
4 sanctioned households.

5 Sec. 8-688. From the funds appropriated in part 1 for the low-income home energy
6 assistance program, the department shall make an additional \$20.01 payment to each food
7 assistance program case that is not currently eligible for the standard utility allowance
8 to enable each case to receive expanded food assistance benefits through the program
9 commonly known as the heat and eat program.

10 Sec. 8-689. (1) From the funds appropriated in part 1 for prenatal and infant support
11 program, the department shall allocate \$24,000,000.00 for programs that are intended to
12 improve the economic stability of households with very young children.

13 (2) In allocating the funds referenced in (1) the department shall give preference to
14 programs that demonstrate the following:

15 (a) Demonstrated effectiveness in improving the economic stability of households with
16 young children.

17 (b) Partnerships with local healthcare providers and nonprofit human service agencies.

18 (c) Compliance with TANF requirements established by the Administration for Children
19 and Families within the United States Department of Health and Human Services.

20
21 **CHILDREN'S SERVICES AGENCY - JUVENILE JUSTICE**

22 Sec. 8-701. Unless required from changes to federal or state law or at the request of
23 a provider, the department shall not alter the terms of any signed contract with a private
24 residential facility serving children under state or court supervision without written
25 consent from a representative of the private residential facility.

26 Sec. 8-706. Counties shall be subject to 50% chargeback for the use of alternative
27 regional detention services, if those detention services do not fall under the basic
28 provision of section 117e of the social welfare act, 1939 PA 280, MCL 400.117e, or if a
29 county operates those detention services programs primarily with professional rather than
30 volunteer staff.

31 Sec. 8-707. In order to be reimbursed for child care fund expenditures, counties are
32 required to submit department-developed reports to enable the department to document

1 potential federally claimable expenditures. This requirement is in accordance with the
2 reporting requirements specified in section 117a(12) of the social welfare act, 1939 PA
3 280, MCL 400.117a.

4 Sec. 8-708. (1) As a condition of receiving funds appropriated in part 1 for the
5 child care fund line item, by October 15 of the current fiscal year, counties shall have an
6 approved service spending plan for the current fiscal year. Counties must submit the
7 service spending plan for the following fiscal year to the department by August 15 of the
8 current fiscal year for approval. Upon submission of the county service spending plan, the
9 department shall approve within 30 calendar days after receipt of a properly completed
10 service plan that complies with the requirements of the social welfare act, 1939 PA 280,
11 MCL 400.1 to 400.119b. The department shall notify and submit county service spending plan
12 revisions to any county whose county service spending plan is not accepted upon initial
13 submission. The department shall not request any additional revisions to a county service
14 spending plan outside of the requested revision notification submitted to the county by the
15 department. The department shall notify a county within 30 days after approval that its
16 service plan was approved.

17 (2) Counties must submit amendments to current fiscal year county service plans to
18 the department no later than August 30. Counties must submit current fiscal year payable
19 estimates to the department no later than September 15.

20 Sec. 8-709. The department's master contract for juvenile justice residential foster
21 care services shall prohibit contractors from denying a referral for placement of a youth,
22 or terminating a youth's placement, if the youth's assessed treatment needs are in
23 alignment with the facility's residential program type, as identified by the court or the
24 department. In addition, the master contract shall require that youth placed in juvenile
25 justice residential foster care facilities must have regularly scheduled treatment sessions
26 with a licensed psychologist or a psychiatrist, or both, and access to the licensed
27 psychologist or a psychiatrist as needed.

28

29 **LOCAL OFFICE OPERATIONS AND SUPPORT SERVICES**

30 Sec. 8-801. The department shall submit a monthly report to the report recipients
31 required in section 246 of this part on the most recent food assistance program error rate
32 derived from the active cases, reported to the United States Department of Agriculture -

1 Food and Nutrition Services for the supplemental nutrition assistance program.

2 Sec. 8-802. From the funds appropriated in part 1 for local office staff travel, the
3 department shall allocate up to \$100,000.00 annually toward reimbursing the out-of-pocket
4 costs of county board members and county department directors to attend statewide meetings
5 of the Michigan County Social Services Association.

6 Sec. 8-807. From the funds appropriated in part 1 for Elder Law of Michigan MiCAFE
7 contract, the department shall allocate not less than \$350,000.00 to the Elder Law of
8 Michigan MiCAFE to assist this state's elderly population in participating in the food
9 assistance program. Of the \$350,000.00 allocated under this section, the department shall
10 use \$175,000.00, which are general fund/general purpose funds, as state matching funds for
11 not less than \$175,000.00 in United States Department of Agriculture funding to provide
12 outreach program activities, such as eligibility screening and information services, as
13 part of a statewide food assistance hotline.

14 Sec. 8-825. From the funds appropriated in part 1, the department shall provide
15 individuals not more than \$2,000.00 for vehicle repairs, including any repairs done in the
16 previous 12 months. Payments under this section shall include the combined total of
17 payments made by the department and work participation program.

18 Sec. 8-826. From the funds appropriated in part 1 for local office policy and
19 administration, not less than \$300,000.00 shall be allocated for the department to contract
20 with the Prosecuting Attorneys Association of Michigan to provide the support and services
21 necessary to increase the capability of the state's prosecutors, adult protective service
22 system, and criminal justice system to effectively identify, investigate, and prosecute
23 elder abuse and financial exploitation.

24 Sec. 8-850. (1) The department shall maintain out-stationed eligibility specialists
25 in community-based organizations, community mental health agencies, nursing homes, adult
26 placement and independent living settings, federally qualified health centers, and
27 hospitals unless a community-based organization, community mental health agency, nursing
28 home, adult placement and independent living setting, federally qualified health centers,
29 or hospital requests that the program be discontinued at its facility.

30 (2) From the funds appropriated in part 1 for donated funds positions, the department
31 shall enter into contracts with agencies that are able and eligible under federal law to
32 provide the required matching funds for federal funding, as determined by federal statute

1 and regulations.

2 (3) A contract for an assistance payments donated funds position must include, but
3 not be limited to, the following performance metrics:

4 (a) Meeting a standard of promptness for processing applications for Medicaid and
5 other public assistance programs under state law.

6 (b) Meeting required standards for error rates in determining programmatic
7 eligibility as determined by the department.

8 (4) The department shall only fill additional donated funds positions after a new
9 contract has been signed. That position shall also be abolished when the contract expires
10 or is terminated.

11 (5) The department shall classify as limited-term FTEs any new employees who are
12 hired to fulfill the donated funds position contracts or are hired to fill any vacancies
13 from employees who transferred to a donated funds position.

14 Sec. 8-851. From the funds appropriated in part 1 for adult services local office
15 staff, the department shall seek to reduce the number of older adults who are victims of
16 crime and fraud by increasing the standard of promptness in every county, as measured by
17 commencing an investigation within 24 hours after a report is made to the department,
18 establishing face-to-face contact with the client within 72 hours after a report is made to
19 the department, and completing the investigation within 30 days after a report is made to
20 the department.

21

22 **DISABILITY DETERMINATION SERVICES**

23 Sec. 8-890. From the funds appropriated in part 1 for disability determination
24 services, the department shall maintain the unit rates in effect on September 30, 2019 for
25 medical consultants performing disability determination services, including physicians,
26 psychologists, and speech-language pathologists.

27

28 **BEHAVIORAL HEALTH PROGRAM ADMINISTRATION AND SPECIAL PROJECTS**

29 Sec. 8-901. The funds appropriated in part 1 are intended to support a system of
30 comprehensive community mental health services under the full authority and responsibility
31 of local CMHSPs or PIHPs in accordance with the mental health code, 1974 PA 258, MCL
32 330.1001 to 330.2106, the Medicaid provider manual, federal Medicaid waivers, and all other

1 applicable federal and state laws.

2 Sec. 8-902. (1) From the funds appropriated in part 1, final authorizations to CMHSPs
3 or PIHPs shall be made upon the execution of contracts between the department and CMHSPs or
4 PIHPs. The contracts shall contain an approved plan and budget as well as policies and
5 procedures governing the obligations and responsibilities of both parties to the contracts.
6 Each contract with a CMHSP or PIHP that the department is authorized to enter into under
7 this subsection shall include a provision that the contract is not valid unless the total
8 dollar obligation for all of the contracts between the department and the CMHSPs or PIHPs
9 entered into under this subsection for the current fiscal year does not exceed the amount
10 of money appropriated in part 1 for the contracts authorized under this subsection.

11 (2) The department shall immediately submit a report to the report recipients
12 required in section 246 of this part if either of the following occurs:

13 (a) The department enters into any new contracts with CMHSPs or PIHPs that would
14 affect rates or expenditures.

15 (b) The department amends any contracts the department has entered into with CMHSPs
16 or PIHPs that would affect rates or expenditures.

17 (3) The report required by subsection (2) must include information about the changes
18 to the contracts and their effects on rates and expenditures.

19 Sec. 8-904. (1) By September 30 of the current fiscal year, the department shall
20 provide a report on the CMHSPs, PIHPs, and designated regional entities for substance use
21 disorder prevention and treatment to the report recipients required in section 246 of this
22 part that includes the information required by this section.

23 (2) The report required under subsection (1) shall contain, unless otherwise noted,
24 information for each CMHSP, PIHP, and designated regional entity for substance use disorder
25 prevention and treatment, and a statewide summary, each of which shall include at least the
26 following information:

27 (a) A statewide summary of the demographic description of service recipients that,
28 minimally, shall include reimbursement eligibility, client population, age, ethnicity,
29 housing arrangements, and diagnosis.

30 (b) Per capita expenditures in total and by client population group.

31 (c) A statewide summary of Medicaid-funded cost information for the 3 diagnosis
32 groups of adults with a mental illness, children with a serious emotional disturbance, and

1 individuals with an intellectual or developmental disability. The statewide summary must,
2 minimally, include expenditures by service category for each of the 3 diagnosis groups
3 described in this subdivision and cases, units, and cost of each specific service code
4 index or health care common procedure coding system (HCPCS) code for each of the 3
5 diagnosis groups.

6 (d) Financial information on non-Medicaid mental health services by general fund cost
7 reporting category.

8 (e) Information about access to CMHSPs, PIHPs, and designated regional entities for
9 substance use disorder prevention and treatment that includes, but is not limited to, the
10 following:

11 (i) The number of individuals receiving requested services.

12 (ii) The number of individuals who requested services but did not receive services.

13 (f) The number of second opinions requested under the mental health code, 1974 PA
14 258, MCL 330.1001 to 330.2106, and the determination of any appeals.

15 (g) Lapses and carryforwards during the previous fiscal year for CMHSPs, PIHPs, and
16 designated regional entities for substance use disorder prevention and treatment.

17 (h) Performance indicator information required to be submitted to the department in
18 the contracts with CMHSPs, PIHPs, and designated regional entities for substance use
19 disorder prevention and treatment.

20 (i) Administrative expenditures of each CMHSP, PIHP, and designated regional entity
21 for substance use disorder prevention and treatment that include a breakout of the salary,
22 benefits, and pension of each executive level staff and shall include the director, chief
23 executive, and chief operating officers and other members identified as executive staff.

24 (3) The report in subsection (1) shall contain the following information from the
25 previous fiscal year on substance use disorder prevention, education, and treatment
26 programs:

27 (a) The expenditures stratified by department-designated community mental health
28 entity, by fund source, by subcontractor, by population served, and by service type.

29 (b) The expenditures per state client, with data on the distribution of expenditures
30 reported using a histogram approach.

31 (c) The number of services provided by subcontractor and by service type.

32 Additionally, data on length of stay, referral source, and participation in other state

1 programs.

2 (d) The collections from other first- or third-party payers, private donations, or
3 other state or local programs, by department-designated community mental health entity, by
4 subcontractor, by population served, and by service type.

5 (4) The department shall include data reporting requirements listed in subsections
6 (2) and (3) in the annual contract with each individual CMHSP, PIHP, and designated
7 regional entity for substance use disorder prevention and treatment.

8 (5) The department shall take all reasonable actions to ensure that the data required
9 are complete and consistent among all CMHSPs, PIHPs, and designated regional entities for
10 substance use disorder prevention and treatment.

11 Sec. 8-907. (1) The amount appropriated in part 1 for community substance use
12 disorder prevention, education, and treatment shall be expended to coordinate care and
13 services provided to individuals with severe and persistent mental illness and substance
14 use disorder diagnoses.

15 (2) The managing entity shall continue current efforts to collaborate on the delivery
16 of services to those clients with mental illness and substance use disorder diagnoses with
17 the goal of providing services in an administratively efficient manner.

18 Sec. 8-909. From the funds appropriated in part 1 for health homes, the department
19 shall use available revenue from the marijuana regulatory fund established in section 604
20 of the medical marijuana facilities licensing act, 2016 PA 281, MCL 333.27604, to improve
21 physical health, expand access to substance use disorder prevention and treatment services,
22 and strengthen the existing prevention, treatment, and recovery systems.

23 Sec. 8-910. The department shall ensure that substance use disorder treatment is
24 provided to applicants and recipients of public assistance through the department who are
25 required to obtain substance use disorder treatment as a condition of eligibility for
26 public assistance.

27 Sec. 8-911. (1) The department shall ensure that each contract with a CMHSP or PIHP
28 requires the CMHSP or PIHP to implement programs to encourage diversion of individuals with
29 serious mental illness, serious emotional disturbance, or developmental disability from
30 possible jail incarceration when appropriate.

31 (2) Each CMHSP or PIHP shall have jail diversion services and shall work toward
32 establishing working relationships with representative staff of local law enforcement

1 agencies, including county prosecutors' offices, county sheriffs' offices, county jails,
2 municipal police agencies, municipal detention facilities, and the courts. Written
3 interagency agreements describing what services each participating agency is prepared to
4 commit to the local jail diversion effort and the procedures to be used by local law
5 enforcement agencies to access mental health jail diversion services are strongly
6 encouraged.

7 Sec. 8-913. (1) From the funds appropriated in part 1 for behavioral health program
8 administration, the department shall allocate \$1,025,000.00, for the autism navigator
9 program. The department shall require any contractor receiving funds under this section to
10 comply with performance-related metrics to maintain eligibility for funding. The
11 performance-related metrics shall include, but not be limited to, all of the following: (a)
12 Each contractor shall have accreditations that attest to their competency and effectiveness
13 in providing services.

14 (b) Each contractor shall demonstrate cost-effectiveness.

15 (c) Each contractor shall ensure their ability to leverage private dollars to
16 strengthen and maximize service provision.

17 (d) Each contractor shall provide quarterly reports to the department regarding the
18 number of clients served by PIHP region, units of service provision by PIHP region, and
19 ability to meet their stated goals.

20 (2) The department shall require an annual report from any contractor receiving
21 funding from this section. The annual report, due to the department 60 days following the
22 end of the contract period, shall include specific information on services and programs
23 provided, the client base to which the services and programs were provided, and the
24 expenditures for those services. The department shall submit the annual reports to the
25 report recipients required in section 246 of this part.

26 Sec. 8-914. By June 1 of the current fiscal year, the department shall submit a
27 report to the report recipients required in section 246 of this part on outcomes of the
28 funds provided in part 1 to the Michigan Clinical Consultation and Care program (MC3). The
29 outcomes reported must include, but are not limited to, the number of same-day telephone
30 consultations with primary care providers and the number of local resource recommendations
31 made to primary care providers who are providing medical care to patients who need
32 behavioral health services.

1 Sec. 8-915. From the funds appropriated in part 1 for community substance use
2 disorder prevention, education, and treatment and opioid response activities, the
3 department shall, to the extent possible, provide grants, pursuant to federal laws, rules,
4 and regulations, to local public entities that provide substance use disorder services and
5 to 1 private entity that has a statewide contract to provide community-based substance use
6 disorder services.

7 Sec. 8-917. (1) From the funds appropriated in part 1 for opioid response activities,
8 the department shall allocate \$23,199,000.00 from the Michigan opioid healing and recovery
9 fund created under section 3 of the Michigan trust fund act, 2000 PA 489, MCL 12.253, to
10 create or supplement opioid-related programs and services in a manner consistent with the
11 opioid judgment, settlement, or compromise of claims pertaining to violations, or alleged
12 violations, of law related to the manufacture, marketing, distribution, dispensing, or sale
13 of opioids.

14 (2) The department will provide a portion of the funds described in (1) of this part
15 to create incentives for local recipients of opioid settlement revenue to best align to the
16 goals and recommendations articulated by the Opioid advisory Commission established in
17 2022, PA 84, MCL 4.1851

18 (3) On a semiannual basis, the department shall submit a report to the report
19 recipients required in section 246 of this part on all of the following:

20 (a) Total revenues deposited into and expenditures and encumbrances from the Michigan
21 opioid healing and recovery fund since the creation of the fund.

22 (b) Revenues deposited into and expenditures and encumbrances from the Michigan
23 opioid healing and recovery fund during the previous 6 months.

24 (c) Estimated revenues to be deposited into and the spending plan for the Michigan
25 opioid healing and recovery fund for the next 12 months.

26 Sec. 8-918. On a quarterly basis, providing monthly data, the department shall submit
27 a report to the report recipients required in section 246 of this part on the amount of
28 funding paid to PIHPs to support the Medicaid managed mental health care program. The
29 information shall include the total paid to each PIHP, per capita rate paid for each
30 eligibility group for each PIHP, and number of cases in each eligibility group for each
31 PIHP, and year-to-date summary of eligibles and expenditures for the Medicaid managed
32 mental health care program.

1 Sec. 8-920. As part of the Medicaid rate-setting process for behavioral health
2 services, the department shall work with PIHP network providers and actuaries to include
3 any state and federal wage and compensation increases that directly impact staff who
4 provide Medicaid-funded community living supports, personal care services, respite
5 services, skill-building services, and other similar supports and services as part of the
6 Medicaid rate.

7 Sec. 8-926. From the funds appropriated in part 1 for community substance use
8 disorder prevention, education, and treatment, \$1,000,000.00 is allocated for a specialized
9 substance use disorder detoxification project administered by a 9-1-1 service district in
10 conjunction with a substance use and case management provider and at a hospital within a 9-
11 1-1 services district with at least 600,000 residents and 15 member communities within a
12 county with a population of at least 1,500,000 according to the most recent federal
13 decennial census.

14 Sec. 8-928. (1) Each PIHP shall provide, from internal resources, local funds to be
15 used as a part of the state match required under the Medicaid program in order to increase
16 capitation rates for PIHPs. These funds must not include either state funds received by a
17 CMHSP for services provided to non-Medicaid recipients or the state matching portion of the
18 Medicaid capitation payments made to a PIHP.

19 (2) By April 1 of the current fiscal year, the department shall report to the report
20 recipients required in section 246 of this part on the lapse by PIHP from the previous
21 fiscal year and the projected lapse by PIHP in the current fiscal year.

22 Sec. 8-929. From the funds appropriated in part 1 for Michigan Clinical Consultation
23 and Care, the department shall allocate at least \$350,000.00 to address needs in a city in
24 which a declaration of emergency was issued because of drinking water contamination.

25 Sec. 8-935. A county required under the provisions of the mental health code, 1974 PA
26 258, MCL 330.1001 to 330.2106, to provide matching funds to a CMHSP for mental health
27 services rendered to residents in its jurisdiction shall pay the matching funds in equal
28 installments on not less than a quarterly basis throughout the fiscal year, with the first
29 payment being made by October 1 of the current fiscal year.

30 Sec. 8-940. (1) According to section 236 of the mental health code, 1974 PA 258, MCL
31 330.1236, the department shall review expenditures for each CMHSP to identify CMHSPs with
32 projected allocation surpluses and to identify CMHSPs with projected allocation shortfalls.

1 The department shall encourage the board of a CMHSP with a projected allocation surplus to
2 concur with the department's recommendation to reallocate those funds to CMHSPs with
3 projected allocation shortfalls.

4 (2) A CMHSP that has its funding allocation transferred out during the current fiscal
5 year as described in subsection (1) is not eligible for any additional funding
6 reallocations during the remainder of the current fiscal year, unless that CMHSP is
7 responding to a public health emergency as determined by the department.

8 (3) CMHSPs shall report to the department on any proposed reallocations described in
9 this section at least 30 days before any reallocations take effect.

10 Sec. 8-942. A CMHSP shall provide at least 30 days' notice before reducing,
11 terminating, or suspending services provided by a CMHSP to CMHSP clients, with the
12 exception of services authorized by a physician that no longer meet established criteria
13 for medical necessity.

14 Sec. 8-962. For the purposes of special projects involving high-need children or
15 adults, including the not guilty by reason of insanity population, the department may
16 contract directly with providers of services to these identified populations.

17 Sec. 8-972. From the funds appropriated in part 1 for behavioral health program
18 administration, the department shall allocate not less than \$11,286,400.00 general
19 fund/general purpose revenue and any associated federal match or federal grant funding,
20 including, but not limited to, associated federal 988 grant funding for the mental health
21 telephone access line known as the Michigan crisis and access line (MiCAL), to provide
22 primary coverage in regions where a regional national suicide prevention lifeline center
23 does not provide coverage and for statewide secondary coverage, to establish and make
24 available to the public MiCAL in accordance with section 165 of the mental health code,
25 1974 PA 258, MCL 330.1165.

26 Sec. 8-974. The department and PIHPs shall allow an individual with an intellectual
27 or developmental disability who receives supports and services from a CMHSP to instead
28 receive supports and services from another provider if the individual shows that the
29 individual is eligible and qualified to receive supports and services from another
30 provider. Other providers may include, but are not limited to, MIChoice and program of all-
31 inclusive care for the elderly (PACE).

32 Sec. 8-978. From the funds appropriated in part 1 for community substance use

1 disorder prevention, education, and treatment and recovery community organizations, the
2 department shall allocate \$1,200,000.00, as grants for recovery community organizations to
3 offer or expand recovery support center services or recovery community center services to
4 individuals seeking long-term recovery from substance use disorders in accordance with
5 section 273b of the mental health code, 1974 PA 258, MCL 330.1273b.

6 Sec. 8-995. From the funds appropriated in part 1 for mental health diversion
7 council, the department shall allocate \$3,850,000.00 to continue to implement the jail
8 diversion pilot programs intended to address the recommendations of the mental health
9 diversion council.

10 Sec. 8-996. From the funds appropriated in part 1 for family support subsidy, the
11 department shall make monthly payments of \$300.36 to the parents or legal guardians of
12 children approved for the family support subsidy by a CMHSP.

13 Sec. 8-997. The population data used in determining the distribution of substance use
14 disorder block grant funds shall be from the most recent federal data from the United
15 States Census Bureau.

16 Sec. 8-998. For distribution of state general funds to CMHSPs, if the department
17 decides to use census data, the department shall use the most recent federal data from the
18 United States Census Bureau.

19

20 **BEHAVIORAL HEALTH SERVICES**

21 Sec. 8-1002. The department shall expand the certified community behavioral health
22 clinic demonstration to include organizations that meet the following criteria:

23 (a) The organization must be a current CMHSP or an eligible organization as defined
24 in section 223 (a) (2) (F) of the protecting access to Medicare act, Public Law 113-93, with
25 a CCBHC grant from the federal substance abuse and mental health services administration
26 for at least one year;

27 (b) The organization must achieve CCBHC certification by meeting all state and
28 federal requirements by September 1, 2024, unless otherwise specified in the CCBHC
29 Demonstration Handbook; and

30 (c) The organization must have implemented the following evidence-based practices by
31 July 1, 2024:

32 (i) Air Traffic Control Crisis Model with the Michigan Crisis and Access Line;

- 1 (ii) Assertive Community Treatment;
- 2 (iii) Cognitive Behavioral Therapy;
- 3 (iv) Trauma-Focused Cognitive Behavioral Therapy;
- 4 (v) Medication Assisted Treatment; and
- 5 (vi) Motivational Interviewing.

6 Sec. 8-1003. The department shall notify the Community Mental Health Association of
7 Michigan when developing policies and procedures that will impact PIHPs or CMHSPs.

8 Sec. 8-1005. From the funds appropriated in part 1 for health homes, the department
9 shall maintain the number of behavioral health homes and maintain the number of substance
10 use disorder health homes in place by PIHP region as of September 30 of the previous fiscal
11 year. The department may expand the number of behavioral health homes and the number of
12 substance use disorder health homes in at least 1 additional PIHP region.

13 Sec. 8-1006. (1) The department shall report on a semiannual basis the following to
14 the recipients required in section 246 of this part:

- 15 (a) the total number of clients served by CCBHC; and
- 16 (b) the total number of daily visits per CCBHC.

17 (2) The department shall report to recipients required in Section 246 of this part by
18 March 1 of the current fiscal year the total expenditures per CCBHC in the base and
19 supplemental appropriations in the previous fiscal year.

20 Sec. 8-1008. PIHPs and CMHSPs shall do all of the following:

21 (a) Work to reduce administration costs by ensuring that PIHP and CMHSP responsible
22 functions are efficient in allowing optimal transition of dollars to those direct services
23 considered most effective in assisting individuals served. Any consolidation of
24 administrative functions must demonstrate, by independent analysis, a reduction in dollars
25 spent on administration resulting in greater dollars spent on direct services. Savings
26 resulting from increased efficiencies shall not be applied to PIHP and CMHSP net assets,
27 internal service fund increases, building costs, increases in the number of PIHP and CMHSP
28 personnel, or other areas not directly related to the delivery of improved services.

29 (b) Take an active role in managing mental health care by ensuring consistent and
30 high-quality service delivery throughout its network and promote a conflict-free care
31 management environment.

32 (c) Ensure that direct service rate variances are related to the level of need or

1 other quantifiable measures to ensure that the most money possible reaches direct services.

2 (d) Whenever possible, promote fair and adequate direct care reimbursement, including
3 fair wages for direct service workers.

4 Sec. 8-1010. (1) The funds appropriated in part 1 for behavioral health community
5 supports and services must be used to reduce waiting lists at state-operated hospitals and
6 centers through cost-effective community-based and residential services, including, but not
7 limited to, assertive community treatment (ACT), forensic assertive community treatment
8 (FACT), crisis stabilization units in accordance with chapter 9A of the mental health code,
9 1974 PA 258, MCL 330.1971 to 330.1979, and psychiatric residential treatment facilities in
10 accordance with section 137a of the mental health code, 1974 PA 258, MCL 330.1137a.

11 (2) From the funds appropriated in part 1 for behavioral health community supports
12 and services, the department shall allocate \$30,450,000.00 to reimburse private providers
13 for intensive psychiatric treatments and services outside of state-operated hospitals and
14 centers and support efforts related to the oversight of community-based programs placement.

15 (3) If the private provider has an existing wait list for intensive psychiatric
16 treatments and services, any reimbursements to private providers under this section must
17 not be conditional on private providers giving waitlist priority to state-paid individuals.

18 Sec. 8-1014. (1) From the funds appropriated in part 1 to agencies providing physical
19 and behavioral health services to multicultural populations, the department shall award
20 grants in accordance with the requirements of subsection (2).

21 This state is not liable for any spending above the contract amount. The department
22 shall not release funds until reporting requirements under section 1014 of article 6 of
23 2023 PA 119 are satisfied.

24 (2) The department shall require each contractor described in subsection (1) that
25 receives greater than \$1,000,000.00 in state grant funding to comply with performance-
26 related metrics to maintain their eligibility for funding. The performance-related metrics
27 shall include, but not be limited to, all of the following:

28 (a) Each contractor or subcontractor shall have accreditations that attest to their
29 competency and effectiveness as behavioral health and social service agencies.

30 (b) Each contractor or subcontractor shall have a mission that is consistent with the
31 purpose of the multicultural agency.

32 (c) Each contractor shall validate that any subcontractors utilized within these

1 appropriations share the same mission as the lead agency receiving funding.

2 (d) Each contractor or subcontractor shall demonstrate cost-effectiveness.

3 (e) Each contractor or subcontractor shall ensure their ability to leverage private
4 dollars to strengthen and maximize service provision.

5 (f) Each contractor or subcontractor shall provide timely and accurate reports
6 regarding the number of clients served, units of service provision, and ability to meet
7 their stated goals.

8 Sec. 8-1015. From the funds appropriated in part 1 for federal mental health block
9 grant, the department shall, to the extent possible, provide grants, pursuant to federal
10 laws, rules, and regulations, to local public entities that provide mental health services
11 and to 1 private entity that has a statewide contract to provide community-based mental
12 health services.

13

14 **STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL HEALTH SERVICES**

15 Sec. 8-1051. The department shall continue a revenue recapture project to generate
16 additional revenues from third parties related to cases that have been closed or are
17 inactive. A portion of revenues collected through project efforts may be used for
18 departmental costs and contractual fees associated with these retroactive collections and
19 to improve ongoing departmental reimbursement management functions.

20 Sec. 8-1052. The purpose of gifts and bequests for patient living and treatment
21 environments is to use additional private funds to provide specific enhancements for
22 individuals residing at state-operated facilities. Use of the gifts and bequests shall be
23 consistent with the stipulation of the donor. The expected completion date for the use of
24 gifts and bequests donations is within 3 years unless otherwise stipulated by the donor.

25 Sec. 8-1055. (1) The department shall not implement any closures or consolidations of
26 state hospitals, centers, or agencies until CMHSPs or PIHPs have programs and services in
27 place for those individuals currently in those facilities and a plan for service provision
28 for those individuals who would have been admitted to those facilities.

29 (2) All closures or consolidations are dependent upon adequate department-approved
30 CMHSP and PIHP plans that include a discharge and aftercare plan for each individual
31 currently in the facility. A discharge and aftercare plan shall address the individual's
32 housing needs. A homeless shelter or similar temporary shelter arrangements are inadequate

1 to meet the individual's housing needs.

2 (3) Four months after the certification of closure required in section 19(6) of the
3 state employees' retirement act, 1943 PA 240, MCL 38.19, the department shall provide a
4 closure plan to the report recipients required in section 246 of this part.

5 (4) Upon the closure of state-run operations and after transitional costs have been
6 paid, the remaining balances of funds appropriated for that operation shall be transferred
7 to CMHSPs or PIHPs responsible for providing services for individuals previously served by
8 the operations.

9 Sec. 8-1056. The department may collect revenue for patient reimbursement from first-
10 and third-party payers, including Medicaid and local county CMHSP payers, to cover the cost
11 of placement in state hospitals and centers. The department is authorized to adjust
12 financing sources for patient reimbursement based on actual revenues earned. If the revenue
13 collected exceeds current year expenditures, the revenue may be carried forward with
14 approval of the state budget director. The revenue carried forward shall be used as a first
15 source of funds in the subsequent year.

16 Sec. 8-1058. Effective October 1 of the current fiscal year, the department, in
17 consultation with the department of technology, management, and budget, may maintain a bid
18 process to identify 1 or more private contractors to provide food service and custodial
19 services for the administrative areas at any state hospital identified by the department as
20 capable of generating savings through the outsourcing of such services.

21 Sec. 8-1059. (1) The department shall identify specific outcomes and performance
22 measures for state-operated hospitals and centers, including, but not limited to, the
23 following:

24 (a) The average wait time from the time of the receipt of the court order for
25 treatment for individuals determined incompetent to stand trial until admission to the
26 center for forensic psychiatry.

27 (b) The average wait time from the time of the receipt of the court order for
28 treatment for individuals determined incompetent to stand trial until admission to other
29 state-operated psychiatric facilities.

30 (c) The most recent 12-month average number of individuals on the first day of each
31 month waiting to receive admission into the center for forensic psychiatry.

32 (d) The most recent 12-month average number of individuals on the first day of each

1 month waiting to receive admission into the other state-operated hospitals and centers.

2 (e) The average wait time for individuals awaiting admission into the other state-
3 operated hospitals and centers through the civil admissions process.

4 (f) The number of individuals determined not guilty by reason of insanity or
5 incompetent to stand trial by an order of a probate court that have been determined to be
6 ready for discharge to the community, and the average wait time between being determined to
7 be ready for discharge to the community and actual community placement.

8 (g) The number of individuals denied admission into the center for forensic
9 psychiatry.

10 (h) The number of individuals denied admission into the other state-operated
11 hospitals and centers.

12 (2) By April 1 of the current fiscal year, the department shall submit a report to
13 the report recipients required in section 246 of this part on the outcomes and performance
14 measures in subsection (1)

15 Sec. 8-1060. By March 1 of the current fiscal year, the department shall submit a
16 report on mandatory overtime, staff turnover, and staff retention at the state psychiatric
17 hospitals and centers to the report recipients required in section 246 of this part. The
18 report shall include, but is not limited to, the following:

19 (a) The number of direct care and clinical staff positions that are currently vacant
20 by hospital, and how that compares to the number of vacancies during the previous fiscal
21 year.

22 (b) A breakdown of voluntary and mandatory overtime hours worked by position and by
23 hospital, and how that compares to the breakdown of voluntary and mandatory overtime hours
24 during the previous fiscal year.

25 (c) The ranges of wages paid by position and by hospital, and how that compares to
26 wages paid during the previous fiscal year.

27 Sec. 8-1063. (1) From the funds appropriated in part 1 for Walter P. Reuther
28 psychiatric hospital - adult, children and adolescents, the department shall maintain a
29 psychiatric transitional unit and children's transition support team. These programs shall
30 augment the continuum of behavioral health services for high-need youth and provide
31 additional continuity of care and transition into supportive community-based services.

32 (2) Outcomes and performance measures for these programs include, but are not limited

1 to, the following:

2 (a) The rate of rehospitalization for youth served through the program at 30 and 180
3 days.

4 (b) The measured change in the Child and Adolescent Functional Assessment Scale for
5 children served through these programs.

6

7 **HEALTH AND HUMAN SERVICES POLICY AND INITIATIVES**

8 Sec. 8-1140. From the funds appropriated in part 1 for primary care services,
9 \$400,000.00 shall be allocated to free health clinics operating in the state. The
10 department shall distribute the funds equally to each free health clinic. For the purpose
11 of this appropriation, "free health clinics" means nonprofit organizations that use
12 volunteer health professionals to provide care to uninsured individuals.

13 Sec. 8-1141. (1) From the funds appropriated in part 1 for critical health and
14 wellness center operations, the department shall allocate \$1,500,000.00 to operate a health
15 and wellness hub located in a county with a population between 66,600 and 66,700 according
16 to the most recent federal decennial census that includes an FQHC located on-site. The
17 health and wellness hub shall provide health services and child care services in a manner
18 that increases access to affordable services.

19 (2) With the funding described in this section, \$750,000.00 must be allocated to a
20 nonprofit organization organized under the laws of this state that is exempt from federal
21 income tax under section 501(c)(3) of the internal revenue code of 1986, 26 USC 501,
22 located in a county with a population between 600,000 and 700,000 according to the most
23 recent federal decennial census.

24 (3) With the funding described in this section, \$750,000.00 must be allocated to an
25 FQHC that operates in 6 counties of this state and with the main office located in a county
26 with a population between 600,000 and 700,000 according to the most recent federal
27 decennial census.

28 Sec. 8-1143. From the funds appropriated in part 1 for primary care services, the
29 department shall allocate no less than \$675,000.00 for island primary health care access
30 and services including island clinics, in the following amounts:

31 (a) Beaver Island, \$250,000.00.

32 (b) Mackinac Island, \$250,000.00.

1 (c) Drummond Island, \$150,000.00.

2 (d) Bois Blanc Island, \$25,000.00.

3 Sec. 8-1145. The department will take steps necessary to work with Indian Health
4 Service, tribal health program facilities, or Urban Indian Health Program facilities that
5 provide services under a contract with a Medicaid managed care entity to ensure that those
6 facilities receive the maximum amount allowable under federal law for Medicaid services.

7 Sec. 8-1147. From the funds appropriated in part 1 for cellular therapy for Versiti
8 Michigan, \$750,000.00 shall be allocated to Versiti Michigan. The funds shall be used to
9 enhance the collection of fetal umbilical cord blood and stem cells for transplant, expand
10 cord blood laboratory capabilities, expand the diversity of collections, and build
11 information technology infrastructure.

12 Sec. 8-1153. From the funds appropriated in part 1 for crime victim rights sustaining
13 grants, the department shall allocate \$102,600.00 of state general fund/general purpose
14 revenue for a sexual assault nurse examiners program at a hospital in a city with a
15 population between 21,600 and 21,700 according to the most recent federal decennial census
16 within a county with a population between 64,300 and 64,400 according to the most recent
17 federal decennial census. Funds must be used to support staff compensation and training,
18 victim needs, and community awareness, education, and prevention programs.

19 Sec. 8-1155. (1) From the funds appropriated in part 1 for the uniform statewide
20 sexual assault evidence kit tracking system, in accordance with the final report of the
21 Michigan sexual assault evidence kit tracking and reporting commission, \$369,500.00 is
22 allocated to contract for the administration of a uniform statewide sexual assault evidence
23 kit tracking system. The system shall include the following:

24 (a) A uniform statewide system to track the submission and status of sexual assault
25 evidence kits.

26 (b) A uniform statewide system to audit untested kits that were collected on or
27 before March 1, 2015 and were released by victims to law enforcement.

28 (c) Secure electronic access for victims.

29 (d) The ability to accommodate concurrent data entry with kit collection through
30 various mechanisms, including web entry through computer or smartphone, and through
31 scanning devices.

32 (2) The sexual assault evidence tracking fund established in section 1451 of 2017 PA

1 158 shall continue to be maintained in the department of treasury. Money in the sexual
2 assault evidence tracking fund at the close of a fiscal year remains in the sexual assault
3 evidence tracking fund, does not revert to the general fund, and shall be appropriated as
4 provided by law for the development and implementation of a uniform statewide sexual
5 assault evidence kit tracking system as described in subsection (1).

6 Sec. 8-1157. From the funds appropriated in part 1 for child advocacy centers -
7 supplemental grants, the department shall allocate \$2,000,000.00 to continue to provide
8 additional funding to child advocacy centers to support the general operations of child
9 advocacy centers. The purpose of this additional funding is to increase the amount of
10 services provided to children and their families who are victims of abuse over the amount
11 provided in the previous fiscal year.

12 Sec. 8-1158. From the funds appropriated in part 1 for crime victim rights sustaining
13 grants, the department shall allocate \$25,897,400.00 to supplement the loss of federal
14 victims of crime act and state crime victim rights funding. The department must distribute
15 these funds consistent with the regular allocation formula for crime victim justice grants
16 and crime victim rights services grants.

17 Sec. 8-1159. (1) From the funds appropriated in part 1 for community health programs,
18 the department shall support preventative health supports and services to regions with high
19 health care access and outcome disparities. Eligible expenditures from this line shall
20 include:

21 (a) Financial support for the operation of community-based health clinics. These
22 clinics shall provide preventative health services and be established in communities with
23 high social vulnerability and health disparities and be operated in cooperation with
24 trusted community partners with demonstrated experience in serving as an access point for
25 preventative health services.

26 (b) Financial support for the operation of healthy community zones. The zones shall
27 utilize long-term strategies to address access to healthy food, affordable housing, and
28 safety networks.

29 (c) Operation of mobile health units to provide preventive health services for
30 persons residing in areas with high disparities in healthcare outcome and access.

31 (2) By March 1 of the current fiscal year, the department shall submit to the report
32 recipients required in section 246 of this part a report on the outcome of community health

1 programs identified in subsection (1). The report must include, but is not limited to, all
2 of the following: (a) The list of communities served.

3 (b) The types of health services offered by grant recipients.

4 (c) A spending report from the grant recipients.
5

6 **EPIDEMIOLOGY, EMERGENCY MEDICAL SERVICES, AND LABORATORY**

7 Sec. 8-1180. From the funds appropriated in part 1 for epidemiology administration
8 and for childhood lead program, the department shall maintain a public health drinking
9 water unit and maintain enhanced efforts to monitor child blood lead levels. The public
10 health drinking water unit shall ensure that appropriate investigations of potential health
11 hazards occur for all community and noncommunity drinking water supplies where chemical
12 exceedances of action levels, health advisory levels, or maximum contaminant limits are
13 identified. The goals of the childhood lead program shall include improving the
14 identification of affected children, the timeliness of case follow-up, and attainment of
15 nurse care management for children with lead exposure, and to achieve a long-term reduction
16 in the percentage of children in this state with elevated blood lead levels.

17 Sec. 8-1181. From the funds appropriated in part 1 for epidemiology administration,
18 the department shall maintain a vapor intrusion response unit. The vapor intrusion response
19 unit shall assess risks to public health at vapor intrusion sites and respond to vapor
20 intrusion risks where appropriate. The goals of the vapor intrusion response unit shall
21 include reducing the number of residents of this state exposed to toxic substances through
22 vapor intrusion and improving health outcomes for individuals that are identified as having
23 been exposed to vapor intrusion.

24 Sec. 8-1186. From the funds appropriated in part 1 for emergency medical services
25 program, the department shall allocate \$2,000,000.00 for a statewide stroke and STEMI
26 system of care for time-sensitive emergencies. This system must be integrated into the
27 statewide trauma care system within the emergency medical services system and must include
28 at least all of the following:

29 (a) The designation of facilities as stroke and STEMI facilities based on a
30 verification that national certification or accreditation standards have been met.

31 (b) A requirement that a hospital is not required to be designated as providing
32 certain levels of care for stroke or STEMI.

1 (c) The development and utilization of stroke and STEMI registries that utilize
2 nationally recognized data platforms with confidentiality standards.

3
4 **LOCAL HEALTH AND ADMINISTRATIVE SERVICES**

5 Sec. 8-1220. The amount appropriated in part 1 for implementation of the 1993
6 additions of or amendments to sections 9161, 16221, 16226, 17014, 17015, and 17515 of the
7 public health code, 1978 PA 368, MCL 333.9161, 333.16221, 333.16226, 333.17014, 333.17015,
8 and 333.17515, shall be used to reimburse local health departments for costs incurred
9 related to the implementation of section 17015(18) of the public health code, 1978 PA 368,
10 MCL 333.17015.

11 Sec. 8-1221. If a county that has participated in a district health department or an
12 associated arrangement with other local health departments takes action to cease to
13 participate in that arrangement after October 1 of the current fiscal year, the department
14 may assess a penalty from the local health department's operational accounts in an amount
15 equal to no more than 6.25% of the local health department's essential local public health
16 services funding. This penalty shall only be assessed to the local county that requests the
17 dissolution of the health department.

18 Sec. 8-1222. (1) Funds appropriated in part 1 for essential local public health
19 services shall be prospectively allocated to local health departments to support
20 immunizations, infectious disease control, sexually transmitted disease control and
21 prevention, hearing screening, vision services, food protection, public water supply,
22 private groundwater supply, and on-site sewage management. Food protection shall be
23 provided in consultation with the department of agriculture and rural development. Public
24 water supply, private groundwater supply, and on-site sewage management shall be provided
25 in consultation with the department of environment, Great Lakes, and energy.

26 (2) Distributions in subsection (1) shall be made only to counties that maintain
27 local spending in the current fiscal year of at least the amount expended in fiscal year
28 1992-1993 for the services described in subsection (1).

29 (3) By February 1 of the current fiscal year, the department shall submit a report to
30 the report recipients required in section 246 of this part on the planned allocation of the
31 funds appropriated for essential local public health services.

32 (4) The department shall continue implementation of the distribution formula for the

1 allocation of essential local public health services funding to local health departments as
2 specified by section 1234 of article X of 2018 PA 207.

3 (5) From the funds appropriated in part 1 for essential local public health services,
4 each local public health department is allocated not less than the amount allocated to that
5 local public health department during the previous fiscal year.

6 Sec. 8-1227. The department shall establish criteria for all funds allocated for
7 health and wellness initiatives. The criteria must include a requirement that all programs
8 funded be evidence-based and supported by research, include interventions that have been
9 shown to demonstrate outcomes that lower cost and improve quality, and be designed for
10 statewide impact. Preference must be given to programs that utilize the funding as match
11 for additional resources, including, but not limited to, federal sources.

12 Sec. 8-1231. From the funds appropriated for local health services, up to
13 \$4,750,000.00 shall be allocated for grants to local public health departments to support
14 PFAS response and emerging public health threat activities. A portion of the funding shall
15 be allocated by the department in a collaborative fashion with local public health
16 departments in jurisdictions experiencing PFAS contamination. The remainder of the funding
17 shall be allocated to address infectious and vector-borne disease threats, and other
18 environmental contamination issues such as vapor intrusion, drinking water contamination,
19 and lead exposure. The funding shall be allocated to address issues including, but not
20 limited to, staffing, planning and response, and creation and dissemination of materials
21 related to PFAS contamination issues and other emerging public health issues and threats.

22 Sec. 8-1232. The department may work to ensure that the United States Department of
23 Defense reimburses the state for costs associated with PFAS and environmental contamination
24 response at military training sites and support facilities.

25 Sec. 8-1233. General fund and state restricted fund appropriations in part 1 shall
26 not be expended for PFAS and environmental contamination response where federal funding or
27 private grant funding is available for the same expenditures.

28 Sec. 8-1239. The department shall participate in and give necessary assistance to the
29 Michigan PFAS action response team (MPART) pursuant to Executive Order No. 2019-03. The
30 department shall collaborate with MPART and other departments to carry out appropriate
31 activities, actions, and recommendations as coordinated by MPART. Efforts shall be
32 continuous to ensure that the department's activities are not duplicative with activities

1 of another department or agency.

2 Sec. 8-1240. From the funds appropriated in part 1 for chronic disease control and
3 health promotion administration, \$70,000.00, is allocated to support a rare disease
4 advisory council and responsibilities of the council, which may include all of the
5 following:

6 (a) Developing a list of rare diseases.

7 (b) Posting the list of rare diseases on the department's website.

8 (c) Updating the list of rare diseases.

9 (d) Annually investigating and reporting to the legislature on 1 rare disease on the
10 list, and including legislative recommendations in the report.

11

12 **FAMILY HEALTH SERVICES**

13 Sec. 8-1306. From the funds appropriated in part 1 for the drinking water declaration
14 of emergency, the department shall allocate funds to address needs in a city in which a
15 declaration of emergency was issued because of drinking water contamination. These funds
16 may support, but are not limited to, the following activities:

17 (a) Nutrition assistance, nutritional and community education, food bank resources,
18 and food inspections.

19 (b) Epidemiological analysis and case management of individuals at risk of elevated
20 blood lead levels.

21 (c) Support for child and adolescent health centers, children's health care access
22 program, and pathways to potential programming.

23 (d) Nursing services, breastfeeding education, evidence-based home visiting programs,
24 intensive services, and outreach for children exposed to lead coordinated through local
25 community mental health organizations.

26 (e) Department local office operations costs.

27 (f) Lead poisoning surveillance, investigations, treatment, and abatement.

28 (g) Nutritional incentives provided to local residents through the double up food
29 bucks expansion program.

30 (h) Genesee County health department food inspectors to perform water testing at
31 local food service establishments.

32 (i) Transportation related to health care delivery.

1 (j) Senior initiatives.

2 (k) Lead abatement contractor workforce development.

3 (2) From the funds appropriated in part 1 for the drinking water declaration of
4 emergency, the department shall allocate \$300,000.00 for Revive Community Health Center for
5 health support services as the center pursues certification as a federally qualified health
6 center.

7 (3) From the funds appropriated in part 1 for the drinking water declaration of
8 emergency, the department shall allocate \$500,000.00 for rides to wellness through the
9 Flint mass transportation authority.

10 Sec. 8-1308. From the funds appropriated in part 1 for prenatal care outreach and
11 service delivery support, not less than \$500,000.00 of funding shall be allocated for
12 evidence-based programs to reduce infant mortality. The funds shall be used for enhanced
13 support and education to nursing teams or other teams of qualified health professionals,
14 client recruitment in areas designated as underserved for obstetrical and gynecological
15 services and other high-need communities, strategic planning to expand and sustain
16 programs, and marketing and communications of programs to raise awareness, engage
17 stakeholders, and recruit nurses.

18 Sec. 8-1311. From the funds appropriated in part 1 for prenatal care outreach and
19 service delivery support, not less than \$2,750,000.00 state general fund/general purpose
20 funds shall be allocated for a rural home visit program. Equal consideration shall be given
21 to all eligible evidence-based providers in all regions in contracting for rural home
22 visitation services.

23 Sec. 8-1312. From the funds appropriated in part 1 for prenatal care and premature
24 birth avoidance grant, the department shall allocate \$1,000,000.00 through a competitive
25 grant process. The purpose of the grants is to improve health outcomes before, during, and
26 after pregnancy and to reduce racial and ethnic differences in infant death rates and
27 negative maternal outcomes. To be eligible to receive funding, organizations must be a
28 partnership between various health agencies, and provide support to underserved populations
29 for women's health, prenatal care, and premature birth avoidance.

30 Sec. 8-1313. (1) The department shall continue developing an outreach program on
31 fetal alcohol syndrome services, targeting health promotion, prevention, and intervention.

32 (2) The department shall explore federal grant funding to address prevention services

1 for fetal alcohol syndrome and reduce alcohol consumption among pregnant women.

2 Sec. 8-1314. The department shall seek to enhance education and outreach efforts that
3 encourage women of childbearing age to seek confirmation at the earliest indication of
4 possible pregnancy and initiate continuous and routine prenatal care upon confirmation of
5 pregnancy. The department shall seek to ensure that department programs, policies, and
6 practices promote prenatal and obstetrical care by doing the following:

7 (a) Supporting access to care.

8 (b) Reducing and eliminating barriers to care.

9 (c) Supporting recommendations for best practices.

10 (d) Encouraging optimal prenatal habits such as prenatal medical visits, use of
11 prenatal vitamins, and cessation of use of tobacco, alcohol, or drugs.

12 (e) Tracking of birth outcomes to study improvements in prevalence of neonatal
13 substance exposure, fetal alcohol syndrome, and other preventable neonatal disease.

14 (f) Tracking of maternal increase in healthy behaviors following childbirth.

15 Sec. 8-1315. From the funds appropriated in part 1 for dental programs, \$200,000.00
16 shall be allocated to the Michigan Dental Association for the administration of a volunteer
17 dental program that provides dental services to the uninsured.

18 Sec. 8-1316. The department shall use revenue from mobile dentistry facility permit
19 fees received under section 21605 of the public health code, 1978 PA 368, MCL 333.21605, to
20 offset the costs of processing and issuing mobile dentistry facility permits.

21 Sec. 8-1325. From the funds appropriated in part 1 for prenatal care outreach and
22 service delivery support, the department shall allocate \$5,000,000.00 to support grants to
23 local collaboratives to enhance their ability to coordinate and improve maternal and infant
24 health outcomes. Local collaboratives must be a part of a perinatal quality collaborative.

25 Sec. 8-1341. The department shall utilize income eligibility and verification
26 guidelines established by the Food and Nutrition Service agency of the United States
27 Department of Agriculture in determining eligibility of individuals for the special
28 supplemental nutrition program for women, infants, and children (WIC) as stated in current
29 WIC policy.

30 Sec. 8-1342. From the funds appropriated in part 1 for family, maternal, and child
31 health administration, \$500,000.00 shall be allocated for a school children's healthy
32 exercise program to promote and advance physical health for school children in kindergarten

1 through grade 8. The department shall recommend model programs for sites to implement that
2 incorporate evidence-based best practices. The department shall grant the funds
3 appropriated in part 1 for before- and after-school programs. The department shall
4 establish guidelines for program sites, which may include schools, community-based
5 organizations, private facilities, recreation centers, or other similar sites. The program
6 format shall encourage local determination of site activities and shall encourage local
7 inclusion of youth in the decision-making regarding site activities. Program goals shall
8 include children experiencing improved physical health and access to physical activity
9 opportunities, the reduction of obesity, providing a safe place to play and exercise, and
10 nutrition education. To be eligible to participate, program sites shall provide a 20% match
11 to the state funding, which may be provided in full, or in part, by a corporation,
12 foundation, or private partner.

13 Sec. 8-1343. From the funds appropriated in part 1 for dental programs, the
14 department shall allocate \$4,260,000.00 of state and local funds plus any private
15 contributions received to support the program to establish and maintain a dental oral
16 assessment program to provide assessments to school children as provided in section 9316 of
17 the public health code, 1978 PA 368, MCL 333.9316.

18 Sec. 8-1349. Subject to federal approval, from the funds appropriated in part 1 for
19 immunization program, the department shall allocate \$740,000.00 of general fund/general
20 purpose plus any available work project funds and federal match through an administered
21 contract with oversight from behavioral and physical health and aging services
22 administration and public health administration. The funds shall be used to support a
23 statewide media campaign for improving this state's immunization rates.

24

25 **CHILDREN'S SPECIAL HEALTH CARE SERVICES**

26 Sec. 8-1360. The department may do 1 or more of the following:

27 (a) Provide special formulas for eligible clients with specified metabolic and
28 allergic disorders.

29 (b) Provide medical care and treatment to eligible patients with cystic fibrosis who
30 are 26 years of age or older.

31 (c) Provide medical care and treatment to eligible patients with hereditary
32 coagulation defects, commonly known as hemophilia, who are 26 years of age or older.

1 (d) Provide human growth hormone to eligible patients.

2 (e) Provide mental health care for mental health needs that result from, or are a
3 symptom of, the individual's qualifying medical condition.

4 (f) Provide medical care and treatment to eligible patients with sickle cell disease
5 who are 26 years of age or older.

6 Sec. 8-1361. From the funds appropriated in part 1 for medical care and treatment,
7 the department may spend those funds for the continued development and expansion of
8 telemedicine capacity to allow families with children in the children's special health care
9 services program to access specialty providers more readily and in a more timely manner.
10 The department may spend funds to support chronic complex care management of children
11 enrolled in the children's special health care services program to minimize
12 hospitalizations and reduce costs to the program while improving outcomes and quality of
13 life.

14
15 **AGING SERVICES**

16 Sec. 8-1402. The department may encourage the Food Bank Council of Michigan to
17 collaborate directly with each area agency on aging and any other organizations that
18 provide senior nutrition services to secure the food access of older adults.

19 Sec. 8-1404. From the funds appropriated in part 1 for community services, the
20 department shall allocate \$658,000.00 to area agencies on aging for home and community-
21 based services.

22 Sec. 8-1417. The department shall submit to the report recipients required in section
23 246 of this part a report by March 30 of the current fiscal year that contains all of the
24 following:

25 (a) The total allocation of state resources made to each area agency on aging by
26 individual program and administration.

27 (b) Detailed expenditures by each area agency on aging by individual program and
28 administration including both state-funded resources and locally funded resources.

29 Sec. 8-1421. From the funds appropriated in part 1 for community services,
30 \$1,100,000.00 shall be allocated to area agencies on aging for locally determined needs.

31
32 **HEALTH AND AGING SERVICES ADMINISTRATION**

1 Sec. 8-1518. The department shall coordinate with the department of licensing and
2 regulatory affairs to ensure that, upon receipt of the order of suspension of a licensed
3 adult foster care home, home for the aged, or nursing home, the department of licensing and
4 regulatory affairs shall provide notice to the department, to the house and senate
5 appropriations subcommittees on the department budget, and to the members of the house and
6 senate that represent the legislative districts of the county in which the facility lies.

7
8 **HEALTH SERVICES**

9 Sec. 8-1605. The protected income level for Medicaid coverage determined pursuant to
10 section 106(1)(b)(iii) of the social welfare act, 1939 PA 280, MCL 400.106, shall be 100%
11 of the related public assistance standard.

12 Sec. 8-1606. For the purpose of guardian and conservator charges, the department may
13 deduct up to \$83.00 per month as an allowable expense against a recipient's income when
14 determining Medicaid eligibility and patient pay amounts.

15 Sec. 8-1607. (1) An applicant for Medicaid, whose qualifying condition is pregnancy,
16 shall immediately be presumed to be eligible for Medicaid coverage unless the preponderance
17 of evidence in the applicant's application indicates otherwise. The applicant who is
18 qualified as described in this subsection shall be allowed to select or remain with the
19 Medicaid participating obstetrician of the applicant's choice.

20 (2) All qualifying applicants shall be entitled to receive all medically necessary
21 obstetrical and prenatal care without preauthorization from a health plan. All claims
22 submitted for payment for obstetrical and prenatal care shall be paid at the Medicaid fee-
23 for-service rate in the event a contract does not exist between the Medicaid participating
24 obstetrical or prenatal care provider and the managed care plan. The applicant shall
25 receive a listing of Medicaid physicians and managed care plans in the immediate vicinity
26 of the applicant's residence.

27 (3) In the event that an applicant, presumed to be eligible under subsection (1), is
28 subsequently found to be ineligible, a Medicaid physician or managed care plan that has
29 been providing pregnancy services to an applicant under this section is entitled to
30 reimbursement for those services until they are notified by the department that the
31 applicant was found to be ineligible for Medicaid.

32 (4) If the preponderance of evidence in an application indicates that the applicant

1 is not eligible for Medicaid, the department shall refer that applicant to the nearest
2 public health clinic or similar entity as a potential source for receiving pregnancy-
3 related services.

4 (5) The department shall develop an enrollment process for pregnant women covered
5 under this section that facilitates the selection of a managed care plan at the time of
6 application.

7 (6) The department shall mandate enrollment of women, whose qualifying condition for
8 Medicaid is pregnancy, into Medicaid managed care plans.

9 (7) The department shall encourage physicians to provide women, whose qualifying
10 condition for Medicaid is pregnancy, with a referral to a Medicaid participating dentist at
11 the first pregnancy-related appointment.

12 Sec. 8-1611. (1) For care provided to Medicaid recipients with other third-party
13 sources of payment, Medicaid reimbursement shall not exceed, in combination with such other
14 resources, including Medicare, those amounts established for Medicaid-only patients. The
15 Medicaid payment rate shall be accepted as payment in full. Other than an approved Medicaid
16 co-payment, no portion of a provider's charge shall be billed to the recipient or any
17 person acting on behalf of the recipient. This section does not affect the level of payment
18 from a third-party source other than the Medicaid program. The department shall require a
19 nonenrolled provider to accept Medicaid payments as payment in full.

20 (2) Notwithstanding subsection (1), Medicaid reimbursement for hospital services
21 provided to dual Medicare/Medicaid recipients with Medicare part B coverage only shall
22 equal, when combined with payments for Medicare and other third-party resources, if any,
23 those amounts established for Medicaid-only patients, including capital payments.

24 Sec. 8-1620. (1) For fee-for-service Medicaid claims, the professional dispensing fee
25 for drugs indicated as specialty medications on the Michigan pharmaceutical products list
26 is \$20.02 or the pharmacy's submitted dispensing fee, whichever is less.

27 (2) For fee-for-service Medicaid claims, for drugs not indicated as specialty drugs
28 on the Michigan pharmaceutical products list, the professional dispensing fee for
29 medications is as follows:

30 (a) For medications indicated as preferred on the department's preferred drug list,
31 \$10.80 or the pharmacy's submitted dispensing fee, whichever is less.

32 (b) For medications not on the department's preferred drug list, \$10.64 or the

1 pharmacy's submitted dispensing fee, whichever is less.

2 (c) For medications indicated as nonpreferred on the department's preferred drug
3 list, \$9.00 or the pharmacy's submitted dispensing fee, whichever is less.

4 Sec. 8-1626. By January 15 of the current fiscal year, each pharmacy benefit manager
5 that receives reimbursements, either directly or through a Medicaid health plan, from the
6 funds appropriated in part 1 for medical services must submit all of the following
7 information to the department for the previous fiscal year:

8 (a) The total number of prescriptions that were dispensed.

9 (b) The aggregate fiscal year paid pharmacy claims repriced using the wholesale
10 acquisition cost for each drug on its formulary.

11 (c) The aggregate amount of rebates, discounts, and price concessions that the
12 pharmacy benefit manager received for each drug on its formulary. The amount of rebates
13 shall include any utilization discounts the pharmacy benefit manager receives from a
14 manufacturer.

15 (d) The aggregate amount of administrative fees that the pharmacy benefit manager
16 received from all pharmaceutical manufacturers.

17 (e) The aggregate amount identified in subdivisions (b) and (c) that were retained by
18 the pharmacy benefit manager and did not pass through to the department or to the Medicaid
19 health plan.

20 (f) The aggregate amount of reimbursements the pharmacy benefit manager pays to
21 contracting pharmacies.

22 (g) Any other information considered necessary by the department.

23 Sec. 8-1628. From the funds appropriated in part 1 for hospital services and therapy
24 and Healthy Michigan plan, the department shall continue to allocate \$3,000,000.00 in
25 general fund/general purpose revenue and any associated federal match to maintain the
26 Medicaid reimbursement rate for dental services provided at ambulatory surgical centers and
27 outpatient hospitals. The funding provided in this section must be used to maintain the
28 minimum rate for dental services provided in ambulatory surgical centers at \$1,495.00 and
29 maintain the minimum rate for dental services provided in outpatient hospitals at
30 \$2,300.00.

31 Sec. 8-1629. The department shall utilize maximum allowable cost pricing for generic
32 drugs that is based on wholesaler pricing to providers that is available from at least 2

1 wholesalers who deliver in this state.

2 Sec. 8-1630. From the funds appropriated in part 1 for Medicaid dental services, by
3 April 1 of the current fiscal year, the department shall submit a report to the report
4 recipients required in section 246 of this part on the dental service benefit. The report
5 must cover all of the following areas:

6 (a) Information on the implementation of the Adult Medicaid dental benefit redesign
7 including all of the following:

8 (i) Information on the number of dental providers, by Medicaid health plan in this
9 state who provided 1 or more Medicaid dental services in fiscal year 2021-2022 and the
10 number of additional providers who were added in the previous fiscal year, with a
11 particular focus on the correlation between the average payment per visit and number of
12 enrolled dental providers before and after the implementation of the adult dental benefit
13 redesign.

14 (ii) Information on the status of enhanced care coordination.

15 (iii) Information on the array of covered dental benefits and services before the
16 adult dental redesign and how the available benefits and services changed or expanded after
17 the adult dental redesign.

18 (b) Information on the Healthy Kids Dental program including all of the following:

19 (i) The number of children enrolled in the Healthy Kids Dental program who visited
20 the dentist in the previous fiscal year broken down by dental benefit manager.

21 (ii) The number of dentists who accept payment from the Healthy Kids Dental program
22 broken down by dental benefit manager.

23 (iii) The annual change in dental utilization of children enrolled in the Healthy
24 Kids Dental program broken down by dental benefit manager. (iv) Service expenditures for
25 the Healthy Kids Dental program broken down by dental benefit manager.

26 (iv) Administrative expenditures for the Healthy Kids Dental program broken down by
27 dental benefit manager.

28 Sec. 8-1631. (1) The department shall require co-payments on dental, podiatric, and
29 vision services provided to Medicaid recipients, except as prohibited by federal or state
30 law or regulation.

31 (2) Except as otherwise prohibited by federal or state law or regulation, the
32 department shall require Medicaid recipients to pay the following co-payments:

1 (a) Two dollars for a physician office visit.

2 (b) Three dollars for a hospital emergency room visit.

3 (c) Fifty dollars for the first day of an inpatient hospital stay.

4 (d) Two dollars for an outpatient hospital visit.

5 (e) One dollar for a generic drug or any drug indicated as preferred on the
6 department's preferred drug list and three dollars for a brand-name drug not indicated as
7 preferred on the department's preferred drug list.

8 Sec. 8-1641. An institutional provider that is required to submit a cost report under
9 the Medicaid program shall submit cost reports completed in full within 5 months after the
10 end of its fiscal year.

11 Sec. 8-1644. From the funds appropriated in part 1, the department shall maintain
12 wage subsidy payments to direct care workers at the amount in effect on October 1, 2023.
13 This funding must include all costs incurred by the employer, including payroll taxes, due
14 to the wage increase. As used in this subsection, "direct care workers" means a registered
15 professional nurse, licensed practical nurse, competency-evaluated nursing assistant, and
16 respiratory therapist.

17 (2) From the funds appropriated in part 1, the department shall maintain wage subsidy
18 payments at the amount in effect on October 1, 2023 to direct care workers employed by
19 licensed adult foster care facilities and licensed homes for the aged that provide
20 Medicaid-funded fee-for-service personal care services that were not eligible for any
21 direct care worker pay adjustment under Medicaid-funded managed care. This funding must
22 include all costs incurred by the employer, including payroll taxes, due to the wage
23 increase.

24 Sec. 8-1645. (1) From the funds appropriated in part 1, the department shall increase
25 wages by \$0.85 per hour to eligible non-clinical staff employed by skilled nursing
26 facilities from the previous fiscal year. This funding must include all costs incurred by
27 the employer, including payroll taxes, due to the wage increase.

28 (2) The non-clinical staff eligible for the wage increase described in subsection (1)
29 are those whose costs are reported in the following job classifications in nursing facility
30 institutional cost reports shared with the department:

31 (a) Other housekeeping.

32 (b) Other maintenance worker.

- 1 (c) Other plant operations.
- 2 (d) Other laundry.
- 3 (e) Dining room assistants.
- 4 (f) Other dietary workers.
- 5 (g) Other medical records.
- 6 (h) Other social services.
- 7 (i) Other diversion therapy.
- 8 (j) Beauty and barber.
- 9 (k) Gift, flower, coffee, and canteen worker.

10 Sec. 8-1657. (1) Reimbursement for Medicaid to screen and stabilize a Medicaid
11 recipient, including stabilization of a psychiatric crisis, in a hospital emergency room
12 shall not be made contingent on obtaining prior authorization from the recipient's HMO. If
13 the recipient is discharged from the emergency room, the hospital shall notify the
14 recipient's HMO within 24 hours of the diagnosis and treatment received.

15 (2) If the treating hospital determines that the recipient will require further
16 medical service or hospitalization beyond the point of stabilization, that hospital shall
17 receive authorization from the recipient's HMO prior to admitting the recipient.

18 (3) Subsections (1) and (2) do not require an alteration to an existing agreement
19 between an HMO and its contracting hospitals and do not require an HMO to reimburse for
20 services that are not considered to be medically necessary.

21 Sec. 8-1662. (1) The department shall ensure that an external quality review of each
22 contracting HMO is performed that results in an analysis and evaluation of aggregated
23 information on quality, timeliness, and access to health care services that the HMO or its
24 contractors furnish to Medicaid beneficiaries.

25 (2) The department shall require Medicaid HMOs to provide EPSDT utilization data
26 through the encounter data system, and HEDIS well child health measures in accordance with
27 the National Committee for Quality Assurance prescribed methodology.

28 Sec. 8-1670. (1) The appropriation in part 1 for the MIChild program is to be used to
29 provide comprehensive health care to all children under age 19 who reside in families with
30 income at or below 212% of the federal poverty level, who are uninsured and have not had
31 coverage by other comprehensive health insurance within 6 months of making application for
32 MIChild benefits, and who are residents of this state. The department shall develop

1 detailed eligibility criteria through the behavioral and physical health and aging services
2 administration public concurrence process, consistent with the provisions of this part and
3 part 1.

4 (2) The department shall provide up to 1 year of continuous eligibility to children
5 eligible for the MIChild program unless the child reaches age 19.

6 Sec. 8-1677. The MIChild program shall provide, at a minimum, all benefits available
7 under the Michigan benchmark plan that are delivered through contracted providers and
8 consistent with federal law, including, but not limited to, the following medically
9 necessary services:

10 (a) Inpatient mental health services, other than substance use disorder treatment
11 services, including services furnished in a state-operated mental hospital and residential
12 or other 24-hour therapeutically planned structured services.

13 (b) Outpatient mental health services, other than substance use disorder services,
14 including services furnished in a state-operated mental hospital and community-based
15 services.

16 (c) Durable medical equipment and prosthetic and orthotic devices.

17 (d) Dental services as outlined in the approved MIChild state plan.

18 (e) Substance use disorder treatment services that may include inpatient, outpatient,
19 and residential substance use disorder treatment services.

20 (f) Care management services for mental health diagnoses.

21 (g) Physical therapy, occupational therapy, and services for individuals with speech,
22 hearing, and language disorders.

23 (h) Emergency ambulance services.

24 Sec. 8-1682. (1) In addition to the appropriations in part 1, the department is
25 authorized to receive and spend penalty money received as the result of noncompliance with
26 Medicaid certification regulations. Penalty money, characterized as private funds, received
27 by the department shall increase authorizations and allotments in the long-term care
28 accounts.

29 (2) Any unexpended penalty money, at the end of the year, shall carry forward to the
30 following year.

31 Sec. 8-1692. (1) The department is authorized to pursue reimbursement for eligible
32 services provided in Michigan schools from the federal Medicaid program. The department and

1 the state budget director are authorized to negotiate and enter into agreements, together
2 with the department of education, with local and intermediate school districts regarding
3 the sharing of federal Medicaid services funds received for these services. The department
4 is authorized to receive and disburse funds to participating school districts pursuant to
5 such agreements and state and federal law.

6 (2) From the funds appropriated in part 1 for health services school-based services
7 payments, the department is authorized to do all of the following:

8 (a) Finance activities within the behavioral and physical health and aging services
9 administration related to this project.

10 (b) Reimburse participating school districts pursuant to the fund-sharing ratios
11 negotiated in the state-local agreements authorized in subsection (1).

12 (c) Offset general fund costs associated with the Medicaid program.

13 Sec. 8-1693. The special Medicaid reimbursement appropriation in part 1 may be
14 increased if the department submits a Medicaid state plan amendment pertaining to this line
15 item at a level higher than the appropriation. The department is authorized to
16 appropriately adjust financing sources in accordance with the increased appropriation.

17 Sec. 8-1694. From the funds appropriated in part 1 for special Medicaid
18 reimbursement, \$1,508,500.00. of general fund/general purpose revenue and any associated
19 federal match shall be distributed for poison control services to an academic health care
20 system that has a high indigent care volume.

21 Sec. 8-1697. The department shall require that Medicaid health plans administering
22 Healthy Michigan plan benefits maintain a network of dental providers in sufficient
23 numbers, mix, and geographic locations throughout their respective service areas in order
24 to provide adequate dental care for Healthy Michigan plan enrollees.

25 Sec. 8-1700. By December 1 of the current fiscal year, the department shall report to
26 the report recipients required in section 246 of this part on the distribution of funding
27 provided, and the net benefit if the special hospital payment is not financed with general
28 fund/general purpose revenue, to each eligible hospital during the previous fiscal year
29 from the following special hospital payments:

30 (a) GME.

31 (b) Special rural hospital payments provided under section 1802(2) of this part.

32 (c) Lump-sum payments to rural hospitals for obstetrical care provided under section

1 1802(1) of this part.

2 Sec. 8-1702. From the funds appropriated in part 1, the department shall maintain the
3 rates in place in the prior fiscal year for private duty nursing services for Medicaid
4 beneficiaries under the age of 21. These additional funds must be used to attract and
5 retain highly qualified registered nurses and licensed practical nurses to provide private
6 duty nursing services so that medically fragile individuals can be cared for in the most
7 homelike setting possible.

8 Sec. 8-1757. The department shall obtain proof from all Medicaid recipients that they
9 are United States citizens or otherwise legally residing in this country and that they are
10 residents of this state before approving Medicaid eligibility.

11 Sec. 8-1764. The department shall annually certify whether rates paid to Medicaid
12 health plans and specialty PIHPs are actuarially sound in accordance with federal
13 requirements and shall provide a copy of the rate certification and approval of rates paid
14 to Medicaid health plans and specialty PIHPs for any fiscal year by October 1 for Medicaid
15 capitation rate certifications and by February 15, May 15, and August 15 for any Medicaid
16 capitation rate amendments to the report recipients required in section 246 of this part.
17 Following the rate certification, the department shall ensure that no new or revised state
18 Medicaid policy bulletin that is promulgated materially impacts the capitation rates that
19 have been certified.

20 Sec. 8-1786. From the funds appropriated in part 1, the department shall maintain
21 Medicaid reimbursement for the administration of injectable and oral vaccines at \$23.03.

22 Sec. 8-1788. From the funds appropriated in part 1, the department shall provide
23 Medicaid reimbursement rates, including Medicaid reimbursements from the ambulance provider
24 quality assurance assessment, for ground ambulance services at not less than 100% of the
25 Medicare base rates for Locality 01 for those services in effect on January 1, 2023.

26 Sec. 8-1790. The department shall maintain the current practitioner rates paid for
27 current procedural terminology (CPT) codes 90791 through 90899 for psychiatric procedures
28 through Medicaid fee-for-service and through the comprehensive Medicaid health plans for
29 psychiatric procedures provided for Medicaid recipients under the age of 21.

30 Sec. 8-1791. From the funds appropriated in part 1 for health plan services and
31 physician services, the department shall provide Medicaid reimbursement rates for neonatal
32 services at 100% of the Medicare rate received for those services in effect on the date the

1 services are provided to eligible Medicaid recipients. The current procedural terminology
2 (CPT) codes that are eligible for this reimbursement rate increase are 99468, 99469, 99471,
3 99472, 99475, 99476, 99477, 99478, 99479, and 99480.

4 Sec. 8-1801. From the funds appropriated in part 1 for physician services and health
5 plan services, the department shall continue the increase to Medicaid rates for primary
6 care services provided only by primary care providers. Providers performing a service and
7 whose primary practice is as a non-primary-care subspecialty are not eligible for the
8 increase. The department shall establish policies that most effectively limit the increase
9 to primary care providers for primary care services only. As used in this section, "primary
10 care provider" means a physician, or a practitioner working in collaboration with a
11 physician, who is either licensed under part 170 or part 175 of the public health code,
12 1978 PA 368, MCL 333.17001 to 333.17097 and 333.17501 to 333.17556, and working as a
13 primary care provider in general practice or board-eligible or certified with a specialty
14 designation of family medicine, general internal medicine, or pediatric medicine, or a
15 provider who provides the department with documentation of equivalency.

16 Sec. 8-1802. (1) From the funds appropriated in part 1 for hospital services and
17 therapy, \$7,995,200.00 in general fund/general purpose revenue shall be provided as lump-
18 sum payments to noncritical access hospitals that qualified for rural hospital access
19 payments in fiscal year 2013-2014 and that provide obstetrical care in the current fiscal
20 year. Payment amounts shall be based on the volume of obstetrical care cases and newborn
21 care cases for all such cases billed by each qualified hospital in the most recent year for
22 which data is available. Payments shall be made by January 1 of the current fiscal year.

23 (2) From the funds appropriated in part 1 for hospital services and therapy and
24 Healthy Michigan plan, \$15,204,800.00 in general fund/general purpose revenue and any
25 associated federal match shall be awarded as rural access payments to noncritical access
26 hospitals that meet criteria established by the department for services to low-income rural
27 residents. One of the reimbursement components of the distribution formula shall be
28 assistance with labor and delivery services. For the current fiscal year, a hospital that
29 met established occupied bed criteria based on Medicaid cost reports as of the fiscal year
30 ending September 30, 2011, and that is located within a county with a population of not
31 more than 165,000 and within a city, village, or township with a population of not more
32 than 16,000 according to the 2000 federal decennial census is eligible solely for the rural

1 access pool general fund/general purpose revenue portion. The department shall ensure that
2 the rural access payments described in this subsection are distributed in a manner that
3 ensures both of the following:

4 (a) A hospital does not receive more than 10.0% of the total rural access funding
5 referenced in this subsection.

6 (b) The methodology for distribution under this subsection and its applicable data
7 that are used to determine the payment amounts are provided to each hospital by August 1 of
8 the current fiscal year.

9 (3) The department shall publish the distribution of payments for the current fiscal
10 year and the previous fiscal year.

11 Sec. 8-1804. The department may utilize the federal public assistance reporting
12 information system to continue to work to identify Medicaid recipients who are veterans and
13 who may be eligible for federal veterans' health care benefits or other benefits and shall
14 continue to refer veterans to the department of military and veterans affairs for
15 assistance in securing additional benefits.

16 Sec. 8-1810. In advance of the annual rate setting development, Medicaid health plans
17 shall be given at least 60 days to dispute and correct any discarded encounter data before
18 rates are certified. The department shall notify each contracting Medicaid health plan of
19 any encounter data that have not been accepted for the purposes of rate setting.

20 Sec. 8-1812. By June 1 of the current fiscal year, and using the most recent
21 available cost reports, the department shall complete a report of all direct and indirect
22 costs associated with residency training programs for each hospital that receives funds
23 appropriated in part 1 for graduate medical education or through the MiDocs consortium. The
24 report shall be submitted to the report recipients required in section 246 of this part.

25 Sec. 8-1820. (1) In order to avoid duplication of efforts, the department shall
26 utilize applicable national accreditation review criteria to determine compliance with
27 corresponding state requirements for Medicaid health plans that have been reviewed and
28 accredited by a national accrediting entity for health care services.

29 (2) The department shall continue to comply with state and federal law and shall not
30 initiate an action that negatively impacts beneficiary safety.

31 (3) As used in this section, "national accrediting entity" means the National
32 Committee for Quality Assurance, the URAC, formerly known as the Utilization Review

1 Accreditation Commission, or other appropriate entity, as approved by the department.

2 Sec. 8-1830. From the funds appropriated in part 1 for hospital services and therapy,
3 the department shall allocate \$5,000,000.00 to support prenatal health care providers
4 operating in this state to provide services for existing group-based prenatal care programs
5 that include 1 or more health care professionals leading small groups of expectant mothers
6 - in the same phase of pregnancy - in discussions and other health services that promote
7 the well-being and health of mothers and babies.

8 Sec. 8-1831. From the funds appropriated in part 1 for hospital services and therapy,
9 the department shall allocate \$10,000,000.00 to continue to support hospitals in this state
10 to administer and expand a data-driven maternal safety and quality improvement initiative,
11 based on interdisciplinary, consensus-based practices to improve maternal safety and
12 outcomes. The initiative expansion must focus on mitigating pregnancy-associated injury and
13 death, work to improve outcomes for underserved groups, and address problems related to
14 substance use disorders.

15 Sec. 8-1837. The department shall continue, and expand where appropriate, utilization
16 of telemedicine and telepsychiatry as strategies to increase access to services for
17 Medicaid recipients.

18 Sec. 8-1846. From the funds appropriated in part 1 for graduate medical education,
19 the department shall distribute the funds with an emphasis on the following health care
20 workforce goals:

21 (a) The encouragement of the training of physicians in specialties, including primary
22 care, that are necessary to meet the future needs of residents of this state.

23 (b) The training of physicians in settings that include ambulatory sites and rural
24 locations.

25 (c) The training of practitioners providing pediatric psychiatry services.

26 Sec. 8-1850. The department may allow Medicaid health plans to assist with
27 maintaining eligibility through outreach activities to ensure continuation of Medicaid
28 eligibility and enrollment in managed care. This may include mailings, telephone contact,
29 or face-to-face contact with beneficiaries enrolled in the individual Medicaid health plan.
30 Health plans may offer assistance in completing paperwork for beneficiaries enrolled in
31 their plan.

32 Sec. 8-1854. The funds appropriated in part 1 for program of all-inclusive care for

1 the elderly (PACE) must support a current fiscal year enrollment cap that is not less than
2 7,553.

3 Sec. 8-1855. From the funds appropriated in part 1 for program of all-inclusive care
4 for the elderly (PACE), to the extent that funding is available in the PACE line item and
5 unused program slots are available, the department may do the following:

6 (a) Increase the number of slots for an already-established local PACE program if the
7 local PACE program has provided appropriate documentation to the department indicating its
8 ability to expand capacity to provide services to additional PACE clients.

9 (b) Suspend the 10 member per month individual PACE program enrollment increase cap
10 in order to allow unused and unobligated slots to be allocated to address unmet demand for
11 PACE services.

12 Sec. 8-1856. (1) From the funds appropriated in part 1 for hospice services,
13 \$5,000,000.00 shall be expended to provide room and board for Medicaid recipients who meet
14 hospice eligibility requirements and receive services at Medicaid enrolled hospice
15 residences in this state. The department shall distribute funds through grants based on the
16 total beds located in all eligible residences that have been providing these services as of
17 October 1, 2017. Any eligible grant applicant may inform the department of the applicant's
18 request to reduce the grant amount allocated for the applicant's residence and the funds
19 shall be distributed proportionally to increase the total grant amount of the remaining
20 grant-eligible residences. Grant amounts shall be paid out monthly with 1/12 of the total
21 grant amount distributed each month to the grantees.

22 (2) By September 15 of the current fiscal year, each Medicaid-enrolled hospice with a
23 residence that receives funds under this section shall provide a report to the department
24 on the utilization of the grant funding provided in subsection (1). The report shall be
25 provided in a format prescribed by the department and shall include the following:

26 (a) The number of patients served.

27 (b) The number of days served.

28 (c) The daily room and board rates for the patients served.

29 (d) If there is not sufficient funding to cover the total room and board need, the
30 number of patients who did not receive care due to insufficient grant funding.

31 (3) If funds remain at the end of the current fiscal year, the Medicaid-enrolled
32 hospice with a residence shall return funding to the state.

1 Sec. 8-1859. The department shall partner with the Michigan Association of Health
2 Plans (MAHP) and Medicaid health plans to develop and implement strategies for the use of
3 information technology services for Medicaid research activities. The department shall make
4 available state medical assistance program data, including Medicaid behavioral data, to
5 MAHP and Medicaid health plans or any vendor considered qualified by the department for the
6 purpose of research activities consistent with this state's goals of improving health;
7 increasing the quality, reliability, availability, and continuity of care; and reducing the
8 cost of care for the eligible population of Medicaid recipients.

9 Sec. 8-1862. From the funds appropriated in part 1, the department shall maintain
10 payment rates for Medicaid obstetrical services at 95% of Medicare levels effective October
11 1, 2014.

12 Sec. 8-1870. (1) From the funds appropriated in part 1 for hospital services and
13 therapy, the department shall allocate \$6,400,000.00 in general fund/general purpose
14 revenue plus any contributions from public entities, up to \$5,000,000.00, and any
15 associated federal match to the MiDocs consortium to create new primary care residency
16 slots in underserved communities. The new primary care residency slots must be in 1 of the
17 following specialties: family medicine, general internal medicine, general pediatrics,
18 general OB-GYN, psychiatry, or general surgery.

19 (2) The department shall seek any necessary approvals from CMS to allow the
20 department to implement the program described in this section.

21 (3) Assistance with repayment of medical education loans, loan interest payments, or
22 scholarships provided by MiDocs shall be contingent upon a minimum 2-year commitment to
23 practice in an underserved community in this state post-residency and an agreement to
24 forego any sub-specialty training for at least 2 years post-residency with the exception of
25 a child and adolescent psychiatry fellowship that must be integrated with a psychiatry
26 residency training program in a MiDocs affiliated institution.

27 (4) The MiDocs shall work with the department to integrate the Michigan inpatient
28 psychiatric admissions discussion (MIPAD) recommendations and, when possible, prioritize
29 training opportunities in state psychiatric hospitals and community mental health
30 organizations.

31 (5) The department shall maintain the MiDocs initiative advisory council to help
32 support implementation of the program described in this section, and provide oversight. The

1 advisory council shall be composed of the MiDocs consortium, the Michigan Area Health
2 Education Centers, the Michigan Primary Care Association, the Michigan Center for Rural
3 Health, the Michigan Academy of Family Physicians, and any other appointees designated by
4 the department.

5 (6) Outcomes and performance measures for this program include, but are not limited
6 to, the following:

7 (a) Increasing this state's ability to recruit, train, and retain primary care
8 physicians and other select specialty physicians in underserved communities.

9 (b) Maximizing training opportunities with community health centers, rural critical
10 access hospitals, solo or group private practice physician practices, schools, and other
11 community-based clinics, in addition to required rotations at inpatient hospitals.

12 (c) Increasing the number of residency slots for family medicine, general internal
13 medicine, general pediatrics, general OB-GYN, psychiatry, and general surgery.

14 (7) Unexpended and unencumbered funds up to a maximum \$6,400,000.00 in general
15 fund/general purpose revenue plus any contributions from public entities, up to
16 \$5,000,000.00, and any associated federal match remaining in accounts appropriated in part
17 1 for hospital services and therapy are designated as work project appropriations, and any
18 unencumbered or unallotted funds shall not lapse at the end of the fiscal year and shall be
19 available for expenditures for the MiDocs consortium to create new primary care residency
20 slots in underserved communities under this section until the work project has been
21 completed. All of the following are in compliance with section 451a(1) of the management
22 and budget act, 1984 PA 431, MCL 18.1451a:

23 (a) The purpose of the work project is to fund the cost of the MiDocs consortium to
24 create new primary care residency slots in underserved communities.

25 (b) The work project will be accomplished by contracting with the MiDocs consortium
26 to oversee the creation of new primary care residency slots.

27 (c) The total estimated completion cost of the work project is \$20,200,000.00.

28 (d) The tentative completion date is September 30, 2029.

29 Sec. 8-1872. From the funds appropriated in part 1 for personal care services, the
30 department shall maintain the monthly Medicaid personal care supplement paid to adult
31 foster care facilities and homes for the aged that provide personal care services to
32 Medicaid recipients in place during the previous fiscal year.

1 Sec. 8-1874. The department shall ensure, in counties where program of all-inclusive
2 care for the elderly or PACE services are available, that the program of all-inclusive care
3 for the elderly (PACE) is included as an option in all options counseling and enrollment
4 brokering for aging services and managed care programs, including, but not limited to, Area
5 Agencies on Aging, centers for independent living, and the MiChoice home and community-
6 based waiver. Such options counseling must include approved marketing and discussion
7 materials.

8 Sec. 8-1879. The department shall maintain a single, standard preferred drug list to
9 be used by all contracted Medicaid managed health care programs. Changes to the preferred
10 drug list shall be made in consultation with all contracted managed health care programs
11 and the Michigan pharmacy and therapeutics committee to ensure sufficient access to
12 medically necessary drugs for each disease state. The department has final authority over
13 the list and shall design the list to ensure access to clinically effective and appropriate
14 drug therapies and maximize federal rebates and supplemental rebates.

15 Sec. 8-1896. From the funds appropriated in part 1, the department shall maintain a
16 Medicaid recuperative care and transitional services benefit for beneficiaries experiencing
17 homelessness. These services, which include medical and care coordination support, must be
18 provided to eligible beneficiaries as part of a hospital discharge process.

19
20 **INFORMATION TECHNOLOGY**

21 Sec. 8-1901. (1) The department shall submit a report on a semiannual basis to the
22 report recipients required in section 246 of this part on a list of projects approved in
23 the previous 6 months and the purpose for approving each project including any federal,
24 state, court, or legislative requirement for each project.

25 (2) Once an award for an expansion of information technology is made, the department
26 shall submit a report to the report recipients required in section 246 of this part on the
27 projected cost of the expansion broken down by use and type of expense.

28 Sec. 8-1906. From the funds appropriated in part 1 for information technology
29 services and projects, the department shall allocate \$1,750,000.00 general fund/general
30 purpose revenue, and all associated federal matching revenue, to a public and private
31 nonprofit collaboration that is designated as this state's statewide health information
32 exchange by cooperative agreement, to implement health information technology strategies

1 for health information exchange development, data management, and population health at a
2 statewide level.

3 Sec. 8-1909. (1) From the funds appropriated in part 1 for child support automation,
4 the department shall only encumber or expend funds for the operation, maintenance, and
5 improvements of the Michigan child support enforcement system (MiCSES).

6 (2) From the funds appropriated in part 1 for bridges information system, the
7 department shall only encumber or expend funds for the operation, maintenance, and
8 improvements of Bridges and MIBridges.

9 (3) From the funds appropriated in part 1 for Michigan Medicaid information system,
10 the department shall only encumber or expend funds for the operation, maintenance, and
11 improvements of the community health automated Medicaid processing system (CHAMPS).

12 (4) From the funds appropriated in part 1 for Michigan statewide automated child
13 welfare information system, the department shall only encumber or expend funds for the
14 operation, maintenance, and improvements of MiSACWIS.

15 (5) From the funds appropriated in part 1 for comprehensive child welfare information
16 system, the department shall only encumber or expend funds for the operation, maintenance,
17 and improvements to the comprehensive child welfare information system.

18 (6) From the funds appropriated in part 1 for comprehensive child welfare information
19 system, the department shall continue development of a new information system to replace
20 MiSACWIS consistent with the plan provided by the department to the United States District
21 Court for Eastern District of Michigan as a part of the settlement. The development of the
22 comprehensive child welfare information system shall adhere to department of technology,
23 management, and budget and IT Investment Fund (ITIF) policies and practices, including use
24 of the state unified information technology environment methodology and agile development.
25 The project team shall also participate in and comply with the enterprise portfolio
26 management office process and product quality assurance. To ensure full transparency, the
27 project shall be included in the ITIF portfolio for executive, legislative, and external
28 reporting purposes. As a component of the ITIF portfolio, the project is subject to
29 governance and oversight by the IT investment management board.

30 Sec. 8-1910. From the funds appropriated in part 1, \$532,841,400.00 is appropriated
31 for information technology services and projects including:

32 (a) \$114,678,900.00 for bridges information system.

- 1 (b) \$21,555,400.00 for Michigan statewide automated child welfare information system.
- 2 (c) \$102,482,000.00 for Michigan Medicaid information system.
- 3 (d) \$44,243,200.00 for child support automation.
- 4 (e) \$8,274,700.00 for comprehensive child welfare information system.

5
6 **ONE-TIME APPROPRIATIONS**

7 Sec. 8-1911. (1) From the funds appropriated in part 1 for employment and training
8 support services, the department support individuals and families to remain employed and
9 become self-sufficient.

10 (2) The unexpended funds appropriated in part 1 for employment and training support
11 services are designated as a work project appropriation. Unencumbered or unallotted funds
12 shall not lapse at the end of the fiscal year and shall be available for expenditures under
13 this section until the project has been completed. The following is in compliance with
14 section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

15 (a) The purpose of the project is to provide funds for vehicle repairs, purchases,
16 and other services to assist individuals in accessing and retaining employment.

17 (b) The project will be accomplished by utilizing state employees or contracts.

18 (c) The total estimated cost of the project is \$5,000,000.00.

19 (d) The tentative completion date is September 30, 2029.

20 Sec. 8-1912. (1) From the funds appropriated in part 1 for homeless programs, the
21 department shall support family shelters, individuals, and families who are homeless or at
22 risk of being homeless. Eligible expenditures from this line shall include the following:

23 (a) Emergency hoteling for families experiencing homelessness.

24 (b) Services to support families engaged with child welfare. This may include but is
25 not limited to eviction diversion, first month's rent and deposit, and utility arrears.

26 (c) Creating additional spaces at family homeless shelters.

27 (2) The unexpended funds appropriated in part 1 for homeless programs are designated
28 as a work project appropriation. Unencumbered or unallotted funds shall not lapse at the
29 end of the fiscal year and shall be available for expenditures under this section until the
30 project has been completed. The following is in compliance with section 451a(1) of the
31 management and budget act, 1984 PA 431, MCL 18.1451a:

32 (a) The purpose of the project is to provide emergency hoteling for families in need,

1 provide emergency housing funds for families engaged with child welfare, and build up
2 family shelter capacity.

3 (b) The project will be accomplished by utilizing state employees or contracts.

4 (c) The total estimated cost of the project is \$7,250,000.00.

5 (d) The tentative completion date is September 30, 2029.

6 Sec. 8-1913. (1) From the funds appropriated in part 1 for doula training and
7 continuing education, the department shall support professional development for doulas
8 participating in the department's doula registry.

9 (2) The unexpended funds appropriated in part 1 for doula training and continuing
10 education are designated as a work project appropriation. Unencumbered or unallotted funds
11 shall not lapse at the end of the fiscal year and shall be available for expenditures under
12 this section until the project has been completed. The following is in compliance with
13 section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

14 (a) The purpose of the project is to provide training and continuing education for
15 new and established doulas that serve Michigan residents.

16 (b) The project will be accomplished by utilizing state employees or contracts.

17 (c) The total estimated cost of the project is \$2,909,800.00.

18 (d) The tentative completion date is September 30, 2029.

19 Sec. 8-1915. (1) From the funds appropriated in part 1 for school training and
20 technical assistance, the department shall contract with a public university in a county
21 with a population between 370,000 and 375,000 according to the most recent federal
22 decennial census to provide training, technical assistance, and evaluations tied to local
23 strategies intended to reduce school violence. Assistance to school districts for violence
24 prevention strategies may include, but is not limited to, any of the following:

25 (a) School climate improvement.

26 (b) Student care and threat assessment teams.

27 (c) Anonymous reporting systems.

28 (d) Restorative justice practices.

29 (e) Evidence-based student leadership development.

30 (2) The unexpended funds appropriated in part 1 for school training and technical
31 assistance are designated as a work project appropriation, and any unencumbered or
32 unallotted funds shall not lapse at the end of the fiscal year and shall be available for

1 expenditures for projects under this section until the projects have been completed. The
2 following are in compliance with section 451a of the management and budget act, 1984 PA
3 431, MCL 18.1451a:

4 (a) The purpose of the project is to contract for training and technical assistance
5 for Michigan schools to reduce firearm injuries in the state.

6 (b) The project will be accomplished by utilizing state employees or contracts.

7 (c) The total estimated cost of the project is \$1,000,000.00.

8 (d) The tentative completion date is September 30, 2029.

9 Sec. 8-1916. (1) From the funds appropriated in part 1 for violence prevention
10 training and technical assistance, the department shall contract with a public university
11 in a county with a population between 370,000 and 375,000 according to the most recent
12 federal decennial census to provide training, technical assistance, and program evaluation
13 support related to statutory changes established in 2023 PA 38 of 2023, MCL 691.1801 to
14 691.1821.

15 (2) The unexpended funds appropriated in part 1 for violence prevention training and
16 technical assistance are designated as a work project appropriation, and any unencumbered
17 or unallotted funds shall not lapse at the end of the fiscal year and shall be available
18 for expenditures for projects under this section until the projects have been completed.
19 The following are in compliance with section 451a of the management and budget act, 1984 PA
20 431, MCL 18.1451a:

21 (a) The purpose of the project is to access training, technical support, and program
22 evaluation associated with implementing legislation establishing extreme risk protective
23 orders.

24 (b) The project will be accomplished by utilizing state employees or contracts.

25 (c) The total estimated cost of the project is \$2,550,000.00.

26 (d) The tentative completion date is September 30, 2029.

27 Sec. 8-1917. (1) From the funds appropriated in part 1 for injury tracking, the
28 department shall contract with a public university in a county with a population between
29 370,000 and 375,000 according to the most recent federal decennial census to build
30 infrastructure to support the collection of more complete data about fatal and non-fatal
31 firearm injuries in the state of Michigan.

32 (2) The unexpended funds appropriated in part 1 for injury tracking are designated as

1 a work project appropriation, and any unencumbered or unallotted funds shall not lapse at
2 the end of the fiscal year and shall be available for expenditures for projects under this
3 section until the projects have been completed. The following are in compliance with
4 section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

5 (a) The purpose of the project is to establish new infrastructure to support
6 collection of firearm injuries in the state.

7 (b) The project will be accomplished by utilizing state employees or contracts.

8 (c) The total estimated cost of the project is \$750,000.00.

9 (d) The tentative completion date is September 30, 2029.

10 Sec. 8-1918. (1) From the funds appropriated in part 1 for ARP - Behavioral Health
11 Workforce Support Fund, the department shall allocate \$3,000,000.00 to support recruitment
12 and retention of behavioral health professionals.

13 (2) The unexpended funds appropriated in part 1 for ARP - Behavioral Health Workforce
14 Support Fund are designated as a work project appropriation. Unencumbered or unallotted
15 funds shall not lapse at the end of the fiscal year and shall be available for expenditures
16 for projects under this section until the projects have been completed. The following is in
17 compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

18 (a) The purpose of the project is to establish internships and scholarships funding
19 for critical health workers.

20 (b) The project will be accomplished by utilizing state employees or contracts with
21 service providers, or both.

22 (c) The estimated cost of the project is \$3,000,000.00.

23 (d) The tentative completion date is September 30, 2029.

24 Sec. 8-1919. From the funds appropriated in part 1 for firefighter health care the
25 department shall allocate \$3,500,000.00 for health screenings for firefighters.

26 Sec. 8-1927. (1) From the funds appropriated in part 1 for community violence
27 prevention - community grant program, the department's office of community violence
28 intervention shall expend \$5,000,000.00 to support community providers of violence
29 intervention services.

30 (2) The unexpended funds appropriated in part 1 for community violence prevention -
31 community grant program are designated as a work project appropriation. Unencumbered or
32 unallotted funds shall not lapse at the end of the fiscal year and shall be available for

1 expenditures under this section until the project has been completed. The following are in
2 compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

3 (a) The purpose of the project is to provide grant funding for community violence
4 intervention and gun prevention programs.

5 (b) The project will be accomplished by utilizing state employees or contracts with
6 service providers, or both.

7 (c) The estimated cost of the project is \$5,000,000.00.

8 (d) The tentative completion date is September 30, 2029.

9 Sec. 8-1930. (1) From the funds appropriated in part 1 for children's services
10 administration training, the department shall provide grant funding to support improvements
11 in the current training program for children's services administration staff that will
12 include experiential child safety training.

13 2) The unexpended funds appropriated in part 1 for children's services administration
14 training are designated as a work project appropriation, and any unencumbered or unallotted
15 funds shall not lapse at the end of the fiscal year and shall be available for expenditures
16 under this section until the project has been completed. The following are in compliance
17 with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

18 (a) The purpose of the work project is to fund experiential child safety training to
19 be provided to children's services administration staff.

20 (b) The work project will be accomplished by utilizing state employees or contracts
21 with service providers, or both.

22 (c) The total estimated completion cost of the work project is \$2,000,000.00.

23 (d) The tentative completion date is September 30, 2029.

24 Sec. 8-1931. (1) The funds appropriated in part 1 for Nurse incentive program must be
25 used to provide loan repayment assistance to eligible nurses who work in state operated and
26 non-state operated facilities.

27 (2) The unexpended funds appropriated in part 1 for Nurse incentive program are
28 designated as a work project appropriation, and any unencumbered or unallotted funds shall
29 not lapse at the end of the fiscal year and shall be available for expenditures for
30 projects under this section until the projects have been completed. The following are in
31 compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

32 (a) The purpose of the project is to expand financial support provided through the

1 essential health provider repayment program to nurses.

2 (b) The project will be accomplished by utilizing state employees or contracts.

3 (c) The total estimated cost of the project is \$10,000,000.00.

4 (d) The tentative completion date is September 30, 2029.

5 Sec. 8-1932. From the funds appropriated in part 1, the department shall allocate
6 \$250,000.00 in general fund/general purpose revenue and any associated federal match to
7 enhance Medicaid health plan outreach in partnership with the National Kidney Foundation of
8 Michigan.

9 Sec. 8-1933. (1) From the funds appropriated in part 1, the department shall allocate
10 \$5,000,000.00 in general fund/general purpose revenue to weatherization assistance - IIJA
11 to reduce energy costs for low-income families.

12 (2) The unexpended funds appropriated in part 1 for weatherization assistance - IIJA
13 are designated as a work project appropriation. Unencumbered or unallotted funds shall not
14 lapse at the end of the fiscal year and shall be available for expenditures under this
15 section until the project has been completed. The following is in compliance with section
16 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

17 (a) The purpose of the project is to reduce energy costs for low-income families,
18 particularly for the elderly, people with disabilities, and children, while ensuring their
19 health and safety.

20 (b) The project will be accomplished by utilizing state employees or contracts.

21 (c) The total estimated cost of the project is \$5,000,000.00.

22 (d) The tentative completion date is September 30, 2029.

23
24 Sec. 8-1937. (1) From the funds appropriated in part 1 for first responder and public
25 safety staff mental health, the department shall allocate \$2,500,000.00 toward a program to
26 support firefighters, police officers, emergency medical services personnel, public safety
27 tele-communicators, local correctional officers, juvenile detention employees, prosecutors,
28 and individuals working on special teams such as internet sex crimes, sexual crimes against
29 children, or traffic fatalities suffering from post-traumatic stress syndrome and other
30 mental health conditions. The grant program must primarily provide grants to behavioral
31 health providers and may also include funding to the Michigan crisis and action line
32 established under section 165 of the mental health code, 1974 PA 258, MCL 330.1165, to

1 improve information and referrals for these services. The program must coordinate and
2 integrate with the Michigan crisis and access line established under section 165 of the
3 mental health code, 1974 PA 258, MCL 330.1165.

4 (2) The unexpended funds appropriated in part 1 for first responder and public safety
5 staff mental health are designated as a work project appropriation. Unencumbered or
6 unallotted funds shall not lapse at the end of the fiscal year and shall be available for
7 expenditures under this section until the project has been completed. All of the following
8 are in compliance with section 451a of the management and budget act, 1984 PA 431, MCL
9 18.1451a:

10 (a) The purpose of the project is to ensure that first responder and public safety
11 staff who are dealing with post-traumatic stress syndrome and other mental health
12 conditions have access to enhanced mental health services.

13 (b) The project will be accomplished by utilizing state employees, contracting with
14 vendors, or working with local partners.

15 (c) The estimated cost of the project is \$2,500,000.00.

16 (d) The tentative completion date is September 30, 2029.

17 Sec. 8-1954. (1) From the funds appropriated in part 1 for Family planning local
18 agreements, the department shall allocate \$14,200,000.00 to support statewide family
19 planning services.

20 (2) The unexpended funds appropriated in part 1 for family planning local agreements
21 are designated as a work project appropriation, and any unencumbered or unallotted funds
22 shall not lapse at the end of the fiscal year and shall be available for expenditures for
23 projects under this section until the projects have been completed. The following is in
24 compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

25 (a) The purpose of the project is to assist individuals and families in planning and
26 spacing births, preventing unintended pregnancy, and seeking preventive health screenings.

27 (b) The project will be accomplished by utilizing state employees or contracts.

28 (c) The total estimated cost of the project is \$14,200,000.00.

29 (d) The tentative completion date is September 30, 2029.

30 Sec. 8-1961. From the funds appropriated in part one for Home Health Care Authority,
31 the department shall allocate \$1,000,000.00 to support the creation of a home health care
32 public authority. Once established, the home health care public authority will be tasked

1 with providing supportive services to Medicaid enrollees accessing eligible community-based
2 supports, their families, and those who serve them. Supportive services may include program
3 orientation, training, and a patient matching services to home health care workers.

4 Sec. 8-1984. From the funds appropriated in part 1 for maternal health services, the
5 department shall provide grants to organizations working to improve maternal and infant
6 health. Funds appropriated under this section must be distributed to both of the following:

7 (a) \$5,000,000.00 to the Michigan perinatal quality collaborative to support regional
8 strategies to improve maternal and infant health outcomes.

9 (b) \$2,500,000.00 for grants to health providers to improve and expand the use of the
10 CenteringPregnancy model to address racial disparities in preterm birth.

11 Sec. 8-1985. (1) From the funds appropriated in part 1 for ARP - community health
12 programs, the department shall allocate funds to address disparities in health care access
13 and outcomes. Eligible expenditures from this line shall include, but not be limited to,
14 the following:

15 (a) Funding to support the operation of mobile health units to provide preventative
16 health services for persons residing in areas with disparities in health care outcome and
17 access.

18 (b) Grants to support eligible applicants for funds to support the operation of
19 community-based health clinics.

20 (c) Grants to support the development and operation of healthy community zones.

21 (d) A grant to the Sickle Cell Disease Association of America for the operation of a
22 Sickle Cell Center of Excellence.

23 (2) The unexpended funds appropriated in part 1 for ARP - community health programs
24 are designated as a work project appropriation, and any unencumbered or unallotted funds
25 shall not lapse at the end of the fiscal year and shall be available for expenditures for
26 projects under this section until the projects have been completed. The following is in
27 compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

28 (a) The purpose of the project is to fund efforts to reduce disparities in health
29 care access and outcomes.

30 (b) The project will be accomplished by utilizing state employees or contracts with
31 service providers, or both.

32 (c) The total estimated cost of the project is \$25,000,000.00.

1 (d) The tentative completion date is September 30, 2029.

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Article 9

DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 9-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of insurance and financial services are appropriated for the fiscal year ending September 30, 2025, and are anticipated to be appropriated for the fiscal year ending September 30, 2026, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

1	DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES			
2	APPROPRIATION SUMMARY			
3	Full-time equated unclassified positions.....	6.0		6.0
4	Full-time equated classified positions.....	395.5		395.5
5	GROSS APPROPRIATION	\$ 77,771,400	\$	77,521,400
6	Total interdepartmental grants and intradepartmental			
7	transfers	753,500		753,500
8	ADJUSTED GROSS APPROPRIATION	\$ 77,017,900	\$	76,767,900
9	Total federal revenues	700,000		700,000
10	Total local revenues	0		0
11	Total private revenues	0		0
12	Total other state restricted revenues	76,317,900		76,067,900
13	State general fund/general purpose	\$ 0	\$	0
14	<i>State general fund/general purpose schedule:</i>			
15	<i>Ongoing state general fund/general purpose</i>	<i>0</i>		<i>0</i>
16	<i>One-time state general fund/general purpose</i>	<i>0</i>		<i>0</i>
17	Sec. 9-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT			
18	Full-time equated unclassified positions.....	6.0		6.0
19	Full-time equated classified positions.....	23.5		23.5
20	Unclassified salaries-6.0 FTE positions	\$ 955,500	\$	955,500
21	Administrative hearings	173,700		173,700
22	Department services-20.0 FTE positions	4,127,900		4,127,900
23	Executive director programs-3.5 FTE positions	916,800		916,800
24	Property management	1,389,100		1,389,100
25	Worker's compensation	<u>1,200</u>		<u>1,200</u>
26	GROSS APPROPRIATION	\$ 7,564,200	\$	7,564,200
27	Appropriated from:			
28	Interdepartmental grant revenues:			
29	IDG from department of licensing and regulatory			
30	affairs	72,100		72,100
31	Special revenue funds:			
32	Other state restricted revenues	7,492,100		7,492,100

		For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	State general fund/general purpose	\$ 0	\$ 0
2	Sec. 9-103. INSURANCE AND FINANCIAL SERVICES REGULATION		
3	Full-time equated classified positions.....	372.0	372.0
4	Consumer services and protection-102.0 FTE positions .	\$ 15,970,600	\$ 15,970,600
5	Financial institutions evaluation-140.0 FTE positions	25,574,900	25,574,900
6	Insurance evaluation-130.0 FTE positions	<u>26,042,600</u>	<u>26,042,600</u>
7	GROSS APPROPRIATION	\$ 67,588,100	\$ 67,588,100
8	Appropriated from:		
9	Interdepartmental grant revenues:		
10	IDG from department of licensing and regulatory		
11	affairs	656,200	656,200
12	Federal revenues:		
13	Other federal revenues	700,000	700,000
14	Special revenue funds:		
15	Other state restricted revenues	66,231,900	66,231,900
16	State general fund/general purpose	\$ 0	\$ 0
17	Sec. 9-104. INFORMATION TECHNOLOGY		
18	Information technology services and projects	<u>\$ 2,369,100</u>	<u>\$ 2,369,100</u>
19	GROSS APPROPRIATION	\$ 2,369,100	\$ 2,369,100
20	Appropriated from:		
21	Interdepartmental grant revenues:		
22	IDG from department of licensing and regulatory		
23	affairs	25,200	25,200
24	Special revenue funds:		
25	Other state restricted revenues	2,343,900	2,343,900
26	State general fund/general purpose	\$ 0	\$ 0
27	Sec. 9-105. ONE-TIME APPROPRIATIONS		
28	Insurance complaints and health care appeals outreach		
29	campaign	<u>\$ 250,000</u>	<u>\$ 0</u>
30	GROSS APPROPRIATION	\$ 250,000	\$ 0
31	Appropriated from:		
32	Special revenue funds:		

1	Other state restricted revenues	250,000	0
2	State general fund/general purpose	\$ 0	\$ 0

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PART 2
PROVISIONS CONCERNING APPROPRIATIONS
FISCAL YEAR 2025

8 **GENERAL SECTIONS**

9 Sec. 9-201. Pursuant to section 30 of article IX of the state constitution of 1963,
10 total state spending from state sources under part 1 for the fiscal year 2025 is
11 \$76,317,900.00 and state spending from state sources to be paid to local units of
12 government for fiscal year 2025 is \$0.00.

13 Sec. 9-202. The appropriations authorized under this article are subject to the
14 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

15 Sec. 9-203. As used in this article:

- 16 (a) "Department" means the department of insurance and financial services.
- 17 (b) "Director" means the director of the department.
- 18 (c) "FTE" means full-time equated.
- 19 (d) "IDG" means interdepartmental grant.

20 Sec. 9-204. From the funds appropriated in part 1, the departments and agencies shall
21 use the internet to fulfill the reporting requirements of this part. This requirement shall
22 include transmission of reports via email to the recipients identified for each reporting
23 requirement, and it shall include placement of reports on an internet site.

24 Sec. 9-205. To the extent permissible under section 261 of the management and budget
25 act, 1984 PA 431, MCL 18.1261, all of the following apply:

- 26 (a) The funds appropriated in part 1 must not be used for the purchase of foreign
27 goods or services, or both, if competitively priced and of comparable quality American
28 goods or services, or both, are available.
- 29 (b) Preference must be given to goods or services, or both, manufactured or provided
30 by Michigan businesses, if they are competitively priced and of comparable quality.
- 31 (c) Preference must be given to goods or services, or both, that are manufactured or
32 provided by Michigan businesses owned and operated by veterans, if they are competitively

1 priced and of comparable quality.

2 Sec. 9-206. To the extent permissible under the management and budget act, 1984 PA
3 431, MCL 18.1101 to 18.1594, the director of each department and agency receiving
4 appropriations in part 1 shall take all reasonable steps to ensure that geographically
5 disadvantaged business enterprises, as defined in Executive Directive 2023-1, compete for
6 and perform contracts to provide services or supplies, or both. Each director shall
7 strongly encourage firms with which the department or agency contracts to subcontract with
8 certified geographically disadvantaged business enterprises for services, supplies, or
9 both.

10 Sec. 9-207. Consistent with section 217 of the management and budget act, 1984 PA
11 431, MCL 18.1217, each department and agency receiving appropriations in part 1 shall
12 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
13 travel report shall be a listing of all travel by classified and unclassified employees
14 outside this state in the immediately preceding fiscal year that was funded in whole or in
15 part with funds appropriated in the department's or agency's budget. The department shall
16 submit the report to the house and senate appropriations committees and to the report
17 recipients required in section 213 of this part. The report shall include all of the
18 following information:

19 (a) The dates of each travel occurrence.

20 (b) The total transportation and related costs of each travel occurrence, including
21 the proportion funded with state general fund/general purpose revenues, the proportion
22 funded with state restricted revenues, the proportion funded with federal revenues, and the
23 proportion funded with other revenues.

24 Sec. 9-208. Funds appropriated in part 1 shall not be used by a principal executive
25 department, state agency, or authority to hire a person to provide legal services that are
26 the responsibility of the attorney general. This prohibition does not apply to legal
27 services for bonding activities and for those outside services that the attorney general
28 authorizes.

29 Sec. 9-209. Not later than December 15, the state budget office shall prepare and
30 transmit a report that provides for estimates of the total general fund/general purpose
31 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
32 projected year-end general fund/general purpose appropriation lapses by major departmental

1 program or program areas. The state budget office shall submit the report to the senate and
2 house appropriations committees and the senate and house fiscal agencies.

3 Sec. 9-210. (1) In addition to the funds appropriated in part 1, there is
4 appropriated an amount not to exceed \$1,000,000.00 for federal contingency funds. These
5 funds are not available for expenditure until they have been transferred to another line
6 item in this article under section 393(2) of the management and budget act, 1984 PA 431,
7 MCL 18.1393.

8 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
9 not to exceed \$5,000,000.00 for state restricted contingency funds. These funds are not
10 available for expenditure until they have been transferred to another line item in this
11 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

12 Sec. 9-211. (1) Money appropriated in part 1 shall not be used to restrict or impede
13 a marginalized community's access to government resources, programs, or facilities.

14 (2) From the funds appropriated in part 1, local governments shall report any action
15 or policy that attempts to restrict or interfere with the duties of the local health
16 officer.

17 Sec. 9-213. Except as otherwise provided in this part, all reports required under
18 this part shall be submitted to the senate and house appropriations subcommittees on the
19 department budget, the senate and house fiscal agencies, the senate and house policy
20 offices, and the state budget office.

21 Sec. 9-216. On a quarterly basis, the department shall report to the senate and house
22 appropriations committees and the report recipients required in section 213 of this part a
23 comparison by line item of the number of FTEs authorized from funds appropriated in part 1
24 to the actual number of FTEs employed by the department at the end of the reporting period.

25 Sec. 9-223. Unless prohibited by law, the department may accept credit card or other
26 electronic means of payment for licenses, fees, or permits.

27 Sec. 9-226. From the funds appropriated in part 1 from the insurance bureau fund,
28 funds may be expended to support legislative participation in insurance activities
29 coordinated by insurance and legislative associations, in accordance with section 225 of
30 the insurance code of 1956, 1956 PA 218, MCL 500.225.

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32 **INSURANCE AND FINANCIAL SERVICES REGULATION**

1 Sec. 9-302. In addition to the funds appropriated in part 1, the funds collected by
2 the department in connection with a conservatorship under section 32 of the mortgage
3 brokers, lenders, and servicers licensing act, 1987 PA 173, MCL 445.1682, and funds
4 collected by the department from corporations being liquidated under the insurance code of
5 1956, 1956 PA 218, MCL 500.100 to 500.8302, must be appropriated for all expenses necessary
6 to provide for the required services. Funds are available for expenditure when they are
7 received by the department of treasury and must not lapse to the general fund at the end of
8 the fiscal year.

9 Sec. 9-303. The department may make available to interested entities customized
10 listings of nonconfidential information in its possession. The department may establish and
11 collect a reasonable charge to provide this service. The revenue from this service is
12 appropriated when received and must be used to offset expenses to provide the service. Any
13 balance of this revenue collected and unexpended at the end of the fiscal year must lapse
14 to the appropriate restricted fund.

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Article 10

JUDICIARY

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 10-101. Subject to the conditions set forth in this article, the amounts listed in this part for the judiciary are appropriated for the fiscal year ending September 30, 2025, and are anticipated to be appropriated for the fiscal year ending September 30, 2026, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	JUDICIARY	
2	APPROPRIATION SUMMARY	
3	Full-time equated exempted positions.....	654.5 654.5
4	GROSS APPROPRIATION	\$ 371,816,400 \$ 372,022,700
5	Total interdepartmental grants and intradepartmental	
6	transfers	1,902,300 1,902,300
7	ADJUSTED GROSS APPROPRIATION	\$ 369,914,100 \$ 370,120,400
8	Total federal revenues	7,132,600 7,132,600
9	Total local revenues	0 0
10	Total private revenues	1,905,300 1,905,300
11	Total other state restricted revenues	95,887,300 95,932,400
12	State general fund/general purpose	\$ 264,988,900 \$ 265,150,100
13	<i>State general fund/general purpose schedule:</i>	
14	<i>Ongoing state general fund/general purpose</i>	<i>264,988,900 265,150,100</i>
15	<i>One-time state general fund/general purpose</i>	<i>0 0</i>
16	Sec. 10-102. SUPREME COURT	
17	Full-time equated exempted positions.....	318.0 318.0
18	Community dispute resolution-3.0 FTE positions	\$ 3,381,300 \$ 3,381,300
19	Foster care review board-10.0 FTE positions	1,421,200 1,421,200
20	Jail reform advisory support-1.0 FTE position	157,700 157,700
21	Judicial information systems-103.0 FTE positions	22,647,000 22,647,000
22	Judicial institute-17.0 FTE positions	2,865,600 2,865,600
23	Justice for all initiative-2.0 FTE positions	1,534,700 1,534,700
24	Next generation Michigan court system	4,116,000 4,116,000
25	Other federal grants	275,100 275,100
26	Problem solving courts-3.0 FTE positions	19,735,200 19,735,200
27	State court administrative office-83.0 FTE positions .	15,416,300 15,416,300
28	Supreme court administration-96.0 FTE positions	16,548,600 16,548,600
29	Swift and sure sanctions program	<u>3,350,000 3,350,000</u>
30	GROSS APPROPRIATION	\$ 91,448,700 \$ 91,448,700
31	Appropriated from:	
32	Interdepartmental grant revenues:	

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	IDG from department of corrections	52,300	52,300
2	IDG from department of state police	1,600,000	1,600,000
3	Federal revenues:		
4	Other federal revenues	6,551,400	6,551,400
5	Special revenue funds:		
6	Private revenues	1,436,900	1,436,900
7	Other state restricted revenues	7,875,600	7,875,600
8	State general fund/general purpose	\$ 73,932,500	\$ 73,932,500
9	Sec. 10-103. COURT OF APPEALS		
10	Full-time equated exempted positions.....	179.0	179.0
11	Court of appeals operations-179.0 FTE positions	\$ 27,295,200	\$ 27,295,200
12	GROSS APPROPRIATION	\$ 27,295,200	\$ 27,295,200
13	Appropriated from:		
14	Special revenue funds:		
15	State general fund/general purpose	\$ 27,295,200	\$ 27,295,200
16	Sec. 10-104. BRANCHWIDE APPROPRIATIONS		
17	Full-time equated exempted positions.....	6.0	6.0
18	Branchwide appropriations-6.0 FTE positions	\$ 10,915,800	\$ 10,915,800
19	GROSS APPROPRIATION	\$ 10,915,800	\$ 10,915,800
20	Appropriated from:		
21	Special revenue funds:		
22	State general fund/general purpose	\$ 10,915,800	\$ 10,915,800
23	Sec. 10-105. JUSTICES' AND JUDGES' COMPENSATION		
24	Full-time judges positions.....	589.0	589.0
25	Supreme court justices' salaries-7.0 justices	\$ 1,359,400	\$ 1,454,600
26	Circuit court judges' state base salaries-221.0 judges	29,838,800	29,838,800
27	Circuit court judicial salary standardization	10,105,400	10,105,400
28	Court of appeals judges' salaries-25.0 judges	4,890,700	4,890,700
29	District court judges' state base salaries-232.0		
30	judges	31,290,400	31,324,100
31	District court judicial salary standardization	10,597,200	10,608,600
32	Probate court judges' state base salaries-104.0 judges	13,893,100	13,926,800

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	Probate court judicial salary standardization	4,703,900	4,715,300
2	Judges' retirement system defined contributions	6,912,100	6,925,400
3	OASI, social security	<u>7,944,600</u>	<u>7,952,200</u>
4	GROSS APPROPRIATION	\$ 121,535,600	\$ 121,741,900
5	Appropriated from:		
6	Special revenue funds:		
7	Other state restricted revenues	2,535,900	2,581,000
8	State general fund/general purpose	\$ 118,999,700	\$ 119,160,900
9	Sec. 10-106. JUDICIAL AGENCIES		
10	Full-time equated exempted positions.....	14.0	14.0
11	Judicial tenure commission-14.0 FTE positions	<u>\$ 2,907,800</u>	<u>\$ 2,907,800</u>
12	GROSS APPROPRIATION	\$ 2,907,800	\$ 2,907,800
13	Appropriated from:		
14	Special revenue funds:		
15	State general fund/general purpose	\$ 2,907,800	\$ 2,907,800
16	Sec. 10-107. INDIGENT DEFENSE - CRIMINAL		
17	Full-time equated exempted positions.....	111.5	111.5
18	Appellate public defender program-93.0 FTE positions .	\$ 15,931,900	\$ 15,931,900
19	Juvenile life resentencing-18.5 FTE positions	2,894,200	2,894,200
20	Michigan appellate assigned counsel system roster attorney		
21	compensation grants	<u>3,208,100</u>	<u>3,208,100</u>
22	GROSS APPROPRIATION	\$ 22,034,200	\$ 22,034,200
23	Appropriated from:		
24	Interdepartmental grant revenues:		
25	IDG from department of state police	250,000	250,000
26	Federal revenues:		
27	Other federal revenues	581,200	581,200
28	Special revenue funds:		
29	Private revenues	468,400	468,400
30	Other state restricted revenues	172,400	172,400
31	State general fund/general purpose	\$ 20,562,200	\$ 20,562,200
32	Sec. 10-108. INDIGENT CIVIL LEGAL ASSISTANCE		

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 Indigent civil legal assistance	\$ 7,937,000	\$ 7,937,000
2 GROSS APPROPRIATION	\$ 7,937,000	\$ 7,937,000
3 Appropriated from:		
4 Special revenue funds:		
5 Other state restricted revenues	7,937,000	7,937,000
6 State general fund/general purpose	\$ 0	\$ 0
7 Sec. 10-109. TRIAL COURT OPERATIONS		
8 Full-time equated exempted positions.....	26.0	26.0
9 Court equity fund reimbursements	\$ 60,815,700	\$ 60,815,700
10 Drug case-flow program	250,000	250,000
11 Drunk driving case-flow program	3,300,000	3,300,000
12 Judicial technology improvement fund	4,815,000	4,815,000
13 Juror compensation reimbursement-1.0 FTE position	6,613,600	6,613,600
14 Statewide e-file system-25.0 FTE positions	<u>11,947,800</u>	<u>11,947,800</u>
15 GROSS APPROPRIATION	\$ 87,742,100	\$ 87,742,100
16 Appropriated from:		
17 Special revenue funds:		
18 Other state restricted revenues	77,366,400	77,366,400
19 State general fund/general purpose	\$ 10,375,700	\$ 10,375,700

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2025

GENERAL SECTIONS

Sec. 10-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for the fiscal year 2025 is \$360,876,200.00 and state spending from state sources to be paid to local units of government for fiscal year 2025 is \$151,885,500.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

JUDICIARY

Next generation Michigan court system..... \$ 4,116,000

1	Problem solving courts.....	15,785,200
2	State court administrative office.....	200,000
3	Swift and sure sanctions program.....	3,350,000
4	Circuit court judicial salary standardization.....	10,105,400
5	District court judicial salary standardization.....	10,597,200
6	Probate court judges' state base salaries.....	13,893,100
7	Probate court judicial salary standardization.....	4,703,900
8	OASI, social security.....	1,392,600
9	Court equity fund reimbursements.....	60,815,700
10	Drug case-flow program.....	250,000
11	Drunk driving case-flow program.....	3,300,000
12	Judicial technology improvement fund.....	4,815,000
13	Juror compensation reimbursement.....	6,613,600
14	Statewide e-file system.....	<u>11,947,800</u>
15	TOTAL	\$ 151,885,500

16 Sec. 10-202. The appropriations authorized under this article are subject to the
17 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

18 Sec. 10-203. As used in this article:

- 19 (a) "FTE" means full-time equated.
- 20 (b) "IDG" means interdepartmental grant.
- 21 (c) "OASI" means old age survivor's insurance.

22 Sec. 10-204. The reporting requirements of this article must be completed with the
23 approval of, and at the direction of, the supreme court, except as otherwise provided in
24 this article. The judicial branch shall use the internet to fulfill the reporting
25 requirements of this article. This requirement includes transmission of reports via email
26 to the recipients identified for each reporting requirement and includes placement of
27 reports on an internet site.

28 Sec. 10-205. To the extent permissible under section 261 of the management and budget
29 act, 1984 PA 431, MCL 18.1261, all of the following apply:

- 30 (a) The funds appropriated in part 1 must not be used for the purchase of foreign
31 goods or services, or both, if competitively priced and of comparable quality American
32 goods or services, or both, are available.

1 (b) Preference must be given to goods or services, or both, manufactured or provided
2 by Michigan businesses, if they are competitively priced and of comparable quality.

3 (c) Preference must be given to goods or services, or both, that are manufactured or
4 provided by Michigan businesses owned and operated by veterans, if they are competitively
5 priced and of comparable quality.

6 Sec. 10-207. The state court administrative office shall prepare a report on out-of-
7 state travel not later than January 1. The travel report shall be a listing of all travel
8 by judicial branch employees outside this state in the immediately preceding fiscal year
9 that was funded in whole or in part with funds appropriated in the judicial branch's
10 budget. The report must be submitted to the senate and house appropriations committees and
11 to the report recipients required in section 213 of this part. The report must include the
12 following information:

13 (a) The dates of each travel occurrence.

14 (b) The transportation and related costs of each travel occurrence, including the
15 proportion funded with state general fund/general purpose revenues, the proportion funded
16 with state restricted revenues, the proportion funded with federal revenues, and the
17 proportion funded with other revenues

18 Sec. 10-209. Not later than December 15, the state budget office shall prepare and
19 transmit a report that provides for estimates of the total general fund/general purpose
20 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
21 projected year-end general fund/general purpose appropriation lapses by major departmental
22 program or program areas. The state budget office shall submit the report to the senate and
23 house appropriations committees and the senate and house fiscal agencies.

24 Sec. 10-210 (1) In addition to the funds appropriated in part 1, there is
25 appropriated an amount not to exceed \$2,500,00.00 from federal sources should federal
26 revenue become available.

27 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
28 not to exceed \$2,500,000.00 from state restricted sources should state restricted revenue
29 become available.

30 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
31 not to exceed \$500,000.00 from private sources should private revenue become available.

32 Sec. 10-213. Except as otherwise provided in this part, all reports required under

1 this part must be submitted to the senate and house appropriations subcommittees on the
2 judiciary budget, the senate and house fiscal agencies, the senate and house policy
3 offices, and the state budget office.

4 Sec. 10-214. (1) Funds appropriated in part 1 to an entity within the judicial branch
5 must not be expended or transferred to another account without written approval of the
6 authorized agent of the judicial entity. If the authorized agent of the judicial entity
7 notifies the state budget director of its approval of an expenditure or transfer, the state
8 budget director shall immediately make the expenditure or transfer. The authorized judicial
9 entity agent shall be designated by the chief justice of the supreme court.

10 (2) Funds appropriated within the judicial branch must not be expended by any
11 component within the judicial branch without the approval of the supreme court.

12

13 **JUDICIAL BRANCH**

14 Sec. 10-301. Of the amount appropriated in part 1 for the judicial branch,
15 \$711,900.00 is allocated for circuit court reimbursement under section 3 of 1978 PA 16, MCL
16 800.453, and for costs associated with the court of claims.

17 Sec. 10-302. A member of the legislature may request a report or data from the data
18 collected in the judicial data warehouse. The report must be made available to the public
19 upon request, unless disclosure is prohibited by court order or state or federal law. Any
20 data provided under this section must be public and nonidentifying information.

21 Sec. 10-303. From the funds appropriated in part 1 for community dispute resolution,
22 community dispute resolution centers shall provide dispute resolution services specified in
23 the community dispute resolution act, 1988 PA 260, MCL 691.1551 to 691.1564, and shall help
24 to reduce suspensions and truancy, and improve school climate. Funding appropriated in part
25 1 for community dispute resolution may be used to develop or expand juvenile diversion
26 services in cooperation with local prosecutors. Participation in the dispute resolution
27 processes is voluntary for all parties.

28 Sec. 10-305. If sufficient funds are not available from the court fee fund to pay
29 judges' compensation, the difference between the appropriated amount from that fund for
30 judges' compensation and the actual amount available after the amount appropriated for
31 trial court reimbursement is made is appropriated from the state general fund for judges'
32 compensation. If an appropriation is made under this section, the state court

1 administrative office shall issue a report within 14 days of the appropriation to the
2 senate and house standing committees on appropriations and to the report recipients
3 required in section 213 of this part.

4 Sec. 10-306. (1) From the funds appropriated in part 1 for problem solving courts,
5 the state court administrative office shall provide grants to local trial courts for the
6 following:

7 (a) Drug treatment courts under chapter 10A of the revised judicature act of 1961,
8 1961 PA 236, MCL 600.1060 to MCL 600.1088.

9 (b) Mental health courts under chapter 10B of the revised judicature act of 1961,
10 1961 PA 236, MCL 600.1090 to MCL 600.1099a.

11 (c) Juvenile mental health courts under chapter 10C of the revised judicature act of
12 1961, 1961 PA 236, MCL 600.1099b to 600.1099m.

13 (d) Veterans treatment courts under chapter 12 of the revised judicature act of 1961,
14 1961 PA 236, MCL 600.1200 to 600.1212.

15 (2) From the funds appropriated in part 1 for problem solving courts, the chief
16 justice shall allocate funding for the following:

17 (a) Sufficient funds for the Michigan judicial institute to provide in-state training
18 for problem solving court program personnel, including parole and probation agents,
19 prosecuting attorneys, defense attorneys, community corrections providers, judges, and
20 other court personnel.

21 (b) At least \$1,730,000.00 to mental health courts and juvenile mental health courts
22 to address the recommendations of the mental health diversion council.

23 (c) \$1,500,000.00 in Byrne formula grant funding received through an
24 interdepartmental grant from the department of state police to be used to support drug
25 treatment court costs consistent with Byrne grant program criteria.

26 (3) By April 1, the state court administrative office shall provide a report on drug
27 treatment, mental health, and veterans court programs in this state. The report must
28 include information on the number of each type of program that has been established, the
29 number of program participants in each jurisdiction, the impact of the programs on offender
30 criminal involvement and recidivism, and an accounting of prior year expenditures,
31 including grant amounts requested by the courts, grant amounts awarded to the courts, and
32 grant amounts expended by the courts.

1 Sec. 10-308. (1) From the funds appropriated in part 1 for the swift and sure
2 sanctions program, the state court administrative office shall administer a program to
3 distribute grants to qualifying courts in accordance with the objectives and requirements
4 of the probation swift and sure sanctions act, chapter XIA of the code of criminal
5 procedure, 1927 PA 175, MCL 771A.1 to 771A.8. Of the funds designated for the program, not
6 more than \$150,000.00 is available to the state court administrative office to pay for
7 employee costs associated with the administration of the program funds. Of the funds
8 designated for the program, \$500,000.00 is reserved for programs in counties that had more
9 than 325 individuals sentenced to prison in the previous calendar year. Courts interested
10 in participating in the swift and sure sanctions program may apply to the state court
11 administrative office for a portion of the funds appropriated in part 1 under this section.

12 (2) By April 1, the state court administrative office, in cooperation with the
13 department of corrections, shall provide a report on the swift and sure sanctions program
14 that includes all of the following:

15 (a) The number of offenders who participate in the program.

16 (b) The criminal history of offenders who participate in the program.

17 (c) The recidivism rate of offenders who participate in the program, including the
18 rate of return to jail, prison, or both.

19 (d) A detailed description of the establishment and parameters of the program.

20 (e) A list of courts participating in the program.

21 (f) An accounting of prior year expenditures, including grant amounts requested by
22 the courts, grant amounts awarded to the courts, and grant amounts expended by the courts.

23 Sec. 10-310. From the funds appropriated in part 1, the judicial branch shall support
24 a statewide legal self-help internet website and local nonprofit self-help centers that use
25 the statewide website to provide assistance to individuals representing themselves in civil
26 legal proceedings. The state court administrative office shall summarize the costs of
27 maintaining the website, provide statistics on the number of people visiting the website,
28 and provide information on content usage, form completion, and user feedback by March 1 for
29 the preceding fiscal year.

30 Sec. 10-311. The state court administrative office shall submit a report on the
31 statewide judicial case management system on March 1. The report must provide a status
32 update on development and implementation of the statewide judicial case management system

1 and must include all appropriation and expenditure data for the previous and current fiscal
2 years.

3 Sec. 10-312. The state court administrative office shall not impose or collect a
4 local user fee on trial courts that are using the statewide judicial case management
5 system.

6 Sec. 10-313. (1) If Byrne formula grant funding is awarded to the state appellate
7 defender office in excess of the amount appropriated in part 1, the state appellate
8 defender office may receive and expend Byrne formula grant funds in an amount not to exceed
9 \$250,000.00 as an interdepartmental grant from the department of state police.

10 (2) If the state appellate defender office receives federal grant funding from the
11 United States Department of Justice in excess of the amount appropriated in part 1, the
12 state appellate defender office may receive and expend grant funds in an amount not to
13 exceed \$300,000.00.

14 Sec. 10-315. (1) From the funds appropriated in part 1, the state appellate defender
15 office shall ensure this state's compliance with *Montgomery v Louisiana*, 577 US 190 (2016),
16 *People v Parks*, 510 Mich 225 (2022), *People v Stovall*, 510 Mich 301 (2022), and *People v*
17 *Poole*, ___ NW 2d ___ (COA #352569, January 18, 2024). The purpose of the program is to
18 ensure competent, resourced, and supervised counsel in cases involving resentencing of
19 individuals serving a life sentence for an offense committed when they were 18 years of age
20 or younger. Representation by the state appellate defender office will create opportunities
21 for release and successful return to the community, saving prison costs for the state.

22 (2) The state appellate defender office shall submit a report by December 31 on the
23 number of cases investigated and prepared by the state appellate defender office. The
24 report must include a calculation of the hours spent and the incremental costs associated
25 with investigating and conducting a robust examination of each case, with particular
26 emphasis on those costs that may have been avoided after the cases have reached a
27 disposition.

28 Sec. 10-316. From the funds appropriated in part 1 for Michigan appellate assigned
29 counsel system roster attorney compensation grants, the Michigan appellate assigned counsel
30 system shall administer and provide grants to counties to provide reimbursement of
31 approximately 1/2 of the compensation provided to public defenders appointed as appellate
32 defense counsel under the appellate defender act, 1978 PA 620, MCL 780.711 to 780.719.

1 Counties shall be eligible for grants under this section if the compensation paid to
2 appointed appellate defense counsel is consistent with rates established under the Michigan
3 indigent defense commission act, 2013 PA 93, MCL 780.981 to 780.1003, under payment
4 policies established by the Michigan appellate assigned counsel system.

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Article 11

DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 11-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of labor and economic opportunity are appropriated for the fiscal year ending September 30, 2025, and are anticipated to be appropriated for the fiscal year ending September 30, 2026, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY	
2	APPROPRIATION SUMMARY	
3	34.5	34.5
4	2,644.0	2,643.0
5	\$ 1,973,232,500	\$ 1,732,232,500
6		
7	0	0
8	\$ 1,973,232,500	\$ 1,732,232,500
9	1,177,165,800	1,177,165,800
10	10,700,000	10,700,000
11	12,584,600	12,584,600
12	413,774,700	303,774,700
13	\$ 359,007,400	\$ 228,007,400
14	<i>State general fund/general purpose schedule:</i>	
15	228,007,400	228,007,400
16	131,000,000	0
17	Sec. 11-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT	
18	34.5	34.5
19	66.0	66.0
20	\$ 4,739,900	\$ 4,739,900
21	10,852,200	10,852,200
22	<u>6,353,600</u>	<u>6,353,600</u>
23	\$ 21,945,700	\$ 21,945,700
24	Appropriated from:	
25	Federal revenues:	
26	12,299,000	12,299,000
27	Special revenue funds:	
28	6,451,200	6,451,200
29	\$ 3,195,500	\$ 3,195,500
30	Sec. 11-103. WORKFORCE DEVELOPMENT	
31	243.0	243.0
32	\$ 3,000,000	\$ 3,000,000

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	At-risk youth grants	5,700,000	5,700,000
2	Community and worker economic transition office-20.0		
3	FTE positions	5,000,000	5,000,000
4	Going pro	54,750,000	54,750,000
5	Helmets to hardhats	250,000	250,000
6	High school equivalency-to-school program	250,000	250,000
7	Michigan office of rural prosperity-1.0 FTE position .	697,400	697,400
8	MiSTEM advisory council-3.0 FTE positions	665,300	665,300
9	Office of future mobility and electrification	2,000,000	2,000,000
10	Workforce development-219.0 FTE positions	<u>439,502,800</u>	<u>439,502,800</u>
11	GROSS APPROPRIATION	\$ 511,815,500	\$ 511,815,500
12	Appropriated from:		
13	Federal revenues:		
14	Other federal revenues	413,792,600	413,792,600
15	Special revenue funds:		
16	Local revenues	300,000	300,000
17	Private revenues	5,291,300	5,291,300
18	Other state restricted revenues	22,315,500	22,315,500
19	State general fund/general purpose	<u>\$ 70,116,100</u>	<u>\$ 70,116,100</u>
20	Sec. 11-104. REHABILITATION SERVICES		
21	Full-time equated classified positions.....	671.0	671.0
22	Bureau of services for blind persons-116.0 FTE		
23	positions	<u>\$ 29,736,700</u>	<u>\$ 29,736,700</u>
24	Centers for independent living	19,718,600	19,718,600
25	Michigan rehabilitation services-555.0 FTE positions .	145,412,200	145,412,200
26	Subregional libraries state aid	<u>451,800</u>	<u>451,800</u>
27	GROSS APPROPRIATION	\$ 195,319,300	\$ 195,319,300
28	Appropriated from:		
29	Federal revenues:		
30	Other federal revenues	147,648,400	147,648,400
31	Special revenue funds:		
32	Local revenues	5,400,000	5,400,000

		For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Private revenues	643,300	643,300
2	Other state restricted revenues	538,600	538,600
3	State general fund/general purpose	\$ 41,089,000	\$ 41,089,000
4	Sec. 11-105. EMPLOYMENT SERVICES		
5	Full-time equated classified positions.....	409.0	409.0
6	Bureau of employment relations-22.0 FTE positions	\$ 4,605,900	\$ 4,605,900
7	Compensation supplement fund	820,000	820,000
8	First responder presumed coverage claims	4,000,000	4,000,000
9	Insurance funds administration-23.0 FTE positions	4,817,500	4,817,500
10	Michigan occupational safety and health administration-		
11	217.0 FTE positions	37,474,600	37,474,600
12	Office of global Michigan-15.0 FTE positions	39,949,800	39,949,800
13	Private and occupational distance learning-3.0 FTE		
14	positions	872,400	872,400
15	Radiation safety section-26.0 FTE positions	4,106,100	4,106,100
16	Wage and hour program-33.0 FTE positions	4,555,000	4,555,000
17	Workers' compensation board of magistrates-10.0 FTE		
18	positions	2,302,400	2,302,400
19	Workers' disability compensation agency-56.0 FTE		
20	positions	9,982,500	9,982,500
21	Workers' disability compensation appeals commission-		
22	4.0 FTE positions	<u>355,100</u>	<u>355,100</u>
23	GROSS APPROPRIATION	\$ 113,841,300	\$ 113,841,300
24	Appropriated from:		
25	Federal revenues:		
26	Other federal revenues	54,716,600	54,716,600
27	Special revenue funds:		
28	Other state restricted revenues	51,726,100	51,726,100
29	State general fund/general purpose	\$ 7,398,600	\$ 7,398,600
30	Sec. 11-106. UNEMPLOYMENT		
31	Full-time equated classified positions.....	744.0	744.0
32	Unemployment insurance agency-736.0 FTE positions	\$ 297,186,400	\$ 297,186,400

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	Unemployment insurance agency - advocacy assistance ..	1,500,000	1,500,000
2	Unemployment insurance appeals commission-8.0 FTE		
3	positions	<u>4,430,600</u>	<u>4,430,600</u>
4	GROSS APPROPRIATION	\$ 303,117,000	\$ 303,117,000
5	Appropriated from:		
6	Federal revenues:		
7	Other federal revenues	280,357,100	280,357,100
8	Special revenue funds:		
9	Other state restricted revenues	22,759,900	22,759,900
10	State general fund/general purpose	\$ 0	\$ 0
11	Sec. 11-107. COMMISSIONS		
12	Full-time equated classified positions.....	19.0	19.0
13	Asian Pacific American affairs commission-1.0 FTE		
14	position	\$ 223,600	\$ 223,600
15	Commission on Middle Eastern American affairs-1.0 FTE		
16	position	214,000	214,000
17	Hispanic/Latino commission of Michigan-1.0 FTE		
18	position	296,200	296,200
19	Michigan community service commission-14.0 FTE		
20	positions	19,614,300	19,614,300
21	Michigan women's commission-2.0 FTE positions	<u>1,540,400</u>	<u>1,540,400</u>
22	GROSS APPROPRIATION	\$ 21,888,500	\$ 21,888,500
23	Appropriated from:		
24	Federal revenues:		
25	Other federal revenues	18,200,200	18,200,200
26	Special revenue funds:		
27	Private revenues	1,250,000	1,250,000
28	State general fund/general purpose	\$ 2,438,300	\$ 2,438,300
29	Sec. 11-108. INFORMATION TECHNOLOGY		
30	Information technology services and projects	<u>29,785,900</u>	<u>29,785,900</u>
31	GROSS APPROPRIATION	\$ 29,785,900	\$ 29,785,900
32	Appropriated from:		

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Federal revenues:	
2	Other federal revenues	26,568,600 26,568,600
3	Special revenue funds:	
4	Other state restricted revenues	2,457,200 2,457,200
5	State general fund/general purpose	\$ 760,100 \$ 760,100
6	Sec. 11-109. STRATEGIC OUTREACH AND ATTRACTION RESERVE	
7	Critical industry program	\$ 100 \$ 100
8	Michigan strategic site readiness program	<u>100</u> <u>100</u>
9	GROSS APPROPRIATION	\$ 200 \$ 200
10	Appropriated from:	
11	Special revenue funds:	
12	Other state restricted revenues	200 200
13	State general fund/general purpose	\$ 0 \$ 0
14	Sec. 11-110. MICHIGAN STRATEGIC FUND	
15	Full-time equated classified positions.....	164.0 164.0
16	Arts and cultural program	\$ 11,129,200 \$ 11,129,200
17	Business attraction and community revitalization	100,000,000 100,000,000
18	Community college skilled trades equipment program debt	
19	service	4,600,000 4,600,000
20	Entrepreneurship eco-system	15,650,000 15,650,000
21	Facility for rare isotope beams	7,300,000 7,300,000
22	Job creation services-164.0 FTE positions	31,570,100 31,570,100
23	Lighthouse preservation program	307,500 307,500
24	Michigan defense center program	5,000,000 5,000,000
25	Michigan marketing initiative	5,000,000 5,000,000
26	Pure Michigan	25,000,000 25,000,000
27	Revitalization and placemaking program	<u>50,000,000</u> <u>0</u>
28	GROSS APPROPRIATION	\$ 255,556,800 \$ 205,556,800
29	Appropriated from:	
30	Federal revenues:	
31	Other federal revenues	5,950,000 5,950,000
32	Special revenue funds:	

		For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Local revenues	5,000,000	5,000,000
2	Private revenues	5,400,000	5,400,000
3	21st century jobs fund	75,000,000	75,000,000
4	Other state restricted revenues	63,224,400	13,224,400
5	State general fund/general purpose	\$ 100,982,400	\$ 100,982,400
6	Sec. 11-111. MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY		
7	Full-time equated classified positions.....	318.0	318.0
8	Community development block grants	\$ 47,000,000	\$ 47,000,000
9	Housing and rental assistance-318.0 FTE positions	51,448,200	51,448,200
10	Michigan housing and community development program ...	50,000,000	50,000,000
11	Michigan state housing development authority technology		
12	services and projects	3,749,700	3,749,700
13	Payments on behalf of tenants	166,860,000	166,860,000
14	Property management	<u>3,506,500</u>	<u>3,506,500</u>
15	GROSS APPROPRIATION	\$ 322,564,400	\$ 322,564,400
16	Appropriated from:		
17	Federal revenues:		
18	Other federal revenues	216,633,300	216,633,300
19	Special revenue funds:		
20	Other state restricted revenues	105,931,100	105,931,100
21	State general fund/general purpose	\$ 0	\$ 0
22	Sec. 11-112. STATE LAND BANK AUTHORITY		
23	Full-time equated classified positions.....	9.0	9.0
24	State land bank authority-9.0 FTE positions	\$ <u>6,397,900</u>	\$ <u>6,397,900</u>
25	GROSS APPROPRIATION	\$ 6,397,900	\$ 6,397,900
26	Appropriated from:		
27	Federal revenues:		
28	Other federal revenues	1,000,000	1,000,000
29	Special revenue funds:		
30	Other state restricted revenues	3,370,500	3,370,500
31	State general fund/general purpose	\$ 2,027,400	\$ 2,027,400
32	Sec. 11-113. ONE-TIME APPROPRIATIONS		

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 Full-time equated classified positions.....	1.0	0.0
2 Arts and cultural program	\$ 5,000,000	\$ 0
3 Build ready sites program	25,000,000	0
4 Business attraction and community revitalization	20,000,000	0
5 Community and neighborhood initiatives	5,000,000	0
6 Focus: HOPE	1,000,000	0
7 Global talent and retention-1.0 FTE position	4,000,000	0
8 Going pro	20,000,000	0
9 Language access	500,000	0
10 Michigan growth office	4,000,000	0
11 Michigan innovation fund	60,000,000	0
12 Michigan marketing initiative	15,000,000	0
13 Michigan office of rural prosperity	2,500,000	0
14 New Michigander - immigration and legal services	8,000,000	0
15 Prosperity bureau	1,000,000	0
16 Talent solutions	20,000,000	0
17 GROSS APPROPRIATION	\$ 191,000,000	\$ 0
18 Appropriated from:		
19 Special revenue funds:		
20 Other state restricted revenues	60,000,000	0
21 State general fund/general purpose	\$ 131,000,000	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2025

GENERAL SECTIONS

Sec. 11-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for the fiscal year 2025 is \$772,782,100.00 and state spending from state sources to be paid to local units of government for fiscal year 2025 is \$96,674,900.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

1	DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY	
2	At-risk youth grants.....	\$ 5,700,000
3	Going pro.....	74,750,000
4	Workforce development.....	10,999,900
5	Michigan rehabilitation services.....	275,000
6	Arts and cultural program.....	1,200,000
7	Build ready sites program.....	<u>3,750,000</u>
8	TOTAL	\$ 96,674,900

9 Sec. 11-202. The appropriations authorized under this article are subject to the
10 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

11 Sec. 11-203. As used in this article:

12 (a) "Department" means the department of labor and economic opportunity.

13 (b) "Director" means the director of the department.

14 (c) "FTE" means full-time equated.

15 (d) "Fund", unless the context clearly implies a different meaning, means the
16 Michigan strategic fund.

17 (e) "MEDC" means the Michigan economic development corporation, which is the public
18 body corporate created under section 28 of article VII of the state constitution of 1963
19 and the urban cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to 124.512, by
20 contractual interlocal agreement effective April 5, 1999, between local participating
21 economic development corporations formed under the economic development corporations act,
22 1974 PA 338, MCL 125.1601 to 125.1636, and the Michigan strategic fund.

23 (f) "MEGA" means the Michigan economic growth authority.

24 (g) "MiSTEM" means Michigan science, technology, engineering, and mathematics.

25 (h) "PATH" means Partnership. Accountability. Training. Hope.

26 (i) "STEM" means science, technology, engineering, and mathematics.

27 (j) "USDOL" means the United States Department of Labor.

28 Sec. 11-204. From the funds appropriated in part 1, the departments and agencies
29 shall use the internet to fulfill the reporting requirements of this part. This requirement
30 shall include transmission of reports via email to the recipients identified for each
31 reporting requirement, and it shall include placement of reports on an internet site.

32 Sec. 11-205. To the extent permissible under section 261 of the management and budget

1 act, 1984 PA 431, MCL 18.1261, all of the following apply:

2 (a) The funds appropriated in part 1 must not be used for the purchase of foreign
3 goods or services, or both, if competitively priced and of comparable quality American
4 goods or services, or both, are available.

5 (b) Preference must be given to goods or services, or both, manufactured or provided
6 by Michigan businesses, if they are competitively priced and of comparable quality.

7 (c) Preference must be given to goods or services, or both, that are manufactured or
8 provided by Michigan businesses owned and operated by veterans, if they are competitively
9 priced and of comparable quality.

10 Sec. 11-206. To the extent permissible under the management and budget act, 1984 PA
11 431, MCL 18.1101 to 18.1594, the director of each department and agency receiving
12 appropriations in part 1 shall take all reasonable steps to ensure that geographically
13 disadvantaged business enterprises, as defined in Executive Directive 2023-1, compete for
14 and perform contracts to provide services or supplies, or both. Each director shall
15 strongly encourage firms with which the department or agency contracts to subcontract with
16 certified geographically disadvantaged business enterprises for services, supplies, or
17 both.

18 Sec. 11-207. Consistent with section 217 of the management and budget act, 1984 PA
19 431, MCL 18.1217, each department and agency receiving appropriations in part 1 shall
20 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
21 travel report shall be a listing of all travel by classified and unclassified employees
22 outside this state in the immediately preceding fiscal year that was funded in whole or in
23 part with funds appropriated in the department's or agency's budget. The department shall
24 submit the report to the house and senate appropriations committees and to the report
25 recipients required in section 213 of this part. The report shall include all of the
26 following information:

27 (a) The dates of each travel occurrence.

28 (b) The total transportation and related costs of each travel occurrence, including
29 the proportion funded with state general fund/general purpose revenues, the proportion
30 funded with state restricted revenues, the proportion funded with federal revenues, and the
31 proportion funded with other revenues.

32 Sec. 11-208. Funds appropriated in part 1 shall not be used by a principal executive

1 department, state agency, or authority to hire a person to provide legal services that are
2 the responsibility of the attorney general. This prohibition does not apply to legal
3 services for bonding activities and for those outside services that the attorney general
4 authorizes.

5 Sec. 11-209. Not later than December 15, the state budget office shall prepare and
6 transmit a report that provides for estimates of the total general fund/general purpose
7 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
8 projected year-end general fund/general purpose appropriation lapses by major departmental
9 program or program areas. The state budget office shall submit the report to the senate and
10 house appropriations committees and the senate and house fiscal agencies.

11 Sec. 11-210. (1) In addition to the funds appropriated in part 1, there is
12 appropriated an amount not to exceed \$30,000,000.00 for federal contingency funds. These
13 funds are not available for expenditure until they have been transferred to another line
14 item in this article under section 393(2) of the management and budget act, 1984 PA 431,
15 MCL 18.1393.

16 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
17 not to exceed \$560,000,000.00 for state restricted contingency funds. These funds are not
18 available for expenditure until they have been transferred to another line item in this
19 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

24 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
25 not to exceed \$11,000,000.00 for private contingency funds. These funds are not available
26 for expenditure until they have been transferred to another line item in this article under
27 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

28 Sec. 11-211. (1) Money appropriated in part 1 shall not be used to restrict or impede
29 a marginalized community's access to government resources, programs, or facilities.

30 (2) From the funds appropriated in part 1, local governments shall report any action
31 or policy that attempts to restrict or interfere with the duties of the local health
32 officer.

1 Sec. 11-213. Except as otherwise provided in this part, all reports required under
2 this part shall be submitted to the senate and house appropriations subcommittees on the
3 department budget, the senate and house fiscal agencies, the senate and house policy
4 offices, and the state budget office.

5 Sec. 11-216. On a quarterly basis, the department shall report to the senate and
6 house appropriations committees and the report recipients required in section 213 of this
7 part a comparison by line item of the number of FTEs authorized from funds appropriated in
8 part 1 to the actual number of FTEs employed by the department at the end of the reporting
9 period.

10 Sec. 11-226. Federal pass-through funds to local institutions and governments that
11 are received in amounts in addition to those included in part 1 and that do not require
12 additional state matching funds are appropriated for the purposes intended. The department
13 may carry forward into the succeeding fiscal year unexpended federal pass-through funds to
14 local institutions and governments that do not require additional state matching funds. The
15 department shall report the amount and source of the funds to the relevant senate and house
16 of representatives appropriations subcommittees, the senate and house fiscal agencies, and
17 the state budget director within 10 business days after receiving any additional pass-
18 through funds.

19 Sec. 11-227. (1) Grants supported with private revenues received by the department
20 are appropriated upon receipt and are available for expenditure by the department for
21 purposes specified within the grant agreement and as permitted under state and federal law.

22 (2) Within 10 days after the receipt of a private grant appropriated in subsection
23 (1), the department shall notify the house and senate chairpersons of the subcommittees,
24 the senate and house fiscal agencies, and the state budget director of the receipt of the
25 grant, including the fund source, purpose, and amount of the grant.

26 Sec. 11-228. (1) The department may charge registration fees to attendees of
27 informational, training, or special events sponsored by the department, and related to
28 activities that are under the department's purview.

29 (2) These fees shall reflect the costs for the department to sponsor the
30 informational, training, or special events.

31 (3) Revenue generated by the registration fees is appropriated upon receipt and
32 available for expenditure to cover the department's costs of sponsoring informational,

1 training, or special events.

2 (4) Revenue generated by registration fees in excess of the department's costs of
3 sponsoring informational, training, or special events shall carry forward to the subsequent
4 fiscal year and not lapse to the general fund.

5 Sec. 11-229. (1) The department may sell documents at a price not to exceed the cost
6 of production and distribution. Money received from the sale of these documents shall
7 revert to the department. In addition to the funds appropriated in part 1, these funds are
8 available for expenditure when they are received by the department of treasury. This
9 subsection applies only to R 418.10101 to R 418.101504 of the Michigan Administrative Code.

10 (2) Unexpended funds at the end of the fiscal year shall carry forward to the
11 subsequent fiscal year and not lapse to the general fund.

12 Sec. 11-230. If the revenue collected by the department for radiological health
13 administration and projects from fees and collections exceeds the amount appropriated in
14 part 1, the revenue must be carried forward into the subsequent fiscal year. The revenue
15 carried forward under this section shall be used as the first source of funds in the
16 subsequent fiscal year.

17

18 **STRATEGIC OUTREACH AND ATTRACTION RESERVE**

19 Sec. 11-350. Up to \$500,000,000.00 plus any additional interest and earnings from the
20 strategic outreach and attraction reserve fund is appropriated to the strategic outreach
21 and attraction reserve fund established in section 4 of the Michigan trust fund act, 2000
22 PA 489, MCL 12.254. Funds appropriated in this section must be used to support activities
23 under section 88s or 88t of the Michigan strategic fund act, 1984 PA 270, MCL 125.2088s and
24 125.2088t, after they have been transferred to another line item under section 393(2) of
25 the management and budget act, 1984 PA 431, MCL 18.1393.

26 Sec. 11-351. The legislature finds and declares that appropriations for the critical
27 industry program and the Michigan strategic site readiness program are for a public purpose
28 and serve the health, safety, and general welfare of the residents of this state.

29

30 **MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY**

31 Sec. 11-402. The funds appropriated in part 1 for the Michigan housing and community
32 development program shall be expended for projects as described in sections 58b and 58c of

1 the state housing development authority act of 1966, 1966 PA 346, MCL 125.1458b and
2 125.1458c.

3

4 **STATE LAND BANK AUTHORITY**

5 Sec. 11-451. (1) In addition to the amounts appropriated in part 1, the state land
6 bank authority may expend revenues received under the land bank fast track act, 2003 PA
7 258, MCL 124.751 to 124.774, for the purposes authorized by the act, including, but not
8 limited to, the acquisition, lease, management, demolition, maintenance, or rehabilitation
9 of real or personal property, payment of debt service for notes or bonds issued by the
10 authority, and other expenses to clear or quiet title property held by the authority.

11 (2) Not later than March 15, the state land bank authority shall prepare a report on
12 the number of real properties acquired, leased, managed, demolished, maintained, or
13 rehabilitated in the immediately preceding fiscal year. The report must be submitted to the
14 chairpersons of the relevant senate and house of representatives appropriations
15 subcommittees, the senate and house fiscal agencies, and the state budget director.

16

17 **MICHIGAN STRATEGIC FUND**

18 Sec. 11-501. The report required under section 9 of the Michigan strategic fund act,
19 1984 PA 270, MCL 125.2009, must be transmitted by April 10.

20 Sec. 11-502. In addition to the appropriations in part 1, Travel Michigan may receive
21 and expend private revenue related to the use of "Pure Michigan" and all other copyrighted
22 slogans and images. This revenue may come from the direct licensing of the name and image
23 or from the royalty payments from various merchandise sales. Revenue collected is
24 appropriated for the marketing of this state as a travel destination. The funds are
25 available for expenditure when they are received by the department of treasury. If the fund
26 receives revenues from the use of "Pure Michigan", the fund shall provide a report that
27 lists the revenues by source received from the use of "Pure Michigan" and all other
28 copyrighted slogans and images. The report shall provide a detailed list of expenditures of
29 revenues received under this section. The report shall be provided by April 10.

30 Sec. 11-503. (1) From the funds appropriated in part 1 for Pure Michigan, general
31 fund dollars shall be appropriated for the following purposes:

32 (a) Conduction of market research regionally, nationally, and internationally for use

1 in market campaigns.

2 (b) Production of advertisements for the promotion of Michigan as a place to live,
3 learn, build, work, play, and succeed.

4 (c) Placement of advertisements that have a diverse representation in regional,
5 national, and international market campaigns to promote Michigan as a state that welcomes
6 all individuals and families.

7 (d) Administration of the program.

8 (e) Other activities that promote Michigan as a place to live, learn, build, work,
9 play, and succeed.

10 (f) Matching marketing campaigns funded from the local promotion fund or private
11 promotion fund.

12 (2) The fund may contract any of the activities under subsection (1).

13 (3) The fund may work in cooperation with local units of government, nonprofit
14 entities, and private entities on Pure Michigan promotion campaigns. The fund shall include
15 agreements prior to undertaking cooperative marketing campaigns.

16 Sec. 11-504. (1) A local promotion fund is created in the department of labor and
17 economic opportunity. The fund may receive funds from local units of government and
18 nonprofit entities and deposit these funds into the local promotion fund. Funds received
19 are available for expenditure for use in Pure Michigan promotion campaigns. The fund may
20 maintain individual accounts for local units of government and nonprofit entities that
21 deposit funds into the local promotion fund upon request from a local unit of government.
22 As used in this subsection, "local unit of government" includes cities, villages,
23 townships, counties, and regional councils of government.

24 (2) Local promotion funds appropriated in part 1 may be used for media production and
25 placements, national and international marketing campaigns, and for other activities that
26 promote Michigan as a place to live, work, and play.

27 (3) Any unexpended or unencumbered balance shall be disposed of in accordance with
28 the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, unless carryforward
29 authorization has been otherwise provided for.

30 Sec. 11-505. (1) A private promotion fund is created in the department of labor and
31 economic opportunity. The fund may receive funds from private entities and deposit these
32 funds into the private promotion fund. Funds received are available for expenditure for use

1 in Pure Michigan promotion campaigns. The fund may maintain individual accounts for private
2 entities that deposit funds into the private promotion fund upon request from a private
3 entity.

4 (2) Private promotion funds appropriated in part 1 may be used for media production
5 and placements, national and international marketing campaigns, and for other activities
6 that promote Michigan as a place to live, work, and play.

7 (3) Any unexpended or unencumbered balance shall be disposed of in accordance with
8 the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, unless carryforward
9 authorization has been otherwise provided for.

10 Sec. 11-510. As a condition for receiving funds in part 1, not later than April 10,
11 the fund shall provide a report for the immediately preceding fiscal year on the jobs for
12 Michigan investment fund, created in section 88h of the Michigan strategic fund act, 1984
13 PA 270, MCL 125.2088h. The report shall include, but is not limited to, all of the
14 following:

15 (a) A detailed listing of revenues, by fund source, to the jobs for Michigan
16 investment fund. The listing shall include the manner and reason for which the funds were
17 appropriated to the jobs for Michigan investment fund.

18 (b) A detailed listing of expenditures, by project, from the jobs for Michigan
19 investment fund.

20 (c) A fiscal year-end balance of the jobs for Michigan investment fund.

21 Sec. 11-511. (1) From the appropriations in part 1 to the fund and granted or
22 transferred to the MEDC, any unexpended or unencumbered balance shall be disposed of in
23 accordance with the requirements in the management and budget act, 1984 PA 431, MCL 18.1101
24 to 18.1594, unless carryforward authorization has been otherwise provided for.

25 (2) Any encumbered funds, including encumbered funds subsequently unobligated, shall
26 be used for the same purposes for which funding was originally appropriated in this part
27 and part 1.

28 (3) For funds appropriated in part 1 to the fund, any carryforward authorization
29 subsequently created through a work project shall be preserved until a cash or accrued
30 expenditure has been executed or the allowable work project time period has expired.

31 Sec. 11-512. As a condition of receiving funds under part 1, the fund shall ensure
32 that the MEDC and the fund comply with all of the following:

1 (a) The freedom of information act, 1976 PA 442, MCL 15.231 to 15.246.

2 (b) The open meetings act, 1976 PA 267, MCL 15.261 to 15.275.

3 (c) Annual audits of all financial records by the auditor general or his or her
4 designee.

5 (d) All reports required by law to be submitted to the legislature.

6 (2) If the MEDC is unable for any reason to perform duties under this part, the fund
7 may exercise those duties.

8 Sec. 11-522. As a condition of receiving an award from the fund, each business
9 incubator or accelerator that received an award from the fund shall maintain and update a
10 dashboard of indicators to measure the effectiveness of the business incubator and
11 accelerator programs. Indicators shall include the direct jobs created, new companies
12 launched as a direct result of business incubator or accelerator involvement, businesses
13 expanded as a direct result of business incubator or accelerator involvement, direct
14 investment in client companies, private equity financing obtained by client companies,
15 grant funding obtained by client companies, and other measures developed by the recipient
16 business incubators and accelerators in conjunction with the MEDC. Dashboard indicators
17 shall be reported for the prior fiscal year and cumulatively, if available. Each recipient
18 shall submit a copy of their dashboard indicators to the fund by March 1. The fund shall
19 transmit the local reports by April 10.

20 Sec. 11-523. From the appropriations in part 1, the Michigan arts and culture council
21 shall administer an arts and cultural grant program that maintains an equitable geographic
22 distribution of funding and utilizes past arts and cultural grant programs as a guideline
23 for administering this program. The council shall do all of the following:

24 (a) On or before October 1, the council shall publish proposed application criteria,
25 instructions, and forms for use by eligible applicants. The council shall provide at least
26 a 2-week period for public comment before finalizing the application criteria,
27 instructions, and forms.

28 (b) A nonrefundable application fee may be assessed for each application. Application
29 fees shall be deposited in the council for the arts fund and are appropriated for expenses
30 necessary to administer the programs. These funds are available for expenditure when they
31 are received and may be carried forward to the following fiscal year.

32 (c) Grants are to be made to public and private arts and cultural entities.

1 (d) Within 1 business day after the award announcements, the council shall provide to
2 each member of the legislature and the fiscal agencies a list of all grant recipients and
3 the total award given to each recipient, sorted by county.

4 (e) In addition to the information in subdivision (d), the council shall report on
5 the number of applications received, number of grants awarded, total amount requested from
6 applications received, and total amount of grants awarded.

7 Sec. 11-524. (1) The general fund/general purpose funds appropriated in part 1 to the
8 fund for business attraction and community revitalization shall be transferred to the 21st
9 century jobs trust fund per section 90b(3) of the Michigan strategic fund act, 1984 PA 270,
10 MCL 125.2090b.

11 (2) Funds transferred to the 21st century jobs trust fund under subsection (1) are
12 appropriated and available for allocation as authorized in the Michigan strategic fund act,
13 1984 PA 270, MCL 125.2001 to 125.2094.

14 Sec. 11-526. (1) The fund, in conjunction with the department of treasury, shall
15 report by November 1 on the annual cost of the MEGA tax credits. The report shall include
16 for each year the board-approved credit amount, adjusted for credit amendments where
17 applicable, and the actual and projected value of tax credits for each year from 1995 to
18 the expiration of the credit program. For years for which credit claims are complete, the
19 report shall include the total of actual certificated credit amounts. For years for which
20 claims are still pending or not yet submitted, the report shall include a combination of
21 actual credits where available and projected credits. Credit projections shall be based on
22 updated estimates of employees, wages, and benefits for eligible companies.

23 (2) In addition to the report under subsection (1), the fund, in conjunction with the
24 department of treasury, shall report to the relevant senate and house of representatives
25 appropriations subcommittees, the senate and house fiscal agencies, and the state budget
26 director by November 1 on the annual cost of all other certificated credits by program, for
27 each year until the credits expire or can no longer be collected. The report shall include
28 estimates on the brownfield redevelopment credit, film credits, MEGA photovoltaic
29 technology credit, MEGA polycrystalline silicon manufacturing credit, MEGA vehicle battery
30 credit, and other certificated credits.

31 Sec. 11-528. (1) From the funds appropriated in part 1 for business attraction and
32 community revitalization, the fund shall identify specific outcomes and performance

1 measures, including, but not limited to, the following:

2 (a) Total verified jobs created by the business attraction program during the prior
3 fiscal year.

4 (b) Total private investment obtained through the business attraction and community
5 revitalization programs during the prior fiscal year.

6 (c) Amount of private and public square footage created and reactivated through the
7 community revitalization program during the prior fiscal year.

8 (2) The fund must submit a report by April 10. The report must describe the specific
9 outcomes and measures required in subsection (1) and provide the results and data related
10 to these outcomes and measures for the prior fiscal year if related information is
11 available for the prior fiscal year.

12 Sec. 11-529. In addition to the funds appropriated in part 1, the funds collected by
13 state historic preservation programs for document reproduction and services and application
14 fees are appropriated for all expenses necessary to provide the required services. These
15 funds are available for expenditure when they are received and may be carried forward into
16 the succeeding fiscal year.

17 Sec. 11-530. Tax capture revenues collected in accordance with written agreements
18 under the good jobs for Michigan program and transferred from the general fund for deposit
19 into the good jobs for Michigan fund, and for both calculated payments from the good jobs
20 for Michigan fund to authorized businesses and distributions to the Michigan strategic fund
21 for administrative expenses, are appropriated pursuant to the provisions of chapter 8D of
22 the Michigan strategic fund act, 1984 PA 270, MCL 125.2090g to 125.2090j.

23 Sec. 11-532. The funds appropriated in part 1 for Michigan defense center program
24 must be used by the Michigan strategic fund to protect and grow the defense and homeland
25 security industry in Michigan by protecting the state's current department of defense
26 missions, infrastructure, and industry, including securing new missions and increasing
27 defense and homeland security spending in this state. These funds may be used for, but are
28 not limited to, the following activities:

29 (a) Helping Michigan businesses identify federal defense contract opportunities.

30 (b) Providing technical assistance for bid responses to federal defense contracts.

31 (c) Strengthening cybersecurity compliance at Michigan businesses to qualify for
32 federal defense contracts.

1 Sec. 11-533. The funds appropriated in part 1 for revitalization and placemaking
2 program shall be expended for projects as described in section 696 of the income tax act of
3 1967, 1967 PA 281, MCL 206.696.

4
5 **EMPLOYMENT SERVICES**

6 Sec. 11-601. From the funds appropriated in part 1 for wage and hour program, the
7 department shall conduct investigations of child labor violations and wage theft from
8 workers.

9
10 **WORKFORCE DEVELOPMENT**

11 Sec. 11-702. The department shall administer the PATH training program in accordance
12 with the requirements of section 407(d) of title IV of the social security act, 42 USC 607,
13 the state social welfare act, 1939 PA 280, MCL 400.1 to 400.119b, and all other applicable
14 laws and regulations.

15 Sec. 11-703. From the funds appropriated in part 1 for workforce development, the
16 department may allocate funding for grants to nonprofit organizations that offer programs
17 pursuant to the workforce innovation and opportunity act, 29 USC 3101 to 3361, eligible
18 youth focusing on apprenticeship readiness, pre-apprenticeship and apprenticeship
19 activities, entrepreneurship, work-readiness skills, job shadowing, and financial literacy.
20 Organizations eligible for funding under this section must have the capacity to provide
21 similar programs in urban areas, as determined by the United States Census Bureau according
22 to the most recent federal decennial census. Additionally, programs eligible for funding
23 under this section must include the participation of local business partners. The
24 department shall develop other appropriate eligibility requirements to ensure compliance
25 with applicable federal rules and regulations.

26 Sec. 11-704. From the funds appropriated in part 1, the department shall make
27 available, in person or by telephone, 1 disabled veterans outreach program specialist or
28 local veterans employment representative to Michigan Works! service centers, as resources
29 permit, during hours of operation, and shall continue to make the appropriate placement of
30 veterans and disabled veterans a priority.

31 Sec. 11-705. (1) In addition to the funds appropriated in part 1, any unencumbered
32 and unrestricted federal workforce innovation and opportunity act, 29 USC 3101 to 3361, or

1 trade adjustment assistance funds available from prior fiscal years are appropriated for
2 the purposes originally intended.

3 (2) The department shall report by February 15 on the amount by fiscal year of
4 federal workforce innovation and opportunity act, 29 USC 3101 to 3361, funds appropriated
5 under this section.

6 Sec. 11-707. (1) The department shall publish data and reports on March 15 on the
7 department website concerning the status of going pro funded in part 1. The report shall
8 include the following:

9 (a) The number of awardees participating in the program and the names of those
10 awardees organized by major industry group.

11 (b) The amount of funding received by each awardee under the program.

12 (c) Amount of funding leveraged from each awardee.

13 (d) Training models established by each awardee.

14 (e) The number of individuals enrolled in classroom training, on-the-job training, or
15 new USDOL registered apprentices.

16 (f) The number of qualified employees who completed the approved training.

17 (g) The number of applications received and the number of grants awarded for each
18 region.

19 (h) The number of individuals hired and trained.

20 (i) Going pro expenditures, by program or grant type, for the prior fiscal year and
21 projected expenditures, by program or grant type, for the current fiscal year.

22 (2) The department shall expand workforce training and reemployment services to
23 better connect workers to in-demand jobs and identify specific outcomes with performance
24 metrics for this initiative, including, but not limited to, new apprenticeships,
25 individuals to be hired and trained, current employees trained, training completed, and
26 employment retention rate at 6 months, and hourly wage at 6 months.

27 Sec. 11-708. To the extent consistent with sections 7 and 9 of the going pro talent
28 fund act, 2018 PA 260, MCL 408.157 and 408.159, the department shall administer the program
29 as follows:

30 (a) The department shall work cooperatively with grantees to maximize the amount of
31 funds from part 1 that are available for direct training.

32 (b) The department, workforce development partners, including regional Michigan

1 Works! agencies, and employers shall collaborate and work cooperatively to prioritize and
2 streamline the expenditure of the funds appropriated in part 1. The department shall ensure
3 that going pro provides a collaborative statewide network of workforce and employee skill
4 development partners that addresses the employee talent needs throughout this state.

5 (c) The department shall ensure that grants are utilized for individual skill
6 enhancement and to address in-demand talent needs in Michigan.

7 (d) The department shall develop program goals and detailed guidance for prospective
8 participants to follow to qualify under the program. The program goals and detailed
9 guidance shall be posted on the department website and distributed to workforce development
10 partners, including local Michigan Works! agencies, by October 1. Periodic assessments of
11 employer and employee needs shall be evaluated on a regional basis, and the department
12 shall identify solutions and goals to be implemented to satisfy those needs. Revenue
13 received by the department for going pro may be expended for the purpose of those programs.

14 Sec. 11-709. The funds appropriated in part 1 for MiSTEM advisory council shall be
15 used to support the staff for the MiSTEM network, and for administrative, training, and
16 travel costs related to the MiSTEM council. The staff for the MiSTEM network shall do all
17 of the following:

18 (a) Serve as a liaison among and between the department, the department of education,
19 the department of lifelong education, advancement, and potential, the MiSTEM council, the
20 governor's workforce development board, the MiSTEM regions, and any other relevant
21 organization or entity in a manner that creates a robust statewide STEM culture, that
22 empowers STEM teachers, that integrates business and education into the STEM network, and
23 that ensures high-quality STEM experiences for pupils.

24 (b) Coordinate the implementation of a marketing campaign, including, but not limited
25 to, a website that includes dashboards of outcomes, to build STEM awareness and communicate
26 STEM needs and opportunities to pupils, parents, educators, and the business community.

27 (c) Work with the department of education and the MiSTEM council to coordinate,
28 award, and monitor MiSTEM state and federal grants to the MiSTEM network regions and
29 conduct reviews of grant recipients, including, but not limited to, pupil experience and
30 feedback.

31 (d) Report to the governor, the legislature, and the MiSTEM council annually on the
32 activities and performance of the MiSTEM network regions.

1 (e) Coordinate recurring discussions and work with regional staff to ensure that a
2 network or loop of feedback and best practices are shared, including funding, programming,
3 professional learning opportunities, discussion of MiSTEM strategic vision, and regional
4 objectives.

5 (f) Coordinate major grant application efforts with the MiSTEM council to assist
6 regional staff with grant applications on a local level. The MiSTEM council shall leverage
7 private and nonprofit relationships to coordinate and align private funds in addition to
8 funds appropriated under this section.

9 (g) Train state and regional staff in the STEMworks rating system, in collaboration
10 with the MiSTEM council and the department of education.

11 (h) Hire MiSTEM network region staff in collaboration with the network region fiscal
12 agent.

13 Sec. 11-710. (1) Of the funds appropriated in part 1 for workforce development, the
14 department shall provide a report on the status of workforce development by March 15. The
15 report shall include the following:

16 (a) The amount of funding allocated to each Michigan Works! agency and the total
17 funding allocated to the workforce training programs statewide by fund source.

18 (b) The number of participants enrolled in education or training programs by each
19 Michigan Works! agency.

20 (c) The average duration of training for training program participants by each
21 Michigan Works! agency.

22 (d) The number of participants enrolled in remedial education programs and the number
23 of participants enrolled in literacy programs.

24 (e) The number of participants enrolled in programs at 2-year institutions.

25 (f) The number of participants enrolled in programs at 4-year institutions.

26 (g) The number of participants enrolled in proprietary schools or other technical
27 training programs.

28 (h) The number of participants that have completed education or training programs.

29 (i) The number of participants who secured employment in Michigan within 1 year of
30 completing a training program.

31 (j) The number of participants who completed a training program and secured
32 employment in a field related to their training.

1 (k) The average wage earned by participants who completed a training program and
2 secured employment within 1 year.

3 (1) The actual revenues received by the fund source and fund appropriated for each
4 discrete workforce development program area.

5 (2) Data collection for the report shall be for the prior state fiscal year.

6 Sec. 11-711. From the funds appropriated in part 1 for helmets to hardhats, funds
7 shall be awarded to a national nonprofit program that connects national guard, reserve,
8 retired, and transitioning active-duty military service members with skilled training and
9 quality career opportunities in the construction industry. Grant funding must be used to
10 recruit and assist veterans to transition into apprenticeship programs in this state.

11 Sec. 11-712. (1) The funds appropriated in part 1 for the 23+ high school diploma
12 program must be awarded for a program to assist adults over 23 years of age in obtaining
13 high school diplomas and placement in career training programs.

14 (2) For purposes of this section, an eligible program provider may be a public,
15 nonprofit, or private accredited diploma-granting institution, but must have at least 2
16 years of experience providing dropout recovery services in this state.

17 (3) The department shall issue a request for qualifications for eligible program
18 providers to participate in the pilot program. To be considered a qualified program
19 provider, the institution must offer all of the following:

20 (a) Dropout reengagement services.

21 (b) Academic intake assessments.

22 (c) An integrated learning plan.

23 (d) Course catalog that includes all graduation requirements.

24 (e) Remediation coursework.

25 (f) Academic resilience assessment and intervention.

26 (g) Employability skills development.

27 (h) Industry recognized credentials.

28 (i) Credit for on-the-job training.

29 (j) A robust support framework, including technology, social support, and academic
30 support accredited by a recognized accrediting body.

31 (k) Provide WorkKeys preparation.

32 (4) The department shall announce qualified program providers no later than January 1

1 of the current fiscal year. Qualified program providers must start providing programming by
2 February 1 of the current fiscal year.

3 (5) The department shall reimburse qualified program providers for each month of
4 satisfactory monthly progress as described in section 23a of the state school aid act of
5 1979, 1979 PA 94, MCL 388.1623a, at a rate of \$500.00 per month. A payment shall be made to
6 a qualified program provider for the completion of the following by a pupil:

7 (a) \$500.00 for the completion of an employability skills certification program equal
8 to at least 1 unit of high school credit obtained through classroom or online instruction.

9 (b) \$250.00 for the attainment of an industry-recognized credential requiring up to
10 50 hours of training.

11 (c) \$500.00 for the attainment of an industry-recognized credential requiring 50 to
12 100 hours of training.

13 (d) \$750.00 for the attainment of an industry-recognized credential requiring more
14 than 100 hours of training.

15 (e) \$1,000.00 for attainment of a high school diploma.

16 (f) \$2,500.00 for placement in a job in an in-demand career pathway.

17 (6) The department shall develop policies and guidelines to implement this section.

18 Sec. 11-713. The funds appropriated in part 1 for at-risk youth grants must be
19 awarded to the Michigan franchise holder of the national Jobs for America's Graduates
20 program for the administration of the Jobs for Michigan's Graduates program.

21 Sec. 11-714. (1) The funds appropriated in part 1 for the high school equivalency-to-
22 school program shall be used for the purpose of funding the cost of high school equivalency
23 testing and certification as provided by this section. The department shall administer a
24 Michigan high school equivalency-to-school program, which shall cover the cost of providing
25 the high school equivalency test free of charge to individuals who meet all of the
26 following requirements:

27 (a) The individual has not previously been administered a high school equivalency
28 test free of charge under this section.

29 (b) The individual meets at least 1 of the following requirements:

30 (i) Prior to taking the high school equivalency test, the individual successfully
31 completed a department approved high school equivalency preparation program.

32 (ii) Prior to taking the high school equivalency test, the individual completed the

1 official high school equivalency practice test and the individual's score indicated that
2 the individual is likely to pass.

3 (2) A department-approved high school equivalency preparation program shall include
4 all of the following:

5 (a) Instructional and tutorial assistances.

6 (b) High school equivalency test practice.

7 (c) Required attendance at program instructional sessions.

8 (d) A curriculum that prepares students for opportunities in postsecondary education
9 and the job market.

10 (e) Information on potential postsecondary and career pathways.

11 (f) Counseling on preparing for and applying to college.

12 (g) Personal and job readiness skills development.

13 (h) Comprehensive information on college costs and financial aid.

14 (i) College and career assessments.

15 (j) Computer-based instruction, practice, or remediation.

16 (3) The department shall post online an announcement of the Michigan high school
17 equivalency-to-school program, minimum standards for high school equivalency preparation
18 program approval, and approval procedures.

19 (4) The department shall do all of the following:

20 (a) Develop procedures consistent with this section under which individuals can take
21 the high school equivalency test without charge.

22 (b) Provide program information for educators and students on the department website,
23 including explanations of the procedures developed under this subsection, and contact
24 information for questions about the program.

25 (c) Provide an estimate of the full-year cost of the program to the senate and house
26 appropriations subcommittees on labor and economic opportunity, the senate and house fiscal
27 agencies, and the state budget director.

28 (5) By September 30, the department shall report on utilization of the high school
29 equivalency incentive program, including numbers of high school equivalency certifications
30 issued by location, year-to-date expenditures, and numbers of participants qualifying under
31 subsection (1) (b) (i) or (ii), or both.

32 Sec. 11-716. The office of rural prosperity shall act to encourage and enable

1 appropriate community advancements and improvements, including, but not limited to,
2 housing, infrastructure, education, workforce development, and other needs uniquely present
3 in rural areas of this state that will assist in expansion of rural development.

4 Sec. 11-717. From the funds appropriated in part 1 for the community and worker
5 economic transition office, the department may hire employees and deploy capabilities to
6 evaluate and address the impacts of economic transitions in sectors such as, but not
7 limited to, the auto, utility, manufacturing, and building trades, on workers, communities,
8 and employers. Activities of the office may include developing transition mitigation
9 strategies, conducting data analysis, coordinating across state and federal agencies,
10 engaging stakeholders, and providing resource navigation support. The department must
11 develop and submit to the governor and legislature a community and worker economic
12 transition plan by December 31, 2025, as required under sections 7(3)(f) and 9(2) of 2023
13 PA 232, MCL 408.917 and MCL 408.919. Beginning February 13, 2025, the department must also
14 submit an annual report on office activities and progress made on the transition plan to
15 the legislature as required under section 7(5) of 2023 PA 232, MCL 408.917.

16
17 **UNEMPLOYMENT**

18 Sec. 11-801. The unemployment insurance agency shall provide a report updated at
19 least quarterly that includes, but is not limited to, fiscal year-to-date expenditures by
20 division and program unit. Each quarterly report shall be transmitted within 60 days after
21 the end of the quarter.

22 Sec. 11-802. (1) From the funds appropriated in part 1, the department on behalf of
23 the unemployment insurance agency shall provide a quarterly report within 45 days after the
24 end of each quarter that includes, but is not limited to, the following:

25 (a) The average number of unique claimants for the quarter.

26 (b) The average number of eligible claimants with certification for the quarter.

27 (c) The average number of claims paid for the quarter.

28 (d) The total amount of standard unemployment insurance payments paid for the
29 quarter.

30 (e) The total amount of unemployment insurance tax generated for the quarter.

31 (f) The balance of the Michigan unemployment trust fund at the end of the quarter.

32 (2) The department shall include the same information required in subsection (1) for

1 the previous 12 months. The department shall include the most recent quarterly report on
2 the department's webpage.

3 Sec. 11-803. From the funds appropriated in part 1, the department shall provide a
4 quarterly report within 45 days after the end of each quarter that includes, but is not
5 limited to, the following:

6 (a) The number of new fraudulent and noncompliant cases that have been identified or
7 issued by the unemployment insurance agency, classified by employer or claimant, during the
8 quarter.

9 (b) The total amount of penalties and interest issued on fraudulent and noncompliant
10 cases during the quarter.

11 (c) The total amount of penalties and interest dollars received during the quarter by
12 employer or claimant.

13 (d) The total amount of collectible penalties and interest still owed to this state
14 by employer or claimant.

15 (e) The number of fraudulent and noncompliant cases that have been appealed by an
16 employer or claimant during the quarter.

17 Sec. 11-804. The funds appropriated in part 1 for unemployment insurance agency shall
18 be used to staff unemployment insurance agency branch offices for in-person appointments
19 for unemployment insurance agency claimant services.

20 Sec. 11-805. Funds appropriated in part 1 for the unemployment insurance agency may
21 be used by the unemployment insurance agency to increase capacity by an estimated 500
22 limited-term employees.

23 Sec. 11-806. (1) From the funds appropriated in part 1 for the unemployment insurance
24 agency, the department shall maintain customer service standards for employers and
25 claimants making use of the various means by which they can access the system.

26 (2) The department shall identify specific outcomes and performance metrics for this
27 initiative, including, but not limited to, the following:

28 (a) Unemployment benefit fund balance.

29 (b) Process improvement - fiscal integrity.

30 (c) Process improvement - determination timeliness.

31 (d) Process improvement - determination quality.

32 Sec. 11-807. Funds earned or authorized by the USDOL in addition to the appropriation

1 in part 1 for the unemployment insurance agency are appropriated and may be expended for
2 staffing and related expenses incurred in the operation of its programs. These funds may be
3 spent after the department notifies the recipients in section 213 of the purpose and amount
4 of each grant award.

5

6 **REHABILITATION SERVICES**

7 Sec. 11-901. The Michigan rehabilitation services and bureau of services for blind
8 persons shall work collaboratively with service organizations and government entities to
9 identify allowable match dollars to secure available federal vocational rehabilitation
10 funds.

11 Sec. 11-903. (1) From the funds appropriated in part 1 for Michigan rehabilitation
12 services, the department shall allocate funding along with available federal match to
13 support the provision of vocational rehabilitation services to eligible agricultural
14 workers with disabilities. Authorized services shall assist agricultural workers with
15 disabilities in acquiring or maintaining quality employment and independence.

16 (2) By March 1 of the current fiscal year, the department shall report on the total
17 number of clients served and the total amount of federal matching funds obtained throughout
18 the duration of the program.

19 Sec. 11-904. If the department is at risk of entering into an order of selection for
20 services, the department shall notify the recipients in section 213 within 2 weeks of
21 receiving notification.

22 Sec. 11-906. (1) Funds appropriated in part 1 for independent living shall be used to
23 support the general operations of centers for independent living in delivering mandated
24 independent living services in compliance with federal rules and regulations, including 45
25 CFR Part 1329, for the centers, by existing centers for independent living to serve
26 underserved areas, and for projects to build the capacity of centers for independent living
27 to deliver independent living services. Applications for the funds shall be reviewed in
28 accordance with criteria and procedures established by the department. Funds shall be used
29 in a manner consistent with the state plan for independent living. Services provided should
30 assist people with disabilities to move toward self-sufficiency, including, but not limited
31 to, support for accessing transportation and health care, obtaining employment, community
32 living, nursing home transition, information and referral services, education, youth

1 transition services, veterans, and stigma reduction activities and community education.
2 This includes the independent living guide services that specifically focus on economic
3 self-sufficiency.

4 (2) In partnership with service providers, the department shall provide a report by
5 March 1 of the current fiscal year on direct customer and system outcomes and performance
6 measures.

7 Sec. 11-907. (1) The appropriation in part 1 for the bureau of services for blind
8 persons includes funds for case services. These funds may be used for tuition payments for
9 blind clients.

10 (2) Revenue collected by the bureau of services for blind persons and from private
11 and local sources that is unexpended at the end of the fiscal year must carry forward to
12 the subsequent fiscal year.

13 Sec. 11-908. The bureau of services for blind persons may provide and enter into
14 agreements to provide general services, training, meetings, information, special equipment,
15 software, facility use, and technical consulting services to other principal executive
16 departments, state agencies, local units of government, the judicial branch of government,
17 other organizations, and patrons of department facilities. The department may charge fees
18 for these services that are reasonably related to the cost of providing the services. In
19 addition to the funds appropriated in part 1, funds collected by the department for these
20 services are appropriated for all expenses necessary. The funds appropriated under this
21 section are allotted for expenditure when they are received by the department of treasury.

22 Sec. 11-909. (1) The funds appropriated in part 1 for a regional or subregional
23 library shall not be released until a budget for that regional or subregional library has
24 been approved by the department for expenditures for library services directly serving the
25 blind and persons with disabilities.

26 (2) In order to receive subregional state aid as appropriated in part 1, a regional
27 or subregional library's fiscal agency shall agree to maintain local funding support at the
28 same level in the current fiscal year as in the fiscal agency's preceding fiscal year. If a
29 reduction in expenditures equally affects all agencies in a local unit of government that
30 is the regional or subregional library's fiscal agency, that reduction shall not be
31 interpreted as a reduction in local support and shall not disqualify a regional or
32 subregional library from receiving state aid under part 1. If a reduction in income affects

1 a library cooperative or district library that is a regional or subregional library's
2 fiscal agency or a reduction in expenditures for the regional or subregional library's
3 fiscal agency, a reduction in expenditures for the regional or subregional library shall
4 not be interpreted as a reduction in local support and shall not disqualify a regional or
5 subregional library from receiving state aid under part 1.

6

7 **COMMISSIONS**

8 Sec. 11-953. The office of global Michigan must produce a report by January 31. The
9 report may include other information, but it must include all of the following:

10 (a) A description of the major programs and activities of the office of global
11 Michigan and the number of individuals served through those programs.

12 (b) The number of refugee arrivals, the job placement rate of those refugees actively
13 receiving services under the global Michigan grants, and the average wage and initial job
14 placements for those refugees.

15 (c) A description of the activities that the office has conducted to attract and
16 retain international, advanced degree, and entrepreneurial talent.

17

18 **ONE-TIME APPROPRIATIONS**

19 Sec. 11-1000. From the funds appropriated in part 1 for Focus: HOPE, \$1,000,000.00
20 shall be awarded to Focus: HOPE for education and workforce development programming, early
21 childhood education, youth development, food assistance, or community empowerment and
22 advocacy.

23 Sec. 11-1001. From the one-time funds appropriated in part 1 for the office of rural
24 prosperity, the department shall operate a grant program to support community activities,
25 including, but not limited to, enhancing or elevating broadband, housing, infrastructure,
26 education, workforce development, and addressing other needs uniquely experienced in rural
27 areas of Michigan.

28 Sec. 11-1002. The funds appropriated in part 1 for global talent and retention shall
29 be focused on equitable local, regional, and statewide economic growth through immigrant
30 inclusion programs, including, but not limited to, marketing and attracting, licensing,
31 credentialing, placing, training, and accessing education to international entrepreneurs,
32 companies and startups, professionals, and students.

1 Sec. 11-1003. Funds appropriated in part 1 for the prosperity bureau may be used by
2 the department of labor and economic opportunity to hire up to 4.0 limited-term employees
3 to expand capacity within the prosperity bureau and its programs.

4 Sec. 11-1004. Funds appropriated in part 1 for talent solutions shall be used by the
5 department for the following:

6 (a) The operation of the talent action teams fast track system to provide or contract
7 for services to provide specialized economic assistance to qualified businesses that are
8 locating or expanding in this state. The Michigan strategic fund shall collaborate with
9 institutions of higher education, community colleges, Michigan Works! agencies, private
10 training providers, nonprofit entities, state agencies, and local units of government on
11 this program. Services may include, but are not limited to, assistance in recruitment of
12 talent to Michigan, facilitating contracting with third parties to provide workforce
13 training, recruitment and screening of job seekers on behalf of qualified businesses, and
14 scholarships and resources for individuals qualifying for in-demand occupations.

15 (b) Grants to employer-led collaboratives to facilitate sector strategies in key
16 industries to support the creation of good and promising jobs that make Michigan's economy
17 more resilient by addressing talent shortages in current and future growth sectors in every
18 region of the state. Grant funds may be used for, but are not limited to, training and
19 activities proposed by the employer-led collaboratives to address identified work force
20 needs.

21 (c) Up to 3 percent of the funds appropriated for this section may be retained by the
22 department for administration.

23 Sec. 11-1005. (1) The funds appropriated in part 1 for the Michigan marketing
24 initiative shall be used for marketing activities focused on promotion of Michigan as a
25 place to live, attracting and retaining talent for in-demand and high-growth occupations
26 statewide, and supporting broader population growth goals. Activities include, but are not
27 limited to, the following:

28 (a) Conduction of market research regionally, nationally, and internationally for use
29 in market campaigns.

30 (b) Production of advertisements with a focus on talent attraction, labor retention
31 and relocating to Michigan to find education and job opportunities for students, graduates,
32 and families.

1 (c) Production of advertisements for the promotion of Michigan as a place to live,
2 learn, build, work, play, and succeed.

3 (d) Placement of advertisements that have a diverse representation in regional,
4 national, and international market campaigns to promote Michigan as a state that welcomes
5 all individuals and families.

6 (e) Other activities that promote Michigan as a place to live, learn, build, work,
7 play, and succeed or that focus on talent attraction, labor retention and relocating to
8 Michigan to find education and job opportunities for students, graduates, and families.

9 (2) The fund may contract any of the activities under subsection (1).

10 (3) The fund may work in cooperation with local units of government, nonprofit
11 entities, and private entities on the campaigns. The fund shall include agreements prior to
12 undertaking cooperative marketing campaigns.

13 Sec. 11-1006. (1) The funds appropriated in part 1 for community and neighborhood
14 initiatives shall be allocated for a grant program for projects that benefit local
15 communities and neighborhoods as described in this section.

16 (2) The department shall develop program guidelines, eligibility criteria, and an
17 application process, which shall include the following requirements:

18 (a) Eligible grant recipients may include:

19 (i) Local units of government.

20 (ii) Community centers, including those owned by a municipality, local government
21 agency, nonprofit, or faith-based organization.

22 (iii) Nonprofit organizations.

23 (iv) Other entities providing a public service to the community or neighborhood as
24 determined by the department.

25 (b) Applicants shall submit a project description, budget, and timeline to determine
26 project viability.

27 (c) Eligible costs for projects may include the acquisition of property, planning and
28 design costs, construction and materials costs, infrastructure to equip facilities as
29 needed, programming, and development.

30 (d) Grants shall be awarded only for projects that are free and open to the community
31 in which they are located or serve. Grantees that receive awards must provide or include 1
32 or more of the following:

- 1 (i) Before- or after-school education activities.
- 2 (ii) Access to career or workforce training services.
- 3 (iii) Indoor or outdoor spaces publicly accessible for recreational or athletic
- 4 activities.
- 5 (iv) Dedicated programming for seniors.
- 6 (v) Meeting space for neighborhood or community organizations.
- 7 (vi) Other wraparound services that may include, but are not limited to, health
- 8 services, behavioral services, and licensed childcare.

9 (e) Grant awards shall not exceed \$250,000.00 for any single community project. When
10 awarding grants, the department shall consider population size and density, average median
11 income, and community need.

12 (f) For at least 50 percent of total grant awards, the department shall give priority
13 for proposals that provide services to communities below the average median income,
14 according to the most recent federal decennial census.

15 (g) The department shall require quarterly progress reports from grant recipients on
16 the utilization of grant funds under this section. Until program funding is expended, the
17 department shall provide an annual report not later than February 1 on program grant awards
18 and the utilization of grant funds. The report shall be submitted to the chairs of the
19 senate and house appropriations committees, the senate and house fiscal agencies, and the
20 state budget director.

21 Sec. 11-1007. (1) The funds appropriated in part 1 for the Michigan innovation fund
22 shall be expended for activities as described in section 32 of the Michigan early stage
23 venture investment act of 2003, 2003 PA 296, MCL 125.2262.

24 (2) The Michigan strategic fund shall develop program guidelines and eligibility
25 criteria for the program and shall post the information on its publicly accessible website.
26 No less than \$5,000,000.00 of the appropriated funds shall be used to support
27 underrepresented entrepreneurs as defined by the Michigan strategic fund.

28 (3) The Michigan strategic fund shall make awards to universities, economic
29 development organizations, nonprofit organizations, and other investment vehicle or
30 entities, as determined by the Michigan strategic fund, in the creation and administration
31 of the program.

32 (4) As a condition of receiving funds under this section, the department, in

1 coordination with grantees, shall design and implement an annual pitch competition open to
2 Michigan companies to address strategic challenges in Michigan.

3 Sec. 11-1008. The funds appropriated in part 1 for the build ready sites program
4 shall be used by the Michigan strategic fund to develop or enhance strategic sites to make
5 them build ready and competitive for site selection projects. These funds may be used for,
6 but are not limited to, the following activities:

7 (a) Boosting Michigan's inventory of available sites.

8 (b) Technical assistance to identify, test, assess, and prepare sites and communities
9 to compete for business attraction projects including engagement of consultants,
10 engineering firms, and other professional services.

11 (c) Land acquisition and assembly, engineering, infrastructure improvements,
12 demolition and remediation, and other predevelopment and community engagement activities.

13 (d) Implementation and operation of a statewide site certification program, including
14 professional services required to develop, market, and execute the program and other
15 related services.

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Article 12

LEGISLATURE

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 12-101. Subject to the conditions set forth in this article, the amounts listed in this part for the legislature are appropriated for the fiscal year ending September 30, 2025, and are anticipated to be appropriated for the fiscal year ending September 30, 2026, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	LEGISLATURE	
2	APPROPRIATION SUMMARY	
3	GROSS APPROPRIATION	\$ 221,930,700 \$ 221,930,700
4	Total interdepartmental grants and intradepartmental	
5	transfers	0 0
6	ADJUSTED GROSS APPROPRIATION	\$ 221,930,700 \$ 221,930,700
7	Total federal revenues	0 0
8	Total local revenues	0 0
9	Total private revenues	467,700 467,700
10	Total other state restricted revenues	5,422,600 5,422,600
11	State general fund/general purpose	\$ 216,040,400 \$ 216,040,400
12	<i>State general fund/general purpose schedule:</i>	
13	<i>Ongoing state general fund/general purpose</i>	<i>216,040,400 216,040,400</i>
14	<i>One-time state general fund/general purpose</i>	<i>0 0</i>
15	Sec. 12-102. LEGISLATURE	
16	Senate	\$ 50,540,800 \$ 50,540,800
17	Senate automated data processing	3,194,200 3,194,200
18	Senate fiscal agency	4,736,300 4,736,300
19	House of representatives	74,223,800 74,223,800
20	House automated data processing	3,194,200 3,194,200
21	House fiscal agency	<u>4,736,300</u> <u>4,736,300</u>
22	GROSS APPROPRIATION	\$ 140,625,600 \$ 140,625,600
23	Appropriated from:	
24	Special revenue funds:	
25	State general fund/general purpose	\$ 140,625,600 \$ 140,625,600
26	Sec. 12-103. LEGISLATIVE COUNCIL	
27	Independent citizens redistricting commission	\$ 3,352,600 \$ 3,352,600
28	Legislative corrections ombudsman	1,585,800 1,585,800
29	Legislative council	16,472,500 16,472,500
30	Legislative service bureau automated data processing .	3,712,100 3,712,100
31	Michigan veterans facility ombudsman	368,600 368,600
32	National association dues	703,700 703,700

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 Sentencing commission	100	100
2 Worker's compensation	<u>177,100</u>	<u>177,100</u>
3 GROSS APPROPRIATION	\$ 26,372,500	\$ 26,372,500
4 Appropriated from:		
5 Special revenue funds:		
6 State general fund/general purpose	\$ 26,372,500	\$ 26,372,500
7 Sec. 12-104. LEGISLATIVE RETIREMENT SYSTEM		
8 Actuarially determined contribution	\$ 100	\$ 100
9 General nonretirement expenses	<u>6,280,100</u>	<u>6,280,100</u>
10 GROSS APPROPRIATION	\$ 6,280,200	\$ 6,280,200
11 Appropriated from:		
12 Special revenue funds:		
13 Other state restricted revenues	1,461,400	1,461,400
14 State general fund/general purpose	\$ 4,818,800	\$ 4,818,800
15 Sec. 12-105. PROPERTY MANAGEMENT		
16 Binsfeld Office Building and other properties	\$ 9,865,000	\$ 9,865,000
17 Cora Anderson building	<u>6,825,000</u>	<u>6,825,000</u>
18 GROSS APPROPRIATION	\$ 16,690,000	\$ 16,690,000
19 Appropriated from:		
20 Special revenue funds:		
21 State general fund/general purpose	\$ 16,690,000	\$ 16,690,000
22 Sec. 12-106. STATE CAPITOL HISTORIC SITE		
23 Bond/lease obligations	\$ 100	\$ 100
24 General operations	6,574,100	6,574,100
25 Restoration, renewal, and maintenance	<u>3,961,100</u>	<u>3,961,100</u>
26 GROSS APPROPRIATION	\$ 10,535,300	\$ 10,535,300
27 Appropriated from:		
28 Special revenue funds:		
29 Private revenues	467,700	467,700
30 Other state restricted revenues	3,961,100	3,961,100
31 State general fund/general purpose	\$ 6,106,500	\$ 6,106,500
32 Sec. 12-107. OFFICE OF THE AUDITOR GENERAL		

		For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Unclassified salaries	\$ 433,500	\$ 433,500
2	Field operations	<u>20,993,600</u>	<u>20,993,600</u>
3	GROSS APPROPRIATION	\$ 21,427,100	\$ 21,427,100
4	Appropriated from:		
5	Special revenue funds:		
6	Other state restricted revenues	100	100
7	State general fund/general purpose	\$ 21,427,000	\$ 21,427,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2025

GENERAL SECTIONS

Sec. 12-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for the fiscal year 2025 is \$221,463,000.00 and state spending from state sources to be paid to local units of government for fiscal year 2025 is \$0.00.

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

Sec. 12-203. As used in this article:

- (a) "FTE" means full-time equated.
- (b) "IDG" means interdepartmental grant.

LEGISLATURE

Sec. 12-600. The senate, the house of representatives, or an agency within the legislative branch may receive, expend, and transfer funds in addition to those authorized in part 1.

Sec. 12-601. (1) Funds appropriated in part 1 to an entity within the legislative branch shall not be expended or transferred to another account without written approval of the authorized agent of the legislative entity. If the authorized agent of the legislative entity notifies the state budget director of its approval of an expenditure or transfer before the year-end book-closing date for that legislative entity, the state budget

1 director shall immediately make the expenditure or transfer. The authorized legislative
2 entity agency shall be designated by the speaker of the house of representatives for house
3 entities, the senate majority leader for senate entities, and the legislative council for
4 legislative council entities.

5 (2) Funds appropriated within the legislative branch, to a legislative council
6 component, shall not be expended by any agency or other subgroup included in that component
7 without the approval of the legislative council.

8 Sec. 12-602. The senate may charge rent and assess charges for utility costs. The
9 amounts received for rent charges and utility assessments are appropriated to the senate
10 for the renovation, operation, and maintenance of the Binsfeld Office Building.

11 Sec. 12-603. (1) From the appropriation contained in part 1 for national association
12 dues, the first \$34,800.00 shall be paid to the National Conference of Commissioners of
13 Uniform State Laws. The remaining funds shall be distributed accordingly by the legislative
14 council.

15 (2) If any funds remain after all required dues payments have been made as specified
16 in subsection (1), the legislative council may approve the use of up to \$10,000.00 to pay
17 for the registration fees of any state employees who serve as board members to any of the
18 national associations receiving state funds for annual dues to attend that national
19 association's annual conference. If any of the \$10,000.00 remains after national board
20 member's registration fees are paid, the remaining funds may be used to pay for the
21 registration fees for any other state employees to attend the annual conference of any of
22 the national associations receiving state funds for annual dues as prescribed in subsection
23 (1).

24 Sec. 12-604. (1) The appropriation in part 1 to the Michigan state capitol historic
25 site includes funds to operate the legislative parking facilities in the capitol area. The
26 Michigan state capitol commission shall establish rules regarding the operation of the
27 legislative parking facilities.

28 (2) The Michigan state capitol commission shall collect a fee from state employees
29 and the general public using certain legislative parking facilities. The revenues received
30 from the parking fees are appropriated upon receipt and shall be allocated by the Michigan
31 state capitol commission.

32 Sec. 12-605. The unexpended funds appropriated in part 1 for the legislative council

1 are designated as a work project appropriation, and any unencumbered or unallotted funds
2 shall not lapse at the end of the fiscal year and shall be available for expenditures for
3 projects under this section until the projects have been completed. The following is in
4 compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

5 (a) The purpose of the project is publication of the Michigan manual.

6 (b) The project will be accomplished by utilizing state employees or contracts with
7 service providers, or both.

8 (c) The total estimated cost of the project is \$3,000,000.00.

9 (d) The tentative completion date is September 30, 2029.

10 Sec. 12-606. The unexpended funds appropriated in part 1 for property management are
11 designated as a work project appropriation, and any unencumbered or unallotted funds shall
12 not lapse at the end of the fiscal year and shall be available for expenditures for
13 projects under this section until the projects have been completed. The following is in
14 compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

15 (a) The purpose of the project is to purchase equipment and services for building
16 maintenance in order to ensure a safe and productive work environment.

17 (b) The project will be accomplished by utilizing state employees or contracts with
18 service providers, or both.

19 (c) The total estimated cost of the project is \$2,000,000.00.

20 (d) The tentative completion date is September 30, 2029.

21 Sec. 12-607. The unexpended funds appropriated in part 1 for automated data
22 processing are designated as a work project appropriation, and any unencumbered or
23 unallotted funds shall not lapse at the end of the fiscal year and shall be available for
24 expenditures for projects under this section until the projects have been completed. The
25 following is in compliance with section 451a of the management and budget act, 1984 PA 431,
26 MCL 18.1451a:

27 (a) The purpose of the project is to purchase equipment, software, and services in
28 order to support and implement data processing requirements and technology improvements.

29 (b) The project will be accomplished by utilizing state employees or contracts with
30 service providers, or both.

31 (c) The total estimated cost of the project is \$3,000,000.00.

32 (d) The tentative completion date is September 30, 2029.

1 Sec. 12-608. In addition to funds appropriated in part 1, the Michigan capitol
2 committee publications save the flags fund account may accept contributions, gifts,
3 bequests, devises, grants, and donations. Those funds that are not expended in the fiscal
4 year ending September 30 shall not lapse at the close of the fiscal year, and shall be
5 carried forward for expenditure in the following fiscal years.

6 Sec. 12-611. (1) From the funds appropriated in part 1 for senate, \$250,000.00 must
7 be allocated for an internship program.

8 (2) From the funds appropriated in part 1 for house of representatives, \$250,000.00
9 must be allocated for an internship program.

10

11 **LEGISLATIVE AUDITOR GENERAL**

12 Sec. 12-620. Pursuant to section 53 of article IV of the state constitution of 1963,
13 the auditor general shall conduct audits of the executive, judicial, and legislative
14 branches.

15 Sec. 12-621. (1) The auditor general shall take all reasonable steps to ensure that
16 certified minority- and women-owned and operated accounting firms, accounting firms owned
17 and operated by persons with disabilities, and accounting firms that are geographically
18 disadvantaged business enterprises participate in the audits of the books, accounts, and
19 financial affairs of each principal executive department, branch, institution, agency, and
20 office of this state.

21 (2) The auditor general shall strongly encourage firms with which the auditor general
22 contracts to perform audits of the principal executive departments and state agencies to
23 subcontract with certified minority- and women-owned and operated accounting firms,
24 accounting firms owned and operated by persons with disabilities, and accounting firms that
25 are geographically disadvantaged business enterprises.

26 (3) The auditor general shall compile an annual report regarding the number of
27 contracts entered into with certified minority- and women-owned and operated accounting
28 firms, accounting firms owned and operated by persons with disabilities, and accounting
29 firms that are geographically disadvantaged business enterprises. The auditor general shall
30 submit the report by November 1.

31 Sec. 12-622. From the funds appropriated in part 1 to the office of the auditor
32 general, the auditor general's salary and the salaries of the remaining 2.0 FTE

1 unclassified positions shall be set by the speaker of the house of representatives, the
2 senate majority leader, the house of representatives minority leader, and the senate
3 minority leader.

4 Sec. 12-628. On a quarterly basis, the auditor general shall provide a report to the
5 chairpersons of the senate and house appropriations committees and the senate and house
6 oversight committees and the state budget director that contains all of the following
7 information related to projects initiated during the prior quarter:

8 (a) Audit title.

9 (b) Audit type.

10 (c) Audit period.

11 (d) Audit objectives.

12 (e) Branch of government being audited.

13 (f) Whether the auditor general or a contracted auditor is conducting the audit and,
14 if a contracted auditor is conducting the audit, the identity of the contracted auditor.

15 (g) Details regarding the reason for initiating the audit, including whether it was
16 discretionary or required by statute.

17 (h) To the extent permitted under law, details regarding any inquiry, tip, or request
18 related to the audit that the auditor general received prior to initiating the audit.

19 (i) Details regarding any similar audit the auditor general has completed in the
20 past.

21 (j) Estimated time frame for completion of the audit.

22 (k) Estimated total auditor general resources necessary to complete the audit and
23 release a report.

24 (l) Estimated total departmental or agency resources necessary to respond to the
25 audit.

26 Sec. 12-629. On a quarterly basis, the auditor general shall provide a report to the
27 chairpersons of the senate and house appropriations committees and the senate and house
28 oversight committees and the state budget director that contains all of the following
29 information related to projects in progress during the prior quarter:

30 (a) Audit title.

31 (b) Date the audit was initiated.

32 (c) Audit status.

- 1 (d) Estimated time frame for completion of the audit.
- 2 (e) Details regarding the resources spent on the audit to date.
- 3 (f) Estimated total auditor general resources necessary to complete the audit and
- 4 release a report.
- 5 (g) Details regarding departmental or agency resources spent on the audit to date.
- 6 (h) Estimated total departmental or agency resources necessary to respond to the
- 7 audit.

8 Sec. 12-630. On a quarterly basis, the auditor general shall provide a report to the
9 chairpersons of the senate and house appropriations committees and the senate and house
10 oversight committees and the state budget director that contains all of the following
11 information related to projects completed during the prior quarter:

- 12 (a) Audit title.
- 13 (b) Date the audit was initiated.
- 14 (c) Date the audit report was released.
- 15 (d) Results of the audit, including the number and type of findings.
- 16 (e) Details regarding total auditor general resources spent on the audit.
- 17 (f) Details regarding total departmental or agency resources spent on the audit.

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Article 13

DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 13-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of licensing and regulatory affairs are appropriated for the fiscal year ending September 30, 2025, and are anticipated to be appropriated for the fiscal year ending September 30, 2026, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

1	DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS		
2	APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions.....	30.0	30.0
4	Full-time equated classified positions.....	1,788.0	1,788.0
5	GROSS APPROPRIATION	\$ 635,467,200	\$ 634,217,200
6	Total interdepartmental grants and intradepartmental		
7	transfers	27,682,800	27,682,800
8	ADJUSTED GROSS APPROPRIATION	\$ 607,784,400	\$ 606,534,400
9	Total federal revenues	30,471,300	30,471,300
10	Total local revenues	0	0
11	Total private revenues	0	0
12	Total other state restricted revenues	280,707,400	279,457,400
13	State general fund/general purpose	\$ 296,605,700	\$ 296,605,700
14	<i>State general fund/general purpose schedule:</i>		
15	<i>Ongoing state general fund/general purpose</i>	<i>296,605,700</i>	<i>296,605,700</i>
16	<i>One-time state general fund/general purpose</i>	<i>0</i>	<i>0</i>
17	Sec. 13-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT		
18	Full-time equated unclassified positions.....	30.0	30.0
19	Full-time equated classified positions.....	104.0	104.0
20	Unclassified salaries-30.0 FTE positions	\$ 2,993,800	\$ 2,993,800
21	Administrative services-77.0 FTE positions	9,032,800	9,032,800
22	Executive director programs-24.0 FTE positions	3,373,800	3,373,800
23	FOIA coordination-3.0 FTE positions	351,800	351,800
24	Property management	7,067,100	7,067,100
25	Worker's compensation	<u>93,400</u>	<u>93,400</u>
26	GROSS APPROPRIATION	\$ 22,912,700	\$ 22,912,700
27	Appropriated from:		
28	Interdepartmental grant revenues:		
29	IDG from department of insurance and financial		
30	services	150,000	150,000
31	Federal revenues:		
32	Other federal revenues	1,030,400	1,030,400

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Special revenue funds:	
2	Other state restricted revenues	21,461,500 21,461,500
3	State general fund/general purpose	\$ 270,800 \$ 270,800
4	Sec. 13-103. PUBLIC SERVICE COMMISSION	
5	Full-time equated classified positions.....	223.0 223.0
6	Public service commission-223.0 FTE positions	\$ <u>42,071,000</u> \$ <u>41,071,000</u>
7	GROSS APPROPRIATION	\$ 42,071,000 \$ 41,071,000
8	Appropriated from:	
9	Federal revenues:	
10	Other federal revenues	3,027,200 3,027,200
11	Special revenue funds:	
12	Other state restricted revenues	39,043,800 38,043,800
13	State general fund/general purpose	\$ 0 \$ 0
14	Sec. 13-104. LIQUOR CONTROL COMMISSION	
15	Full-time equated classified positions.....	150.0 150.0
16	Liquor control commission-150.0 FTE positions	\$ <u>22,807,500</u> \$ <u>22,807,500</u>
17	GROSS APPROPRIATION	\$ 22,807,500 \$ 22,807,500
18	Appropriated from:	
19	Special revenue funds:	
20	Other state restricted revenues	22,807,500 22,807,500
21	State general fund/general purpose	\$ 0 \$ 0
22	Sec. 13-105. OCCUPATIONAL REGULATION	
23	Full-time equated classified positions.....	912.0 912.0
24	Bureau of community and health systems-164.0 FTE	
25	positions	\$ 26,253,600 \$ 26,253,600
26	Bureau of construction codes-184.0 FTE positions	32,711,100 32,711,100
27	Bureau of fire services-84.0 FTE positions	13,901,400 13,901,400
28	Bureau of professional licensing-198.0 FTE positions .	42,445,800 42,445,800
29	Bureau of survey and certification-175.0 FTE positions	29,068,200 29,068,200
30	Corporations, securities, and commercial licensing	
31	bureau- 107.0 FTE positions	16,467,700 16,467,700
32	Urban search and rescue	<u>1,000,000</u> <u>1,000,000</u>

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	GROSS APPROPRIATION	\$ 161,847,800	\$ 161,847,800
2	Appropriated from:		
3	Federal revenues:		
4	Other federal revenues	25,134,300	25,134,300
5	Special revenue funds:		
6	Other state restricted revenues	104,089,100	104,089,100
7	State general fund/general purpose	\$ 32,624,400	\$ 32,624,400
8	Sec. 13-106. CANNABIS REGULATORY AGENCY		
9	Full-time equated classified positions.....	182.0	182.0
10	Cannabis regulatory agency-182.0 FTE positions	\$ 33,649,200	\$ 33,649,200
11	GROSS APPROPRIATION	\$ 33,649,200	\$ 33,649,200
12	Appropriated from:		
13	Special revenue funds:		
14	Other state restricted revenues	33,649,200	33,649,200
15	State general fund/general purpose	\$ 0	\$ 0
16	Sec. 13-107. MICHIGAN OFFICE OF ADMINISTRATIVE HEARINGS AND RULES		
17	Full-time equated classified positions.....	196.0	196.0
18	Michigan office of administrative hearings and rules-		
19	196.0 FTE positions	\$ 38,627,600	\$ 38,627,600
20	GROSS APPROPRIATION	\$ 38,627,600	\$ 38,627,600
21	Appropriated from:		
22	Interdepartmental grant revenues:		
23	IDG from other restricted funding	26,096,000	26,096,000
24	Special revenue funds:		
25	Other state restricted revenues	11,952,300	11,952,300
26	State general fund/general purpose	\$ 579,300	\$ 579,300
27	Sec. 13-108. COMMISSIONS		
28	Full-time equated classified positions.....	21.0	21.0
29	Michigan indigent defense commission-21.0 FTE		
30	positions	\$ 3,140,200	\$ 3,140,200
31	Michigan unarmed combat commission	126,200	126,200
32	GROSS APPROPRIATION	\$ 3,266,400	\$ 3,266,400

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Appropriated from:	
2	Special revenue funds:	
3	Other state restricted revenues	126,200 126,200
4	State general fund/general purpose	\$ 3,140,200 \$ 3,140,200
5	Sec. 13-109. GRANTS	
6	Firefighter training grants	\$ 2,300,000 \$ 2,300,000
7	Liquor law enforcement grants	9,900,000 9,900,000
8	Marihuana operation and oversight grants	3,000,000 3,000,000
9	Michigan indigent defense commission grants	258,345,300 258,345,300
10	Remonumentation grants	6,800,000 6,800,000
11	Utility consumer representation	<u>2,100,000</u> <u>2,100,000</u>
12	GROSS APPROPRIATION	\$ 282,445,300 \$ 282,445,300
13	Appropriated from:	
14	Special revenue funds:	
15	Other state restricted revenues	24,400,000 24,400,000
16	State general fund/general purpose	\$ 258,045,300 \$ 258,045,300
17	Sec. 13-110. INFORMATION TECHNOLOGY	
18	Information technology services and projects	\$ <u>27,589,700</u> \$ <u>27,589,700</u>
19	GROSS APPROPRIATION	\$ 27,589,700 \$ 27,589,700
20	Appropriated from:	
21	Interdepartmental grant revenues:	
22	IDG from other restricted funding	1,436,800 1,436,800
23	Federal revenues:	
24	Other federal revenues	1,279,400 1,279,400
25	Special revenue funds:	
26	Other state restricted revenues	22,927,800 22,927,800
27	State general fund/general purpose	\$ 1,945,700 \$ 1,945,700
28	Sec. 13-111. ONE-TIME APPROPRIATIONS	
29	Implicit bias study	\$ <u>250,000</u> \$ <u>0</u>
30	GROSS APPROPRIATION	\$ 250,000 \$ 0
31	Appropriated from:	
32	Special revenue funds:	

1	Other state restricted revenues	250,000	0
2	State general fund/general purpose	\$ 0	\$ 0

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PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2025

8 **GENERAL SECTIONS**

9 Sec. 13-201. Pursuant to section 30 of article IX of the state constitution of 1963,
10 total state spending from state sources under part 1 for the fiscal year 2025 is
11 \$577,313,100.00 and state spending from state sources to be paid to local units of
12 government for fiscal year 2025 is \$280,345,300.00. The itemized statement below identifies
13 appropriations from which spending to local units of government will occur:

14 DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

15	Firefighter training grants.....	\$ 2,300,000	
16	Liquor law enforcement grants.....	9,900,000	
17	Marihuana operation and oversight grants.....	3,000,000	
18	Michigan indigent defense commission grants.....	258,345,300	
19	Remonumentation grants.....	<u>6,800,000</u>	
20	TOTAL	\$ 280,345,300	

21 Sec. 13-202. The appropriations authorized under this article are subject to the
22 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

23 Sec. 13-203. As used in this article:

- 24 (a) "Department" means the department of licensing and regulatory affairs.
- 25 (b) "Director" means the director of the department.
- 26 (c) "FOIA" means the freedom of information act, 1976 PA 442, MCL 15.231 to 15.246.
- 27 (d) "FTE" means full-time equated.
- 28 (e) "IDG" means interdepartmental grant.

29 Sec. 13-204. From the funds appropriated in part 1, the departments and agencies
30 shall use the internet to fulfill the reporting requirements of this part. This requirement
31 shall include transmission of reports via email to the recipients identified for each
32 reporting requirement, and it shall include placement of reports on an internet site.

1 Sec. 13-205. To the extent permissible under section 261 of the management and budget
2 act, 1984 PA 431, MCL 18.1261, all of the following apply:

3 (a) The funds appropriated in part 1 must not be used for the purchase of foreign
4 goods or services, or both, if competitively priced and of comparable quality American
5 goods or services, or both, are available.

6 (b) Preference must be given to goods or services, or both, manufactured or provided
7 by Michigan businesses, if they are competitively priced and of comparable quality.

8 (c) Preference must be given to goods or services, or both, that are manufactured or
9 provided by Michigan businesses owned and operated by veterans, if they are competitively
10 priced and of comparable quality.

11 Sec. 13-206. To the extent permissible under the management and budget act, 1984 PA
12 431, MCL 18.1101 to 18.1594, the director of each department and agency receiving
13 appropriations in part 1 shall take all reasonable steps to ensure that geographically
14 disadvantaged business enterprises, as defined in Executive Directive 2023-1, compete for
15 and perform contracts to provide services or supplies, or both. Each director shall
16 strongly encourage firms with which the department or agency contracts to subcontract with
17 certified geographically disadvantaged business enterprises for services, supplies, or
18 both.

19 Sec. 13-207. Consistent with section 217 of the management and budget act, 1984 PA
20 431, MCL 18.1217, each department and agency receiving appropriations in part 1 shall
21 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
22 travel report shall be a listing of all travel by classified and unclassified employees
23 outside this state in the immediately preceding fiscal year that was funded in whole or in
24 part with funds appropriated in the department's or agency's budget. The department shall
25 submit the report to the house and senate appropriations committees and to the report
26 recipients required in section 213 of this part. The report shall include all of the
27 following information:

28 (a) The dates of each travel occurrence.

29 (b) The total transportation and related costs of each travel occurrence, including
30 the proportion funded with state general fund/general purpose revenues, the proportion
31 funded with state restricted revenues, the proportion funded with federal revenues, and the
32 proportion funded with other revenues.

1 Sec. 13-208. Funds appropriated in part 1 shall not be used by a principal executive
2 department, state agency, or authority to hire a person to provide legal services that are
3 the responsibility of the attorney general. This prohibition does not apply to legal
4 services for bonding activities and for those outside services that the attorney general
5 authorizes.

6 Sec. 13-209. Not later than December 15, the state budget office shall prepare and
7 transmit a report that provides for estimates of the total general fund/general purpose
8 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
9 projected year-end general fund/general purpose appropriation lapses by major departmental
10 program or program areas. The state budget office shall submit the report to the senate and
11 house appropriations committees and the senate and house fiscal agencies.

12 Sec. 13-210. (1) In addition to the funds appropriated in part 1, there is
13 appropriated an amount not to exceed \$1,000,000.00 for federal contingency funds. These
14 funds are not available for expenditure until they have been transferred to another line
15 item in this article under section 393(2) of the management and budget act, 1984 PA 431,
16 MCL 18.1393.

17 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
18 not to exceed \$25,000,000.00 for state restricted contingency funds. These funds are not
19 available for expenditure until they have been transferred to another line item in this
20 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

21 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
22 not to exceed \$200,000.00 for local contingency funds. These funds are not available for
23 expenditure until they have been transferred to another line item in this article under
24 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

29 Sec. 13-211. (1) Money appropriated in part 1 shall not be used to restrict or impede
30 a marginalized community's access to government resources, programs, or facilities.

31 (2) From the funds appropriated in part 1, local governments shall report any action
32 or policy that attempts to restrict or interfere with the duties of the local health

1 officer.

2 Sec. 13-213. Except as otherwise provided in this part, all reports required under
3 this part shall be submitted to the senate and house appropriations subcommittees on the
4 department budget, the senate and house fiscal agencies, the senate and house policy
5 offices, and the state budget office.

6 Sec. 13-216. On a quarterly basis, the department shall report to the senate and
7 house appropriations committees and the report recipients required in section 213 of this
8 part a comparison by line item of the number of FTEs authorized from funds appropriated in
9 part 1 to the actual number of FTEs employed by the department at the end of the reporting
10 period.

11 Sec. 13-225. The department may carry into the succeeding fiscal year unexpended
12 federal pass-through funds to local institutions and governments that do not require
13 additional state matching funds. Federal pass-through funds to local institutions and
14 governments that are received in amounts in addition to those included in part 1 and that
15 do not require additional state matching funds are appropriated for the purposes intended.
16 Within 14 days after the receipt of federal pass-through funds, the department shall notify
17 the chairpersons of the subcommittees, the senate and house fiscal agencies, and the state
18 budget office of pass-through funds appropriated under this section.

19 Sec. 13-226. (1) Grants supported with private revenues received by the department
20 are appropriated upon receipt and are available for expenditure by the department, for
21 purposes specified within the grant agreement and as permitted under state and federal law.

22 (2) Not later than 10 days after the receipt of a private grant appropriated in
23 subsection (1), the department shall notify the chairpersons of the subcommittees, the
24 senate and house fiscal agencies, and the state budget office of the receipt of the grant,
25 including the fund source, purpose, and amount of the grant.

26 Sec. 13-227. (1) The department may charge registration fees to attendees of
27 informational, training, or special events sponsored by the department and related to
28 activities that are under the department's purview.

29 (2) These fees shall reflect the costs for the department to sponsor the
30 informational, training, or special events.

31 (3) Revenue generated by the registration fees is appropriated upon receipt and
32 available for expenditure to cover the department's costs of sponsoring informational,

1 training, or special events.

2 (4) Revenue generated by registration fees in excess of the department's costs of
3 sponsoring informational, training, or special events shall carry forward to the subsequent
4 fiscal year and not lapse to the general fund.

5 Sec. 13-228. The department may make available to interested entities otherwise
6 unavailable customized listings of nonconfidential information in its possession, such as
7 names and addresses of licensees. The department may establish and collect a reasonable
8 charge to provide this service. The revenue received from this service is appropriated when
9 received and shall be used to offset expenses to provide the service. Any balance of this
10 revenue collected and unexpended at the end of the fiscal year shall lapse to the
11 appropriate restricted fund.

12 Sec. 13-229. (1) The department shall sell documents at a price not to exceed the
13 cost of production and distribution. Money received from the sale of these documents shall
14 revert to the department. In addition to the funds appropriated in part 1, these funds are
15 available for expenditure when they are received by the department of treasury. This
16 subsection applies only for the following documents:

17 (a) Corporation and securities division documents, reports, and papers required or
18 permitted by law pursuant to section 1060(6) of the business corporation act, 1972 PA 284,
19 MCL 450.2060.

20 (b) The Michigan liquor control code of 1998, 1998 PA 58, MCL 436.1101 to 436.2303.

21 (c) The mobile home commission act, 1987 PA 96, MCL 125.2301 to 125.2350; the
22 business corporation act, 1972 PA 284, MCL 450.1101 to 450.2098; the nonprofit corporation
23 act, 1982 PA 162, MCL 450.2101 to 450.3192; and the uniform securities act (2002), 2008 PA
24 551, MCL 451.2101 to 451.2703.

25 (d) Construction code manuals.

26 (e) Copies of transcripts from administrative law hearings.

27 (2) In addition to the funds appropriated in part 1, funds appropriated for the
28 department under sections 57, 58, and 59 of the administrative procedures act of 1969, 1969
29 PA 306, MCL 24.257, 24.258, and 24.259, and section 203 of the legislative council act,
30 1986 PA 268, MCL 4.1203, are appropriated for all expenses necessary to provide for the
31 cost of publication and distribution.

32 (3) Unexpended funds at the end of the fiscal year shall carry forward to the

1 subsequent fiscal year and not lapse to the general fund.

2 Sec. 13-230. (1) Not later than December 31, the department shall submit a report
3 pertaining to licensing and regulatory programs overseen by the following agencies:

4 (a) Liquor control commission.

5 (b) Bureau of fire services.

6 (c) Corporations, securities, and commercial licensing bureau.

7 (d) Bureau of professional licensing.

8 (2) The report under subsection (1) must be in a format that is consistent between
9 the agencies listed in subsection (1) and must provide, but is not limited to, the
10 following information for the immediately preceding fiscal year, as applicable, for each
11 agency:

12 (a) Revenue generated by and expenditures disbursed for each regulatory product.

13 (b) Revenue generated by regulatory product or regulated activity.

14 (c) The renewal cycle and amount of each fee charged.

15 (d) Number of initial applications.

16 (e) Number of initial applications denied.

17 (f) Number of license renewals.

18 (g) Average amount of time to approve or deny completed applications.

19 (h) Number of examinations proctored for initial applications.

20 (i) A description of the types of complaints received.

21 (j) A description of the process used to resolve complaints.

22 (k) Number of complaints received.

23 (l) Number of complaints investigated.

24 (m) Number of complaints closed with no action.

25 (n) Number of complaints resulting in administrative actions or citations.

26 (o) Average amount of time to complete investigations.

27 (p) Number of enforcement actions, including license revocations, suspensions, and
28 fines.

29 (q) A description of the types of enforcement actions taken against licensees.

30 (r) Number of administrative hearing adjudications.

31 (3) An agency listed in subsection (1) (a) or (b) shall report by regulated activity
32 and an agency listed in subsection (1) (c) or (d) shall report by regulatory product or

1 regulated activity, or both.

2 (4) As used in this section:

3 (a) "Regulated activity" means the particular activities, entities, facilities, and
4 industries regulated by the agencies specified in subsection (1).

5 (b) "Regulatory product" means each occupation, profession, trade, or program, which
6 includes licensure, certification, registration, inspection, review, permitting, approval,
7 or any other regulatory service provided by the agencies specified in subsection (1) for
8 each regulated activity.

9

10 **PUBLIC SERVICE COMMISSION**

11 Sec. 13-301. The public service commission administers the low-income energy
12 assistance grant program on behalf of the Michigan department of health and human services
13 via an interagency agreement. Funds supporting the grant program are appropriated in the
14 department upon awarding of grants and may be expended for grant payments and
15 administrative related expenses incurred in the operation of the grant program.

16

17 **LIQUOR CONTROL COMMISSION**

18 Sec. 13-401. (1) From the appropriations in part 1 from the direct shipper
19 enforcement revolving fund, the liquor control commission shall expend these funds as
20 required under section 203(11) of the Michigan liquor control code of 1998, 1998 PA 58, MCL
21 436.1203, to investigate and audit unlawful direct shipments of wine by unlicensed wineries
22 and retailers. In addition to other investigative methods, the commission shall use
23 shipping records available to it under section 203(21) of the Michigan liquor control code
24 of 1998, 1998 PA 58, MCL 436.1203, to assist with this effort.

25 (2) By February 1, the liquor control commission shall provide a report to the
26 legislature, the subcommittees, and the state budget office detailing the commission's
27 activities to investigate and audit the illegal shipping of wine and the results of these
28 activities. The report shall include the following:

29 (a) Work hours spent, specific actions undertaken, and the number of FTEs dedicated
30 to identifying and stopping unlicensed out-of-state retailers, third-party marketers, and
31 wineries that ship illegally in Michigan.

32 (b) General overview of expenditures associated with efforts to identify and stop

1 unlicensed out-of-state retailers, third-party marketers, and wineries that ship illegally
2 in Michigan.

3 (c) Number of out-of-state entities found to have illegally shipped wine into
4 Michigan and total number of bottles (750 ml), number of cases with 750 ml bottles, number
5 of liters, number of gallons, or weight of illegally shipped wine. These items must be
6 broken down by total number of retailers and total number of wineries.

7

8 **OCCUPATIONAL REGULATION**

9 Sec. 13-501. MANUAL FORMATTING NEEDED IN FINAL VERSION- CHECK AMOUNTS AGAINST LASTY
10 YEARS AND COPY FROM LAST YEARS SINE FORMATTED CORRECTLY.

11 Money appropriated under this part and part 1 for the bureau of fire services shall
12 not be expended unless, in accordance with section 2c of the fire prevention code, 1941 PA
13 207, MCL 29.2c, inspection and plan review fees will be charged according to the following
14 schedule:

15 Operation and maintenance inspection fee

16 <u>Facility type</u>	17 <u>Facility size</u>	18 <u>Fee</u>
19 Hospitals	20 Any	21 \$8.00 per bed

22 Plan review and construction inspection fees for hospitals and schools

23 <u>Project cost range</u>	24 <u>Fee</u>
25 \$101,000.00 or less	26 minimum fee of \$155.00
27 \$101,001.00 to \$1,500,000.00	28 \$1.60 per \$1,000.00
29 \$1,500,001.00 to \$10,000,000.00	30 \$1.30 per \$1,000.00
31 \$10,000,001.00 or more	32 \$1.10 per \$1,000.00

or a maximum fee of \$60,000.00.

33 Sec. 13-502. The funds collected by the department for licenses, permits, and other
34 elevator regulation fees set forth in the Michigan Administrative Code and as determined
35 under section 8 of 1976 PA 333, MCL 338.2158, and section 16 of 1967 PA 227, MCL 408.816,
36 that are unexpended at the end of the fiscal year shall carry forward to the subsequent
37 fiscal year.

38 Sec. 13-503. Not later than February 15, the department shall submit a report
39 providing the following information:

40 (a) The number of veterans who were separated from service in the Armed Forces of the

1 United States with an honorable character of service or under honorable conditions
2 (general) character of service, individually or if a majority interest of a corporation or
3 limited liability company, that were exempted from paying licensure, registration, filing,
4 or any other fees collected under each licensure or regulatory program administered by the
5 bureau of construction codes, the bureau of professional licensing, and the corporations,
6 securities, and commercial licensing bureau during the preceding fiscal year.

7 (b) The specific fees and total amount of revenue exempted under each licensure or
8 regulatory program administered by the bureau of construction codes, the bureau of
9 professional licensing, and the corporations, securities, and commercial licensing bureau
10 during the preceding fiscal year.

11 (c) The actual costs of providing licensing and other regulatory services to veterans
12 exempted from paying licensure, registration, filing, or any other fees during the
13 preceding fiscal year and a description of how these costs were calculated.

14 (d) The estimated amount of revenue that will be exempted under each licensure or
15 regulatory program administered by the bureau of construction codes, the bureau of
16 professional licensing, and the corporations, securities, and commercial licensing bureau
17 in both the current and subsequent fiscal years and a description of how the exempted
18 revenue was estimated.

19 Sec. 13-504. If the revenue collected by the department for health systems
20 administration from fees and collections exceeds the amount appropriated in part 1, the
21 revenue may be carried forward into the subsequent fiscal year. The revenue carried forward
22 under this section shall be used as the first source of funds in the subsequent fiscal
23 year.

24 Sec. 13-505. (1) Beginning October 1, for the purpose of defraying the costs
25 associated with responding to false final inspection appointments and to discourage the
26 practice of calling for final inspections when the project is incomplete or noncompliant
27 with a plan of correction previously provided by the bureau of fire services, the bureau of
28 fire services may assess a fee not to exceed \$800.00 for responding to a second or
29 subsequent confirmed false inspection appointment. Fees collected under this section shall
30 be deposited into the restricted account referenced by section 2c(2) of the fire prevention
31 code, 1941 PA 207, MCL 29.2c, and explicitly identified within the statewide integrated
32 governmental management applications system.

1 (2) Not later than September 30, the department shall prepare a report that provides
2 the amount of the fee assessed under subsection (1), the number of fees assessed and issued
3 per region, the cost allocation for the work performed and reduced as a result of this
4 section, and any recommendations for consideration by the legislature.

5 Sec. 13-506. The department shall submit a report on the Michigan automated
6 prescription system by November 30. The report shall include, but is not limited to, the
7 following:

8 (a) Total number of licensed health professionals registered to the Michigan
9 automated prescription system.

10 (b) Total number of dispensers registered to the Michigan automated prescription
11 system.

12 (c) Total number of prescribers using the Michigan automated prescription system.

13 (d) Total number of dispensers using the Michigan automated prescription system.

14 (e) Number of cases related to overprescribing, overdispensing, and drug diversion
15 where the department took administrative action as a result of information and data
16 generated from the Michigan automated prescription system.

17 (f) The number of hospitals, doctor's offices, pharmacies, and other health
18 facilities that have integrated the Michigan automated prescription system into their
19 electronic health records systems.

20 (g) Total number of delegate users registered to the Michigan automated prescription
21 system.

22 Sec. 13-509. From the funds appropriated in part 1 for bureau of construction codes,
23 resources shall be allocated for additional inspections and enforcement activities related
24 to the carnival-amusement safety act of 1966, 1966 PA 225, MCL 408.651 to 408.670, and the
25 ski area safety act of 1962, 1962 PA 199, MCL 408.321 to 408.344.

26 Sec. 13-510. Funds remaining in the homeowner construction lien recovery fund are
27 appropriated to the department for payment of court-ordered homeowner construction lien
28 recovery fund judgments entered before August 23, 2010. Pursuant to available funds, the
29 payment of final judgments shall be made in the order in which the final judgments were
30 entered and began accruing interest.

31 Sec. 13-511. From the funds appropriated in part 1 for the bureau of fire services,
32 the bureau shall perform or work in cooperation with local units of government to perform

1 inspections at places of public assembly that are of highest risk to occupants for injury
2 or fatality based on the size, density, or the nature of activities performed within the
3 facility, in accordance with the requirements under section 21c of the fire prevention
4 code, 1941 PA 207, MCL 29.21c.

5

6 **CANNABIS REGULATORY AGENCY**

7 Sec. 13-601. The department shall submit a comprehensive annual report for all
8 marihuana programs administered by the cannabis regulatory agency by January 31. This
9 report shall include, but is not limited to, all of the following information for the prior
10 fiscal year regarding the marihuana programs under the Michigan Medical Marihuana Act, 2008
11 IL 1, MCL 333.26421 to 333.26430, the medical marihuana facilities licensing act, 2016 PA
12 281, MCL 333.27101 to 333.27801, and the Michigan Regulation and Taxation of Marihuana Act,
13 2018 IL 1, MCL 333.27951 to 333.27967:

14 (a) The number of initial applications received, by license category.

15 (b) The number of initial applications approved and the number of initial
16 applications denied, by license category.

17 (c) The average amount of time, from receipt to approval or denial, to process an
18 initial application, by license category.

19 (d) The number of renewal applications approved, by license category and by county.

20 (e) The number of renewal applications received, by license category and by county,
21 if applicable.

22 (f) The number of renewal applications denied, by license category and by county.

23 (g) The average amount of time, from receipt to approval or denial, to process a
24 renewal application, by license category, if applicable.

25 (h) The percentage of initial applications not approved or denied within the time
26 requirements established in the respective act, by license category, if applicable.

27 (i) The percentage of renewal applications not approved or denied within the time
28 requirements established in the respective act, by license category, if applicable.

29 (j) The total amount collected from application fees or established regulatory
30 assessment and the specific fund this amount is deposited into, by license category.

31 (k) The registered names and addresses of all facilities licensed under each act, by
32 license category and by county.

1 (l) The number of complaints received pertaining to each act, by license type or
2 regulatory activity.

3 (m) A description of the types of complaints received.

4 (n) A description of the process used to resolve complaints.

5 (o) The number of investigations opened pertaining to each license category.

6 (p) The number of investigations closed pertaining to each license category.

7 (q) The average amount of time to complete investigations pertaining to each license
8 category.

9 (r) The number of enforcement actions pertaining to each license category.

10 (s) A description of the types of enforcement actions taken against licensees.

11 (t) The number of administrative hearing adjudications pertaining to each license
12 type.

13 (u) A list of the fees charged for license applications, license renewals, and
14 registry cards.

15 Sec. 13-602. The cannabis regulatory agency shall post, at least annually on a
16 publicly accessible website a list of all of the following:

17 (a) The number of investigative reports that identify violations of the acts or rules
18 enforced by the agency.

19 (b) The number of investigative reports that identify suspected marijuana product
20 that does not have the tracking numbers assigned by the statewide monitoring system
21 affixed, tagged, or labeled as required by law.

22 (c) The number of complaints filed by the public with the agency concerning either of
23 the following:

24 (i) Marijuana product that does not have the tracking numbers assigned by the
25 statewide monitoring system affixed, tagged, or labeled as required by law.

26 (ii) Unlicensed commercial production or sale of delta-8 THC.

27 (d) The number and outcome of all agency disciplinary proceedings initiated against
28 licensees.

29 (e) The number of reports of suspected illegal activities and the category of
30 suspected illegal or irregular activities the agency referred to the department of state
31 police, or other appropriate law enforcement agency.

32 (f) For any licensee subject to disciplinary proceedings initiated by the agency:

1 (i) Name of licensee.

2 (ii) Description of the allegation.

3 (iii) Complaint type.

4 (iv) Process used to resolve the allegation.

5 (v) Name of the law enforcement agency the allegation was referred to, including the
6 date of the referral, if applicable.

7 Sec. 13-603. The department shall submit a comprehensive annual report for all hemp
8 programs administered by the cannabis regulatory agency by January 31. The report must
9 include, but is not limited to, all of the following:

10 (a) The total amount collected by the cannabis regulatory agency from regulatory and
11 licensing activities related to hemp and hemp processor-handlers.

12 (b) The total cost of administering hemp regulatory and licensing programs.

13 (c) The total number of hemp processor-handlers and any other hemp licensees licensed
14 in this state, by county.

15 (d) A list and description of any fees that the cannabis regulatory agency assesses
16 on hemp licensees.

17
18 **COMMISSIONS**

19 Sec. 13-801. If Byrne formula grant funding is awarded to the Michigan indigent
20 defense commission, the Michigan indigent defense commission may receive and expend Byrne
21 formula grant funds as an interdepartmental grant from the department of state police. The
22 Michigan indigent defense commission, created under section 5 of the Michigan indigent
23 defense commission act, 2013 PA 93, MCL 780.985, may receive and expend federal grant
24 funding from the United States Department of Justice.

25 Sec. 13-803. Not later than March 1, the Michigan indigent defense commission must
26 submit a report containing all of the following:

27 (a) A detailed explanation of the total cost calculation for each indigent defense
28 standard for which grant recipients are receiving state grant funding. This explanation
29 must include a comprehensive itemization of the types of costs included for each standard.

30 (b) An itemized listing of how much funding each grant recipient is receiving for
31 each indigent defense standard.

32 (c) An explanation of the specific causal factors associated with any increase or

1 decrease of Michigan indigent defense commission grant funding from the prior fiscal year
2 level.

3 Sec. 13-804. From the funds appropriated in part 1, the Michigan indigent defense
4 commission shall notify the chairs of the subcommittees not more than 60 days after the
5 adoption of any new indigent defense standard. The notification must include an estimated
6 cost projection to fund the adopted indigent defense standard for the initial and
7 subsequent fiscal years.

8

9 **GRANTS**

10 Sec. 13-901. (1) The department shall expend the funds appropriated in part 1 for
11 marihuana operation and oversight grants for grants to counties for education and outreach
12 programs relating to the Michigan medical marihuana program and the adult-use marihuana
13 program, pursuant to section 6(1) of the Michigan Medical Marihuana Act, 2008 IL 1, MCL
14 333.26426, and section 14 of the Michigan Regulation and Taxation of Marihuana Act, 2018 IL
15 1, MCL 333.27964. The grant funds may be generated from application and license fees
16 authorized under section 8(1)(b) of the Michigan Regulation and Taxation of Marihuana Act,
17 2018 IL 1, MCL 333.27958. These grants shall be distributed proportionately based on the
18 number of registry identification cards issued to or renewed for the residents of each
19 county that applied for a grant under subsection (2). For the purposes of this subsection,
20 operation and oversight grants are for education, communication, and outreach regarding the
21 Michigan Medical Marihuana Act, 2008 IL 1, MCL 333.26421 to 333.26430, and the Michigan
22 Regulation and Taxation of Marihuana Act, 2018 IL 1, MCL 333.27951 to 333.27967. Grants
23 provided under this section must not be used for law enforcement purposes.

24 (2) Not later than December 1, the department shall post a listing of potential grant
25 money available to each county on its website. In addition, the department shall work
26 collaboratively with counties regarding the availability of these grant funds. A county
27 requesting a grant shall apply on a form developed by the department and available on its
28 website. The form shall contain the county's specific projected plan for use of the money
29 and its agreement to maintain all records and to submit documentation to the department to
30 support the use of the grant money.

31 (3) In order to be eligible to receive a grant under subsection (1), a county shall
32 apply not later than January 1 and report how the grant was expended not later than

1 September 15. The department shall submit a report not later than October 15 of the
2 subsequent fiscal year detailing the grant amounts by recipient and the reported uses of
3 the grants in the preceding fiscal year.

4 Sec. 13-902. (1) The amount appropriated in part 1 for firefighter training grants
5 shall only be expended for payments to counties to reimburse organized fire departments for
6 firefighter training and other activities required under the firefighters training council
7 act, 1966 PA 291, MCL 29.361 to 29.377.

8 (2) If the amount appropriated in part 1 for firefighter training grants is expended
9 by the firefighters training council, established in section 3 of the firefighters training
10 council act, 1966 PA 291, MCL 29.363, for payments to counties under section 14 of the
11 firefighters training council act, 1966 PA 291, MCL 29.374, the following apply to the
12 extent otherwise permissible by law:

13 (a) The amount appropriated in part 1 for firefighter training grants shall be
14 allocated pursuant to section 14(2) of the firefighters training council act, 1966 PA 291,
15 MCL 29.374.

16 (b) If the amount allocated to any county under subdivision (a) is less than
17 \$5,000.00, the amounts disbursed to each county under subdivision (a) shall be adjusted to
18 provide for a minimum payment of \$5,000.00 to each county.

19 (3) Not later than February 1, the department shall submit a financial report
20 identifying the following information for the preceding fiscal year:

21 (a) The amount of the payments that would be made to each county if the distribution
22 formula described by the first sentence of section 14(2) of the firefighters training
23 council act, 1966 PA 291, MCL 29.374, would have been utilized to allocate the total amount
24 appropriated in part 1 for firefighter training grants.

25 (b) The amount of the payments approved by the firefighters training council for
26 allocation to each county.

27 (c) The amount of the payments actually expended or encumbered within each county.

28 (d) A description of any other payments or expenditures made under the authority of
29 the firefighters training council.

30 (e) The amount of payments approved for allocations to counties that was not expended
31 or encumbered and lapsed back to the fireworks safety fund.

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Article 14

DEPARTMENT OF LIFELONG EDUCATION, ADVANCEMENT, AND POTENTIAL

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 14-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of lifelong education, advancement, and potential are appropriated for the fiscal year ending September 30, 2025, and are anticipated to be appropriated for the fiscal year ending September 30, 2026, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

For Fiscal
Year Ending
Sept. 30, 2025

For Fiscal
Year Ending
Sept. 30, 2026

1	DEPARTMENT OF LIFELONG EDUCATION, ADVANCEMENT, AND POTENTIAL			
2	APPROPRIATION SUMMARY			
3	Full-time equated unclassified positions.....	6.0		6.0
4	Full-time equated classified positions.....	334.0		334.0
5	GROSS APPROPRIATION	\$ 576,985,400	\$	516,985,400
6	Total interdepartmental grants and intradepartmental			
7	transfers	0		0
8	ADJUSTED GROSS APPROPRIATION	\$ 576,985,400	\$	516,985,400
9	Total federal revenues	413,951,400		413,951,400
10	Total local revenues	0		0
11	Total private revenues	250,000		250,000
12	Total other state restricted revenues	1,862,300		1,862,300
13	State general fund/general purpose	\$ 160,921,700	\$	100,921,700
14	<i>State general fund/general purpose schedule:</i>			
15	<i>Ongoing state general fund/general purpose</i>	<i>100,921,700</i>		<i>100,921,700</i>
16	<i>One-time state general fund/general purpose</i>	<i>60,000,000</i>		<i>0</i>
17	Sec. 14-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT			
18	Full-time equated unclassified positions.....	6.0		6.0
19	Full-time equated classified positions.....	30.0		30.0
20	Executive direction and operations-30.0 FTE positions	\$ 7,531,200	\$	7,531,200
21	Property management	254,500		254,500
22	Unclassified salaries-6.0 FTE positions	<u>999,500</u>		<u>999,500</u>
23	GROSS APPROPRIATION	\$ 8,785,200	\$	8,785,200
24	Appropriated from:			
25	Federal revenues:			
26	Other federal revenues	1,004,500		1,004,500
27	Special revenue funds:			
28	State general fund/general purpose	\$ 7,780,700	\$	7,780,700
29	Sec. 14-103. INFORMATION TECHNOLOGY			
30	Information technology services and projects	<u>998,800</u>	\$	<u>998,800</u>
31	GROSS APPROPRIATION	\$ 998,800	\$	998,800
32	Appropriated from:			

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Federal revenues:	
2	Other federal revenues	222,500 222,500
3	Special revenue funds:	
4	State general fund/general purpose	\$ 776,300 \$ 776,300
5	Sec. 14-104. OFFICE OF EARLY CHILDHOOD EDUCATION	
6	Full-time equated classified positions.....	251.0 251.0
7	Child development and care contracted services	\$ 22,900,000 \$ 22,900,000
8	Child development and care external support	11,028,100 11,028,100
9	Child development and care public assistance	410,927,400 410,927,400
10	Childcare licensing and regulation-179.0 FTE positions	30,326,600 30,326,600
11	Head start collaboration office-1.0 FTE position	425,100 425,100
12	Office of great start operations-71.0 FTE positions ..	14,564,600 14,564,600
13	Tri-share child care program	<u>3,400,000</u> <u>3,400,000</u>
14	GROSS APPROPRIATION	\$ 493,571,800 \$ 493,571,800
15	Appropriated from:	
16	Federal revenues:	
17	Other federal revenues	412,724,400 412,724,400
18	Special revenue funds:	
19	Private revenues	250,000 250,000
20	Other state restricted revenues	609,200 609,200
21	State general fund/general purpose	\$ 79,988,200 \$ 79,988,200
22	Sec. 14-105. OFFICE OF EDUCATION PARTNERSHIPS	
23	Full-time equated classified positions.....	8.0 8.0
24	Before and after school administration-2.0 FTE	
25	positions	\$ 366,500 \$ 366,500
26	Family and community engagement-6.0 FTE positions	<u>1,062,500</u> <u>1,062,500</u>
27	GROSS APPROPRIATION	\$ 1,429,000 \$ 1,429,000
28	Appropriated from:	
29	Special revenue funds:	
30	State general fund/general purpose	\$ 1,429,000 \$ 1,429,000
31	Sec. 14-106. OFFICE OF HIGHER EDUCATION	
32	Full-time equated classified positions.....	45.0 45.0

		For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Dual enrollment payments	\$ 3,000,000	\$ 3,000,000
2	Student financial assistance programs-45.0 FTE		
3	positions	<u>9,200,600</u>	<u>9,200,600</u>
4	GROSS APPROPRIATION	\$ 12,200,600	\$ 12,200,600
5	Appropriated from:		
6	Special revenue funds:		
7	Michigan merit award trust fund	1,253,100	1,253,100
8	State general fund/general purpose	\$ 10,947,500	\$ 10,947,500
9	Sec. 14-107. ONE-TIME APPROPRIATIONS		
10	Child development and care public assistance	\$ <u>60,000,000</u>	\$ <u>0</u>
11	GROSS APPROPRIATION	\$ 60,000,000	\$ 0
12	Appropriated from:		
13	Special revenue funds:		
14	State general fund/general purpose	\$ 60,000,000	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2025

GENERAL SECTIONS

Sec. 14-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for the fiscal year 2025 is \$162,784,000.00 and state spending from state sources to be paid to local units of government for fiscal year 2025 is \$0.00.

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

Sec. 14-203. As used in this article:

(a) "Department" means the Michigan department of lifelong education, advancement, and potential.

(b) "DHHS" means the Michigan department of health and human services.

(b) "Director" means the director of the department.

(c) "FTE" means full-time equated.

1 Sec. 14-204. From the funds appropriated in part 1, the departments and agencies
2 shall use the internet to fulfill the reporting requirements of this part. This requirement
3 shall include transmission of reports via email to the recipients identified for each
4 reporting requirement, and it shall include placement of reports on an internet site.

5 Sec. 14-205. To the extent permissible under section 261 of the management and budget
6 act, 1984 PA 431, MCL 18.1261, all of the following apply:

7 (a) The funds appropriated in part 1 must not be used for the purchase of foreign
8 goods or services, or both, if competitively priced and of comparable quality American
9 goods or services, or both, are available.

10 (b) Preference must be given to goods or services, or both, manufactured or provided
11 by Michigan businesses, if they are competitively priced and of comparable quality.

12 (c) Preference must be given to goods or services, or both, that are manufactured or
13 provided by Michigan businesses owned and operated by veterans, if they are competitively
14 priced and of comparable quality.

15 Sec. 14-206. To the extent permissible under the management and budget act, 1984 PA
16 431, MCL 18.1101 to 18.1594, the director of each department and agency receiving
17 appropriations in part 1 shall take all reasonable steps to ensure that geographically
18 disadvantaged business enterprises, as defined in Executive Directive 2023-1, compete for
19 and perform contracts to provide services or supplies, or both. Each director shall
20 strongly encourage firms with which the department or agency contracts to subcontract with
21 certified geographically disadvantaged business enterprises for services, supplies, or
22 both.

23 Sec. 14-207. Consistent with section 217 of the management and budget act, 1984 PA
24 431, MCL 18.1217, each department and agency receiving appropriations in part 1 shall
25 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
26 travel report shall be a listing of all travel by classified and unclassified employees
27 outside this state in the immediately preceding fiscal year that was funded in whole or in
28 part with funds appropriated in the department's or agency's budget. The department shall
29 submit the report to the house and senate appropriations committees and to the report
30 recipients required in section 213 of this part. The report shall include all of the
31 following information:

32 (a) The dates of each travel occurrence.

1 (b) The total transportation and related costs of each travel occurrence, including
2 the proportion funded with state general fund/general purpose revenues, the proportion
3 funded with state restricted revenues, the proportion funded with federal revenues, and the
4 proportion funded with other revenues.

5 Sec. 14-208. Funds appropriated in part 1 shall not be used by a principal executive
6 department, state agency, or authority to hire a person to provide legal services that are
7 the responsibility of the attorney general. This prohibition does not apply to legal
8 services for bonding activities and for those outside services that the attorney general
9 authorizes.

10 Sec. 14-209. Not later than December 15, the state budget office shall prepare and
11 transmit a report that provides for estimates of the total general fund/general purpose
12 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
13 projected year-end general fund/general purpose appropriation lapses by major departmental
14 program or program areas. The state budget office shall submit the report to the senate and
15 house appropriations committees and the senate and house fiscal agencies.

16 Sec. 14-210. (1) In addition to the funds appropriated in part 1, there is
17 appropriated an amount not to exceed \$10,000,000.00 for federal contingency funds. These
18 funds are not available for expenditure until they have been transferred to another line
19 item in this article under section 393(2) of the management and budget act, 1984 PA 431,
20 MCL 18.1393.

21 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
22 not to exceed \$500,000.00 for state restricted contingency funds. These funds are not
23 available for expenditure until they have been transferred to another line item in this
24 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

25 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
26 not to exceed \$350,000.00 for local contingency funds. These funds are not available for
27 expenditure until they have been transferred to another line item in this article under
28 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

29 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
30 not to exceed \$2,000,000.00 for private contingency funds. These funds are not available
31 for expenditure until they have been transferred to another line item in this article under
32 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

1 Sec. 14-211. (1) Money appropriated in part 1 shall not be used to restrict or impede
2 a marginalized community's access to government resources, programs, or facilities.

3 (2) From the funds appropriated in part 1, local governments shall report any action
4 or policy that attempts to restrict or interfere with the duties of the local health
5 officer.

6 Sec. 14-213. Except as otherwise provided in this part, all reports required under
7 this part shall be submitted to the senate and house appropriations subcommittees on the
8 department budget, the senate and house fiscal agencies, the senate and house policy
9 offices, and the state budget office.

10 Sec. 14-216. On a quarterly basis, the department shall report to the senate and
11 house appropriations committees and the report recipients required in section 213 of this
12 part a comparison by line item of the number of FTEs authorized from funds appropriated in
13 part 1 to the actual number of FTEs employed by the department at the end of the reporting
14 period.

15

16 **OFFICE OF EDUCATION PARTNERSHIPS**

17 Sec. 14-401. From the funds appropriated in part 1 for family and community
18 engagement, the department shall at a minimum do all of the following:

19 (a) Establish or partner with family engagement centers across the state to increase
20 parent and guardian involvement in their child's education.

21 (b) Ensure translation and interpretation services are available and implemented
22 pursuant to department guidance.

23 (c) Partner with intermediate school districts to assist in getting information and
24 resources to their constituent districts.

25 (d) Develop an early literacy engagement plan to help parents or guardians become
26 involved in their child's education.

27

28 **OFFICE OF HIGHER EDUCATION**

29 Sec. 14-705. The funds appropriated in part 1 for dual enrollment payments for an
30 eligible student enrolled in a state-approved nonpublic school shall be distributed as
31 provided under the postsecondary enrollment options act, 1996 PA 160, MCL 388.511 to
32 388.524, and the career and technical preparation act, 2000 PA 258, MCL 388.1901 to

1 388.1913, in a form and manner as determined by the department.

2

3 **OFFICE OF EARLY CHILDHOOD EDUCATION**

4 Sec. 14-1002. (1) From the funds appropriated in part 1, the department shall ensure
5 that the final child development and care provider reimbursement rates are published on the
6 department and Great Start to Quality webpages.

7 (2) In addition to the funds appropriated in part 1, upon receiving approval from the
8 state budget director, the department may receive and expend federal child care development
9 block grant funds at risk of being lapsed back to the federal government. The department
10 may do this only if all of the following criteria are met:

11 (a) The funds are at risk of being lapsed by the end of the current fiscal year.

12 (b) The department plans to expend the funds through a 1-time rate increase to
13 providers.

14 (c) The department makes this request to the state budget director not less than 30
15 days before the expenditure of the funds.

16 (3) If the average cases over a 3-month period in the child development and care
17 program result in the projected current fiscal year caseloads to fall below the caseload
18 agreement from the May consensus revenue estimating conference, the department may increase
19 the hourly reimbursement rate to child care providers if the following conditions are met:

20 (a) The level of estimated expenditures for the remainder of the year is estimated to
21 be significantly below the level estimated from the May consensus revenue estimating
22 conference.

23 (b) The department plans to expend the funds through a rate increase to providers for
24 the remainder of the fiscal year.

25 (c) The department makes this request to the state budget director not less than 30
26 days before the expenditure of the funds that includes the rate increase.

27 (4) Upon receiving approval from the state budget director under subsection (2) or
28 (3), the department must notify the senate and house fiscal agencies of the amount being
29 appropriated, the estimated rate increase to providers, and if the rate increase to
30 providers is 1-time or ongoing in nature.

31 (5) The department may withdraw the intent to expend the funds under subsections (2)
32 or (3) by notifying the state budget director in writing.

1 Sec. 14-1004. (1) From the funds appropriated in part 1 for child development and
2 care public assistance, the provider reimbursement rates for child care centers, group home
3 providers, registered family homes, and licensed exempt providers are increased by 10% from
4 the provider rates established in the child development and care handbook for FY 2024,
5 rounded to the nearest \$0.05.

6 (2) Rate increases funded under subsections (1) are effective the first full biweekly
7 pay period of fiscal year 2024-2025.

8 (3) The department shall ensure that the final child development and care provider
9 reimbursement rates are published on the department and Great Start to Quality webpages.

10 Sec. 14-1005. (1) From the funds appropriated in part 1 for child development and
11 care public assistance, the provider reimbursement rates for child care centers, group home
12 providers, registered family homes, and licensed exempt providers for foster care children
13 who are receiving benefits through their foster parents, are increased by 30% from the
14 provider rates established in section 1004 of this article, rounded to the nearest \$0.05.

15 (2) Rate increases funded under subsections (1) are effective the first full biweekly
16 pay period of fiscal year 2024-2025.

17 (3) The department shall ensure that the final child development and care provider
18 reimbursement rates are published on the department and Great Start to Quality webpages.

19 Sec. 14-1007. (1) From the funds appropriated in part 1 for child development and
20 care - external support, child development and care contracted services, and childcare
21 licensing and regulation, the department shall create an annual report that includes, but
22 is not limited to, the following:

23 (a) The affordability of child care in this state, including, but not limited to, the
24 number of children eligible for and participating in the child development and care
25 program, the number of children eligible for and participating in the child development and
26 care program for the last 5 years, and key takeaways from the most recent market rate
27 survey.

28 (b) The availability of child care in this state by county, including, but not
29 limited to, the number of licensed child care providers, the change in the number of
30 licensed child care providers and slots over time, and the estimated demand for care.

31 (c) The health and safety of child care, including, but not limited to, the top 10
32 most common rule violations, the number of licenses revoked and summarily suspended, and

1 the number of license violations for incomplete health and safety training and safe sleep
2 training.

3 (d) Any actions taken to strengthen health and safety of care, including, but not
4 limited to, the number of licensing consultants, their average caseload, the number of on-
5 site visits they complete by provider type and region, the types of activities that are
6 intended to improve health and safety in licensed care, and the number of times those
7 activities are performed by licensing consultants.

8 (e) The quality of child care, including, but not limited to, the number of licensed
9 providers participating in the great start to quality program and the workforce registry,
10 the number of new participants and how participation has changed over the last 5 years, and
11 the number of children participating in the child development and care program enrolled in
12 an enhancing quality level or higher program.

13 (f) Any actions taken to improve child care quality, including, but not limited to,
14 the number of quality consultants, their average caseload, the number of on-site visits
15 they complete by region, the types of activities that are intended to improve quality and
16 the number of times those activities are performed, and the number of providers that have
17 improved their quality rating since the start of the current fiscal year compared to the
18 same time period in the preceding fiscal year, reported as the number of providers in each
19 region.

20 (g) The child care workforce, including, but not limited to, the number of child care
21 professionals, average wages by role, number of individuals participating in the TEACH
22 scholarship and earning a credential, and the level of demand for staff.

23 (h) Total funding appropriated to contracts for the early childhood comprehensive
24 systems planning by the state during the previous fiscal year that includes, but is not
25 limited to, the following:

26 (i) The amount of funding for each grant awarded.

27 (ii) The grant recipients.

28 (iii) The activities funded by each grant.

29 (iv) An analysis of each grant recipient's success in addressing the development of a
30 comprehensive system of early childhood services and supports.

31 (2) The report shall be posted to the department website and sent to the state budget
32 director, the house and senate subcommittees that oversee the department budget, and the

1 house and senate fiscal agencies by April 1 of the current fiscal year reflecting data for
2 the previous fiscal year.

3 Sec. 14-1008. From the amount appropriated in part 1 for office of early childhood
4 education, the department shall ensure efficient service provisions to coordinate services
5 provided to families for home visits, reduce duplication of state services and spending,
6 and increase efficiencies including the home visits funded under section 32p of the state
7 school aid act of 1979, 1979 PA 94, MCL 388.1632p, and work with the DHHS as necessary.

8 Sec. 14-1009. From the funds appropriated in part 1 for child development and care
9 public assistance, the income entrance eligibility threshold for the child development and
10 care program is set to not more than 200% of the federal poverty guidelines.

11 Sec. 14-1011. From the funds appropriated in part 1 for child development and care
12 public assistance, for eligible children in the child development and care program, the
13 department shall implement payments to providers based on enrollment rather than based on
14 attendance. This shall be done in a manner determined by the department.

15 Sec. 14-1012. From the funds appropriated in part 1, \$3,000,000.00 shall be for the
16 department to work in collaboration with DHHS to continue the network of infant and early
17 childhood mental health consultation, which provides mental health consultation to child
18 care providers.

19 Sec. 14-1030. (1) The funds appropriated in part 1 for the Tri-share child care
20 program shall be awarded for the continuation of the project originally initiated and
21 funded in section 1047(31) of article 5 of 2020 PA 166.

22 (2) Except as otherwise provided in this subsection, funding appropriated in part 1
23 must be used to fund existing child care facilitator hubs. The department may fund new
24 child care facilitator hubs provided sufficient funding exists to support all existing
25 hubs, including hubs currently funded with private dollars. Any new hubs added must
26 increase the number of participating counties or serve statewide employers.

27 (3) Any child care facilitator receiving funds under this section must be a
28 nonprofit, limited liability company, C-corporation, S-corporation, or a sole proprietor.

29 (4) Not more than \$200,000.00 may be used for administration of the program.

30

31 **ONE-TIME APPROPRIATIONS**

32 Sec. 14-1101. (1) From the funds appropriated in part 1 for the child development and

1 care public assistance, the department shall implement a pilot program to provide employees
2 working in licensed child care programs benefits under the state child development and care
3 program.

4 (2) Eligible employees must apply in a form and manner determined by the department.
5 The department shall develop criteria and eligibility requirements for the program, that
6 shall include, but are not limited to the following:

7 (a) Children in care at a home based provider where the owner of the home based
8 provider is the parent or guardian of the child are not eligible for benefits under this
9 program.

10 (b) The amount of hours in biweekly benefits for this program must be equal to or
11 less than the amount of time the child care worker works in the same biweekly period. There
12 is one exception, if their child is in care at a child care provider they do not work at,
13 they can receive up to an additional 10 hours biweekly to cover commute time. The limit of
14 biweekly benefits is the same as the child development and care program, 90 hours biweekly.

15 (3) The unexpended funds appropriated in part 1 for Child development and care public
16 assistance, are designated as a work project appropriation, and any unencumbered or
17 unallotted funds shall not lapse at the end of the fiscal year and shall be available for
18 expenditure under this section until the projects have been completed. The following is in
19 compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL
20 18.1451a:

21 (a) The purpose of the project is to provide child development and care benefits to
22 employees in licensed child care programs.

23 (b) The project shall be accomplished by the department.

24 (c) The estimated cost of this project is \$60,000,000.00.

25 (d) The tentative completion date for this work project is September 30, 2027.

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Article 15

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 15-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of military and veterans affairs are appropriated for the fiscal year ending September 30, 2025, and are anticipated to be appropriated for the fiscal year ending September 30, 2026, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

1	DEPARTMENT OF MILITARY AND VETERANS AFFAIRS		
2	APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions.....	9.0	9.0
4	Full-time equated classified positions.....	1,051.0	1,051.0
5	GROSS APPROPRIATION	\$ 267,052,100	\$ 255,552,100
6	Total interdepartmental grants and intradepartmental		
7	transfers	101,800	101,800
8	ADJUSTED GROSS APPROPRIATION	\$ 266,950,300	\$ 255,450,300
9	Total federal revenues	144,036,800	144,036,800
10	Total local revenues	0	0
11	Total private revenues	100,000	100,000
12	Total other state restricted revenues	13,221,400	13,221,400
13	State general fund/general purpose	\$ 109,592,100	\$ 98,092,100
14	<i>State general fund/general purpose schedule:</i>		
15	<i>Ongoing state general fund/general purpose</i>	<i>98,092,100</i>	<i>98,092,100</i>
16	<i>One-time state general fund/general purpose</i>	<i>11,500,000</i>	<i>0</i>
17	Sec. 15-102. MILITARY		
18	Full-time equated unclassified positions.....	9.0	9.0
19	Full-time equated classified positions.....	418.5	418.5
20	Unclassified salaries-9.0 FTE positions	\$ 1,823,400	\$ 1,823,400
21	Headquarters and armories-103.0 FTE positions	22,291,800	22,291,800
22	Michigan youth challenge academy-68.0 FTE positions ..	10,340,500	10,340,500
23	Military family relief fund	150,000	150,000
24	Military retirement	2,770,600	2,770,600
25	Military training sites and support facilities-244.0		
26	FTE positions	45,568,900	45,568,900
27	National guard operations	600,500	600,500
28	National guard tuition assistance fund-3.5 FTE		
29	positions	11,239,500	11,239,500
30	Starbase grant	<u>2,322,000</u>	<u>2,322,000</u>
31	GROSS APPROPRIATION	\$ 97,107,200	\$ 97,107,200
32	Appropriated from:		

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Interdepartmental grant revenues:	
2	IDG from department of state police	101,800 101,800
3	Federal revenues:	
4	Other federal revenues	63,790,100 63,790,100
5	Special revenue funds:	
6	Private revenues	90,000 90,000
7	Other state restricted revenues	1,915,700 1,915,700
8	State general fund/general purpose	\$ 31,209,600 \$ 31,209,600
9	Sec. 15-103. MICHIGAN VETERANS AFFAIRS AGENCY	
10	Full-time equated classified positions.....	61.0 61.0
11	County veteran service grants-2.0 FTE positions	\$ 4,253,300 \$ 4,253,300
12	Michigan veterans affairs agency administration-49.0	
13	FTE positions	9,400,600 9,400,600
14	Veterans' trust fund administration-8.0 FTE positions	1,175,300 1,175,300
15	Veterans' trust fund grants	2,500,000 2,500,000
16	Veterans service grants-2.0 FTE positions	<u>4,253,300</u> <u>4,253,300</u>
17	GROSS APPROPRIATION	\$ 21,582,500 \$ 21,582,500
18	Appropriated from:	
19	Special revenue funds:	
20	Private revenues	10,000 10,000
21	Other state restricted revenues	3,725,300 3,725,300
22	State general fund/general purpose	\$ 17,847,200 \$ 17,847,200
23	Sec. 15-104. MICHIGAN VETERANS' FACILITY AUTHORITY	
24	Full-time equated classified positions.....	571.5 571.5
25	Chesterfield Township home for veterans-115.0 FTE	
26	positions	\$ 32,511,400 \$ 32,511,400
27	D.J. Jacobetti home for veterans-200.0 FTE positions .	25,927,700 25,927,700
28	Grand Rapids home for veterans-238.0 FTE positions ...	38,827,500 38,827,500
29	Information technology services and projects	1,734,300 1,734,300
30	Michigan veteran homes administration-18.0 FTE	
31	positions	4,622,600 4,622,600
32	Veterans cemetery-0.5 FTE position	<u>90,200</u> <u>90,200</u>

		For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	GROSS APPROPRIATION	\$ 103,713,700	\$ 103,713,700
2	Appropriated from:		
3	Federal revenues:		
4	Other federal revenues	50,088,800	50,088,800
5	Special revenue funds:		
6	Other state restricted revenues	6,580,400	6,580,400
7	State general fund/general purpose	\$ 47,044,500	\$ 47,044,500
8	Sec. 15-105. CAPITAL OUTLAY		
9	Armory maintenance	\$ 1,000,000	\$ 1,000,000
10	Land and acquisitions	1,000,000	1,000,000
11	Special maintenance - National Guard	30,000,000	30,000,000
12	Special maintenance - veterans' facilities	<u>500,000</u>	<u>500,000</u>
13	GROSS APPROPRIATION	\$ 32,500,000	\$ 32,500,000
14	Appropriated from:		
15	Federal revenues:		
16	Other federal revenues	30,000,000	30,000,000
17	Special revenue funds:		
18	Other state restricted revenues	1,000,000	1,000,000
19	State general fund/general purpose	\$ 1,500,000	\$ 1,500,000
20	Sec. 15-106. INFORMATION TECHNOLOGY		
21	Information technology services and projects	<u>\$ 648,700</u>	<u>\$ 648,700</u>
22	GROSS APPROPRIATION	\$ 648,700	\$ 648,700
23	Appropriated from:		
24	Federal revenues:		
25	Other federal revenues	157,900	157,900
26	Special revenue funds:		
27	State general fund/general purpose	\$ 490,800	\$ 490,800
28	Sec. 15-107. ONE-TIME APPROPRIATIONS		
29	Eliminating veteran homelessness grants	\$ 1,500,000	\$ 0
30	Selfridge Air National Guard Base	<u>10,000,000</u>	<u>0</u>
31	GROSS APPROPRIATION	\$ 11,500,000	\$ 0
32	Appropriated from:		

1 Special revenue funds:
 2 State general fund/general purpose \$ 11,500,000 \$ 0

4 PART 2

5 PROVISIONS CONCERNING APPROPRIATIONS

6 FISCAL YEAR 2025

8 **GENERAL SECTIONS**

9 Sec. 15-201. Pursuant to section 30 of article IX of the state constitution of 1963,
 10 total state spending from state sources under part 1 for the fiscal year 2025 is
 11 \$122,813,500.00 and state spending from state sources to be paid to local units of
 12 government for fiscal year 2025 is \$4,178,000.00. The itemized statement below identifies
 13 appropriations from which spending to local units of government will occur:

14 DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

Military training sites and support facilities.....	\$ 46,500
County veteran service grants.....	4,041,500
Michigan veterans affairs agency administration.....	<u>90,000</u>
TOTAL	\$ 4,178,000

19 Sec. 15-202. The appropriations authorized under this article are subject to the
 20 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

21 Sec. 15-203. As used in this article:

22 (a) "CMS" means the United States Department of Health and Human Services, Centers
 23 for Medicare and Medicaid Services.

24 (b) "Department" means the department of military and veterans affairs.

25 (c) "DHHS" means the department of health and human services.

26 (d) "Director" means the director of the department.

27 (e) "FTE" means full-time equated.

28 (f) "IDG" means interdepartmental grant.

29 (g) "MVAA" means the Michigan veterans affairs agency created by Executive
 30 Reorganization Order No. 2013 2, MCL 32.92.

31 (h) "MVFA" means the Michigan veterans' facility authority created under section 3 of
 32 the Michigan veterans' facility authority act, 2016 PA 560, MCL 36.103.

1 (i) "MVH" means the Michigan veteran homes as that term is defined in the Michigan
2 veterans' facility authority act, 2016 PA 560, MCL 36.102.

3 (j) "MYCA" means the Michigan youth challenge academy.

4 (k) "USDVA" means the United States Department of Veterans Affairs.

5 (l) "VSO" means veterans service organization.

6 (m) "Veterans' facility" means that term as defined in section 2 of the Michigan
7 veterans' facility authority act, 2016 PA 560, MCL 36.102.

8 Sec. 15-204. From the funds appropriated in part 1, the departments and agencies
9 shall use the internet to fulfill the reporting requirements of this part. This requirement
10 shall include transmission of reports via email to the recipients identified for each
11 reporting requirement, and it shall include placement of reports on an internet site.

12 Sec. 15-205. To the extent permissible under section 261 of the management and budget
13 act, 1984 PA 431, MCL 18.1261, all of the following apply:

14 (a) The funds appropriated in part 1 must not be used for the purchase of foreign
15 goods or services, or both, if competitively priced and of comparable quality American
16 goods or services, or both, are available.

17 (b) Preference must be given to goods or services, or both, manufactured or provided
18 by Michigan businesses, if they are competitively priced and of comparable quality.

19 (c) Preference must be given to goods or services, or both, that are manufactured or
20 provided by Michigan businesses owned and operated by veterans, if they are competitively
21 priced and of comparable quality.

22 Sec. 15-206. To the extent permissible under the management and budget act, 1984 PA
23 431, MCL 18.1101 to 18.1594, the director of each department and agency receiving
24 appropriations in part 1 shall take all reasonable steps to ensure that geographically
25 disadvantaged business enterprises, as defined in Executive Directive 2023-1, compete for
26 and perform contracts to provide services or supplies, or both. Each director shall
27 strongly encourage firms with which the department or agency contracts to subcontract with
28 certified geographically disadvantaged business enterprises for services, supplies, or
29 both.

30 Sec. 15-207. Consistent with section 217 of the management and budget act, 1984 PA
31 431, MCL 18.1217, each department and agency receiving appropriations in part 1 shall
32 prepare a report on out-of-state travel expenses not later than January 1 of each year. The

1 travel report shall be a listing of all travel by classified and unclassified employees
2 outside this state in the immediately preceding fiscal year that was funded in whole or in
3 part with funds appropriated in the department's or agency's budget. The department shall
4 submit the report to the house and senate appropriations committees and to the report
5 recipients required in section 213 of this part. The report shall include all of the
6 following information:

7 (a) The dates of each travel occurrence.

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

12 Sec. 15-208. Funds appropriated in part 1 shall not be used by a principal executive
13 department, state agency, or authority to hire a person to provide legal services that are
14 the responsibility of the attorney general. This prohibition does not apply to legal
15 services for bonding activities and for those outside services that the attorney general
16 authorizes.

17 Sec. 15-209. Not later than December 15, the state budget office shall prepare and
18 transmit a report that provides for estimates of the total general fund/general purpose
19 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
20 projected year-end general fund/general purpose appropriation lapses by major departmental
21 program or program areas. The state budget office shall submit the report to the senate and
22 house appropriations committees and the senate and house fiscal agencies.

23 Sec. 15-210. (1) In addition to the funds appropriated in part 1, there is
24 appropriated an amount not to exceed \$12,000,000.00 for federal contingency funds. These
25 funds are not available for expenditure until they have been transferred to another line
26 item in this article under section 393(2) of the management and budget act, 1984 PA 431,
27 MCL 18.1393.

28 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
29 not to exceed \$3,000,000.00 for state restricted contingency funds. These funds are not
30 available for expenditure until they have been transferred to another line item in this
31 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

32 (3) In addition to the funds appropriated in part 1, there is appropriated an amount

1 not to exceed \$250,000.00 for local contingency funds. These funds are not available for
2 expenditure until they have been transferred to another line item in this article under
3 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

8 Sec. 15-211. (1) Money appropriated in part 1 shall not be used to restrict or impede
9 a marginalized community's access to government resources, programs, or facilities.

10 (2) From the funds appropriated in part 1, local governments shall report any action
11 or policy that attempts to restrict or interfere with the duties of the local health
12 officer.

13 Sec. 15-213. Except as otherwise provided in this part, all reports required under
14 this part shall be submitted to the senate and house appropriations subcommittees on the
15 department budget, the senate and house fiscal agencies, the senate and house policy
16 offices, and the state budget office.

17 Sec. 15-216. On a quarterly basis, the department shall report to the senate and
18 house appropriations committees and the report recipients required in section 213 of this
19 part a comparison by line item of the number of FTEs authorized from funds appropriated in
20 part 1 to the actual number of FTEs employed by the department at the end of the reporting
21 period.

22 Sec. 15-223. The appropriations in part 1 for capital outlay shall be carried forward
23 at the end of the fiscal year consistent with section 248 of the management and budget act,
24 1984 PA 431, MCL 18.1248.

25

26 **MILITARY**

27 Sec. 15-302. (1) The department shall operate and maintain National Guard armories
28 and implement a system to measure the condition and adequacy of those armories.

29 (2) By December 1, the department shall report the following information:

30 (a) An assessment of the grounds and facilities of each armory to objectively measure
31 and determine the current facility condition and capability to support authorized manpower,
32 unit training, and operations.

1 (b) Recommendations for the placement of new armories, the relocation or
2 consolidation of existing armories, or a change in the mission of units assigned to
3 armories to ideally position the National Guard in current or projected population centers.

4 (c) Recommendations for the enhanced use of armories to facilitate family support
5 programs during deployments.

6 (d) An analysis of the feasibility, potential costs, and benefits of use of armories
7 shared with other local, state, or federal agencies to improve responses to local
8 emergencies as well as the community support provided to armories.

9 (e) An investment strategy and proposed funding amounts in a prioritized project list
10 to correct the most critical facility shortfalls across the inventory of armories in this
11 state.

12 (f) A review of the status of construction activities and expenditures of the armory
13 modernization project funded in section 107 of article 10 of 2022 PA 166 and section 104 of
14 2022 PA 194.

15 Sec. 15-303. (1) The department shall maintain the MYCA to provide values, skills,
16 education, and self-discipline instruction for at-risk youth as provided under 32 USC 509.

17 (2) The department shall take steps to recruit candidates to the MYCA from
18 economically disadvantaged areas, including those with low-income and high-unemployment
19 backgrounds.

20 (3) The department shall partner with the DHHS to identify youth who may be eligible
21 for MYCA from those youth served by DHHS services programs. These eligible youth shall be
22 given priority for enrollment.

23 (4) The department shall maintain the MYCA to graduate at least the target number of
24 graduates consistent with the state's cooperative agreement with the National Guard Bureau
25 regarding program operations.

26 (5) The department shall ensure individual academic success as measured by the number
27 of individuals who have received a general equivalency diploma, high school diploma, or
28 high school credit recovery or by the improvement of tests of adult basic education scores,
29 or both.

30 (6) Any unexpended and unencumbered private donations to support the MYCA at the
31 close of this fiscal year shall not lapse to the general fund but shall be carried forward
32 to the subsequent fiscal year.

1 Sec. 15-304. (1) By December 15, the department shall provide a report on the
2 revenues, expenditures, and fund balance of the military family relief fund created in
3 section 3 of the military family relief fund act, 2004 PA 363, MCL 35.1213. Expenditures
4 must be itemized by purpose, including, but not limited to, for advertising and assistance
5 grants. This report shall also include information on the number of applications for
6 assistance received, approved, and denied.

7 (2) From the funds appropriated in part 1, the department shall provide outreach to
8 the Michigan families of members of the reserve component of the Armed Forces of the United
9 States called into active duty on the availability of assistance through the military
10 family relief fund.

11 Sec. 15-305. (1) The department shall provide Army and Air National Guard forces,
12 when directed, for state and local emergencies and in support of national military
13 requirements.

14 (2) The department shall operate and maintain Army National Guard training
15 facilities, including Fort Custer and Camp Grayling.

16 (3) The department shall maintain a system that measures the condition and adequacy
17 of air facilities using both quality and functionality criteria.

18 (4) The department shall operate and maintain Air National Guard air bases, including
19 Selfridge Air National Guard base, Battle Creek Air National Guard base, and Alpena combat
20 readiness training center.

21 (5) By March 1, the department shall provide the following information for the prior
22 calendar year:

23 (a) The apportioned and assigned strength of the Michigan Army National Guard.

24 (b) The apportioned and assigned strength of the Michigan Air National Guard.

25 (c) Recruiting, retention, and attrition data, including measurement against stated
26 performance goals, for the Michigan Army National Guard.

27 (d) Recruiting, retention, and attrition data, including measurement against stated
28 performance goals, for the Michigan Air National Guard.

29 Sec. 15-306. (1) The billeting fund is created within the state treasury.

30 (2) The state treasurer may receive money or other assets from any source for deposit
31 into the fund. The state treasurer shall direct the investment of the fund and credit to
32 the fund interest and earnings from fund investments.

1 (3) All of the fees and other revenues generated from the operation of the chargeable
2 transient quarters program shall be deposited in the fund.

3 (4) Money in the fund at the close of the fiscal year remains in the fund and does
4 not lapse to the general fund.

5 (5) The department is the administrator of the fund for auditing purposes.

6 (6) The department shall expend money from the fund to support program operations and
7 the maintenance and operations of the chargeable transient quarters program.

8 (7) The department shall submit an annual report by December 15 of operations and
9 expenditures regarding the fund for the prior fiscal year.

10 Sec. 15-307. (1) The department shall maintain a National Guard tuition assistance
11 program under the Michigan national guard tuition assistance act, 2014 PA 259, MCL 32.431
12 to 32.433.

13 (2) The objective of the National Guard tuition assistance program is to bolster
14 military readiness by increasing recruitment and retention of Michigan Army and Air
15 National Guard members, to fill federally authorized strength levels for the state, to
16 improve the Michigan Army and Air National Guard's competitive draw from other military
17 enlistment options in the state, to enhance the ability of the Michigan Army and Air
18 National Guard to compete for guard members and federal dollars with surrounding states,
19 and to increase the pool of eligible candidates within the Michigan Army and Air National
20 Guard to become commissioned officers.

21 (3) The department shall make efforts to increase the number of guard members who
22 have received a credential or are still enrolled in the Michigan National Guard tuition
23 assistance program after their initial term of enlistment. To evaluate the effectiveness of
24 the program, the department shall monitor the number of new recruits and new reenlistments
25 and the percentage of those who become participants in the program to determine whether the
26 percentage of authorized Michigan Army and Air National Guard strength obtained and
27 retained is competitive in comparison with the neighboring army and air national guards
28 from Illinois, Indiana, Ohio, and Wisconsin.

29 (4) Not later than March 1, the department shall provide a report on the Michigan
30 National Guard tuition assistance program. The report shall include the following
31 information for the prior fiscal year:

32 (a) The number of national guard members, spouses, and children receiving tuition

1 assistance, specifically noting the number of each type of beneficiary.

2 (b) The educational institution from which those guard members received education or
3 training under the program, specifically noting the number of each type of program
4 beneficiary.

5 (c) The total amount of financial assistance received by each educational
6 institution, for each type of program beneficiary.

7 (d) The total funds expended on the program for financial assistance.

8 (e) The total funds expended on the program for administrative costs of the
9 department.

10 (f) The total number of applications for tuition assistance denied.

11 (g) A list of any educational institutions and training programs removed from
12 eligibility and the rationale for their removal.

13 (h) An explanation of any identified barriers to the successful utilization of the
14 program, or other unmet needs of the program and applicable proposals for legislative
15 action to address those barriers and needs.

16 (5) The general fund/general purpose funds appropriated in part 1 for the National
17 Guard tuition assistance fund shall be deposited into the restricted Michigan national
18 guard tuition assistance fund created in section 4 of the Michigan national guard tuition
19 assistance act, 2014 PA 259, MCL 32.434. All funds in the restricted Michigan national
20 guard tuition assistance fund are appropriated and available for expenditure to support the
21 Michigan National Guard tuition assistance program.

22 Sec. 15-308. The department shall maintain the starbase program at Air National Guard
23 facilities, as provided under 10 USC 2193b, to improve the knowledge, skills, and interest
24 of students, primarily in the fifth grade, in math, science, and technology. The starbase
25 program is to specifically target minority and at-risk students for participation.

26 Sec. 15-309. (1) The National Guard test projects fund is created within the state
27 treasury.

28 (2) The state treasurer may receive money or other assets from any source for deposit
29 into the fund. The state treasurer shall direct investment of the fund and credit to the
30 fund interest and earnings from fund investments.

31 (3) All of the fees and other revenues generated from the operation of the test
32 projects program shall be deposited in the fund.

1 (4) Money in the fund at the close of the fiscal year remains in the fund and does
2 not lapse to the general fund.

3 (5) The department is the administrator of the fund for auditing purposes.

4 (6) The department shall expend money from the fund to support test projects program
5 operations.

6 Sec. 15-310. (1) The morale, welfare, and recreation fund is created within the state
7 treasury.

8 (2) The state treasurer may receive money or other assets from any source for deposit
9 into the fund. The state treasurer shall direct the investment of the fund and shall credit
10 to the fund interest and earnings from fund investments.

11 (3) The department shall be the administrator of the fund for auditing purposes.

12 (4) All of the fees and other revenues generated from the operation of the morale,
13 welfare, and recreation program shall be deposited in the morale, welfare, and recreation
14 fund. Money in the fund shall be available for expenditure for the support of program
15 operations.

16 (5) Money remaining in the fund at the close of the fiscal year remains in the fund
17 and does not lapse to the general fund.

18 Sec. 15-311. (1) The National Guard facilities rental fund is created within the
19 state treasury.

20 (2) The state treasurer may receive money or other assets from any source for deposit
21 into the fund. The state treasurer shall direct the investment of the fund, and shall
22 credit to the fund interest and earnings from fund investments.

23 (3) All of the fees and other revenues generated from the operation of the National
24 Guard facilities rental program shall be deposited in the fund.

25 (4) Money in the fund at the close of the fiscal year remains in the fund and does
26 not lapse to the general fund.

27 (5) The department is the administrator of the fund for auditing purposes.

28 (6) The department shall expend money to support the National Guard facilities rental
29 program.

30 Sec. 15-312. The department shall provide by February 1 the report required under
31 section 251(7) of the Michigan military act, 1967 PA 150, MCL 32.651.

32 Sec. 15-313. The Michigan Army National Guard and Air National Guard shall work to

1 provide a culture that is free of sexual assault, through an environment of prevention,
2 education and training, response capability, victim support, reporting procedures, and
3 appropriate accountability that enhances the safety and well-being of all guard members.
4

5 **MICHIGAN VETERANS AFFAIRS AGENCY**

6 Sec. 15-404. (1) Money privately donated to the department for the MVAA in excess of
7 the appropriation in part 1 is appropriated and is available for expenditure for the
8 benefit and life enrichment of veterans and for the purpose designated by the private
9 source, if specified and in compliance with this section.

10 (2) Any unexpended and unencumbered private donations to support the MVAA at the
11 close of this fiscal year shall not lapse to the general fund but shall be carried forward
12 to the subsequent fiscal year.

13 (3) The department must submit a report by December 15 that provides the amount of
14 private donations received by the department for the MVAA and the purpose for which the
15 funds will be expended, if known.

16 Sec. 15-405. No later than February 1, the MVAA shall provide a detailed report of
17 the Michigan veterans' trust fund that includes, for the prior fiscal year, information on
18 grants provided from the emergency grant program, including the following:

19 (a) Details concerning the methodology of allocations and the selection of emergency
20 grant program authorized agents.

21 (b) A description of how the emergency grant program is administered in each county.

22 (c) A detailed breakdown of trust fund expenditures for that year, including the
23 amount distributed to each county for operating costs, administrative costs and emergency
24 grants.

25 (d) The number of approved applications, by category of assistance, and the number of
26 denied applications, by reason of denial.

27 (e) A description of the MVAA's efforts to reduce program administrative costs and
28 maintain the Michigan veterans' trust fund corpus at or above its original amount of
29 \$50,000,000.00.

30 (f) The overall financial status of the trust fund, including revenues and year-end
31 balance.

32 Sec. 15-406. (1) The MVAA shall do the following:

1 (a) Provide outreach services to Michigan veterans to advise them on the benefits and
2 assistance to which they are entitled or eligible, including assistance through the
3 military family relief fund, Michigan veterans' trust fund, and USDVA health, financial,
4 and memorial benefits.

5 (b) Fulfill requests for military discharge certificates (DD-214) upon request.

6 (c) Provide a report annually providing, to the extent known, data on the estimated
7 number of homeless veterans, by county, in this state.

8 (d) Provide a report annually on the activities and outcomes of its outreach
9 services.

10 Sec. 15-408. From the funds appropriated in part 1, the MVAA shall provide for the
11 regional coordination of services, as follows:

12 (a) The MVAA shall coordinate with veteran benefit counselors throughout a specified
13 region.

14 (b) The MVAA shall coordinate services with all state departments and agencies.

15 (c) The MVAA shall coordinate activities among local foundations, nonprofit
16 organizations, and community groups to improve accessibility, enrollment, and utilization
17 of the array of health care, education, employment assistance, and quality of life services
18 provided at the local level.

19 (d) The MVAA shall work with MVAA service officers, county veteran counselors, VSO
20 service officers, and other service providers to increase awareness of available mental
21 health care resources and support services they may be eligible to receive.

22 (e) The MVAA shall coordinate with the DHHS to identify Medicaid recipients who are
23 veterans and who may be eligible for federal veterans health care benefits or other
24 benefits, to the extent that the identification does not violate applicable confidentiality
25 requirements.

26 (f) The MVAA shall collaborate with the department of corrections to create and
27 maintain a process by which prisoners can obtain a copy of their DD-214 form or other
28 military discharge documentation if necessary.

29 (g) The MVAA shall coordinate with agencies and organizations that provide veterans
30 service officers to conduct training for those officers in emerging topics and issues, such
31 as military sexual trauma, post-traumatic stress disorder, depression, anxiety, substance
32 abuse, or other mental health issues.

1 Sec. 15-410. (1) The MVAA shall provide claims processing services to Michigan
2 veterans in support of benefit claims submitted to the USDVA for the health, financial, and
3 memorial benefits for which they are eligible, and shall report annually on the number of
4 benefit claims, by type, submitted to the USDVA by MVAA.

5 (2) The MVAA shall develop and implement a process to ensure that all county
6 counselors receive the training and accreditation necessary to provide quality services to
7 veterans and shall report information annually on the number and percentage of county
8 veterans counselors trained by the MVAA, and the number and percentage who received funding
9 from the MVAA to attend training.

10 (3) From the funds appropriated in part 1 for MVAA, the MVAA is authorized to expend
11 up to \$100,000.00 to hire legal services to represent veterans benefit cases before federal
12 court to maintain accreditation under 38 CFR 14.628(d)(1)(iv).

13 Sec. 15-411. (1) From the funds appropriated in part 1 for veterans service grants,
14 the MVAA shall establish, administer, and award competitive grants to 1 or more
15 congressionally chartered VSOs or a coalition of VSOs. Grants shall be used to support
16 efforts to connect veterans and their dependents with federal compensation and pension
17 benefits and state veterans' benefits, including emergency grants through the Michigan
18 veterans' trust fund and other local or nonprofit assistance that may be available to
19 veterans and their dependents. The competitive grant process shall include all of the
20 following:

21 (a) The service provision model should provide services across the state and be
22 tracked regionally to ensure that veterans and their dependents in this state, including
23 those within tribal communities, are provided with services, advocacy, and outreach as
24 close to the communities in which they live as possible.

25 (b) Ensure that grantees are providing adequate veteran services and advocacy,
26 through in-person and virtual meetings, that enables the organization to meet performance
27 goals established in the grant agreement.

28 (c) Foster innovative and transformative approaches and techniques for the grantee to
29 use when providing services, advocacy, and outreach for veterans and their dependents.

30 (d) Require grantees to use an MVAA-designated internet-based claims data system to
31 manage caseloads. License fees associated with the claims data system described in this
32 subdivision are considered an allowable expenditure and can be reimbursed with grant funds.

1 (e) A provision that requires grantees, in coordination with the MVAA, to provide
2 services to incarcerated veterans who are within 1 year of their earliest release date.

3 (f) Ensure that each grantee is issued performance goals.

4 (g) Ensure that each grantee expends grant awards as prescribed in the grant
5 agreement.

6 (h) Require each grantee to report not less than quarterly on all of the following:

7 (i) An accounting for all grant fund expenditures.

8 (ii) The number and type of claims originated and submitted by the grantee to the
9 USDVA.

10 (iii) The number and type of claims originated by an organization other than the
11 grantee and submitted by the grantee to the USDVA.

12 (iv) The services provided to veterans and their dependents.

13 (v) Progress in achieving performance benchmark goals.

14 (i) Ensure that each grantee is issued performance benchmark goals that each grantee
15 must aim to achieve and require each grantee to report to the MVAA, in order to ensure that
16 benchmark goals are being achieved, or on target to be achieved, in the fiscal year.

17 (2) The MVAA shall do all of the following:

18 (a) Follow all generally accepted accounting principles in accordance with sections
19 141 and 485 of the management and budget act, 1984 PA 431, MCL 18.1141 and 18.1485.

20 (b) When establishing, modifying, or amending the competitive grant process described
21 in subsection (1), consult and collaborate with congressionally chartered VSOs in the
22 state, or a coalition of VSOs, and other stakeholders to ensure a comprehensive approach to
23 providing services, advocacy, and outreach to veterans and their dependents.

24 (c) Provide notice to current grantees of any MVAA-proposed modifications or
25 amendments to the competitive grant process and provide those grantees with an opportunity
26 to respond through written communication.

27 (d) Assess the accuracy rate of claims reported by grantees.

28 (e) Review and audit grantees' expenditure of grant funds to ensure compliance with
29 the grant agreement, as provided under section 470 of the management and budget act, 1984
30 PA 431, MCL 18.1470.

31 (3) By March 1, the MVAA shall provide a report summarizing grant activities for the
32 prior fiscal year, including the amount of expenditures, number of service and advocacy

1 hours, number of claims for benefits submitted by type of claim, and other information
2 deemed appropriate by the MVAA.

3 (4) From the funds appropriated in part 1 for veterans service grants, \$211,800 must
4 be allocated to cover necessary administrative and implementation costs incurred by the
5 MVAA.

6 Sec. 15-413. (1) The funds appropriated in part 1 for county veteran service grants
7 must be deposited into the restricted county veteran service fund created in section 3a of
8 1953 PA 192, MCL 35.623a. All available funds in the restricted county veteran service fund
9 are appropriated and available for expenditure as provided by law.

10 (2) From the restricted county veteran service fund created in section 3a of 1953 PA
11 192, MCL 35.623a, \$211,800.00 shall be allocated to the MVAA to cover necessary
12 administrative and implementation costs incurred by the MVAA.

13 (3) The MVAA shall provide a report by December 31 that includes the following
14 information for the prior fiscal year:

15 (a) A list of counties that received a grant under this section.

16 (b) The total amount of grant funding each county received including any amount of
17 funding provided under the emergent need relief program pursuant to section 3a(10) of 1953
18 PA 192, MCL 35.623a.

19 (c) A summary of each county's expenditures of grant funding.

20 (d) The amount of any unexpended grant funding disbursed to the counties that has
21 been recovered and returned to the county veteran service fund.

22 (e) The balance of the county veteran service fund after the prior fiscal year-end
23 book closing.

24 (f) A list of counties that have requested funds in the current fiscal year, the
25 amount requested by each county, and the total of these amounts.

26 (g) A list of counties that did not request funds in the current fiscal year.

27 (h) The amount of any funds recovered by the MVAA through the MVAA's finding of
28 misused grant funds.

29 (i) An explanation of any obstacles or reasons for counties not applying for or
30 spending their eligible amount of grant funding.

31 (j) The amount expended by the MVAA for grant administration and implementation
32 costs.

1 Sec. 15-414. By February 1, the department shall provide a report on the status of
2 the construction, operations, and finances of the state veterans cemetery under the
3 veterans cemetery act, 2022 PA 267, MCL 35.1251 to MCL 35.1259.
4

5 **MICHIGAN VETERANS' FACILITY AUTHORITY**

6 Sec. 15-501. (1) Money privately donated to the MVH, the MVFA, or a veterans'
7 facility in excess of the appropriation in part 1 is appropriated and is available for
8 expenditure for the benefit and life enrichment of resident members and for the purpose
9 designated by the private source, if specified and in compliance with this section.

10 (2) The MVH must submit a report by December 15 that provides the amount of the
11 private donations described under subsection (1) and the purpose for which the funds will
12 be expended, if known.

13 (3) Any unexpended and unencumbered private donations at the close of this fiscal
14 year shall not lapse to the general fund but shall be carried forward to the subsequent
15 fiscal year.

16 Sec. 15-502. (1) The MVH and the MVFA shall provide compassionate and quality nursing
17 care services at each veterans' facility in this state so that resident members can achieve
18 their highest potential of wellness, independence, self-worth, and dignity.

19 (2) From the funds appropriated in part 1, the MVFA and the MVH shall provide nursing
20 care services to veterans in accordance with federal standards and report the results of
21 the annual USDVA and CMS surveys and certification as proof of compliance.

22 (3) Appropriations in part 1 for a veterans' facility shall not be used for any
23 purpose other than expenses related to the operations of the veterans' facility.

24 Sec. 15-503. All contractors providing health care services at a veterans' facility
25 shall provide services in a manner that complies with applicable USDVA and CMS regulations
26 for state veterans' homes and skilled nursing facilities, any rules governing the operation
27 of nursing homes licensed in this state, and any training and education requirements
28 associated with staff licensure or certification.

29 Sec. 15-504. (1) All complaints of abuse or neglect at a veterans' facility must be
30 reported and investigated in compliance with USDVA and CMS regulations for state veterans'
31 homes and skilled nursing facilities. The MVFA shall report on a bimonthly basis the
32 following information:

1 (a) A description of the process by which resident members and others may file
2 complaints of alleged abuse or neglect at a veterans' facility.

3 (b) Summary statistics on the number and general nature of complaints of abuse or
4 neglect.

5 (c) Summary statistics on the final disposition of complaints of abuse or neglect
6 received.

7 (2) The process by which visitors, resident members, and staff of the veterans'
8 facility may register complaints must be displayed in high-traffic areas throughout the
9 veterans' facility.

10 Sec. 15-505. The MVH shall establish and implement internal controls regarding all of
11 the following:

12 (a) The use and management of food, maintenance, and pharmaceutical and medical
13 supply inventories.

14 (b) Calculating resident member maintenance assessments in order to accurately
15 calculate resident member maintenance assessments for each billing cycle and ensure that
16 all past due resident member maintenance assessments are addressed within 30 days.

17 (c) Monetary donations and donated goods.

18 (d) The handling of resident member funds to ensure the release of funds within 15
19 calendar days upon the resident member leaving the home and to ensure that a representative
20 of a resident member is provided a full accounting of that resident member's funds within
21 30 calendar days after the death of that resident member.

22 (e) Financial reporting and accounting.

23 Sec. 15-506. (1) The MVH shall post on its website the following:

24 (a) All policies adopted by the MVFA and the veterans' facility related to the
25 administrative operations of the veterans' facility.

26 (b) The agenda and minutes of public meetings of the MVFA board.

27 (2) The MVH shall provide a report with copies of each veterans' facility's USDVA
28 State Veteran Home quarterly report. These quarterly reports shall also be posted on the
29 MVH website.

30 (3) The MVH shall provide bimonthly reports on the following:

31 (a) Census data for each veterans' facility, including information on level of care,
32 service era of its resident members, payer source, and average income and assessment rate.

1 (b) Per patient daily care hours provided by each veterans' facility, by level of
2 care.

3 (c) Financial status of each veterans' facility and central MVFA/MVH administration.
4 Information shall include, but not be limited to, actual year-to-date and projected year-
5 end revenues and expenditures, by fund source.

6 (4) The MVH shall provide a report on the results of any annual or for-cause survey
7 conducted by any entity with oversight over the veterans' facility and any corresponding
8 corrective action plan. This information shall also be made available publicly through the
9 MVH website.

10 (5) In addition to the information required under section 12(1) of the Michigan
11 veterans' facility authority act, 2016 PA 560, MCL 36.112, the MVFA shall provide a report
12 detailing the strategies and actions taken to maximize revenues from non-general fund
13 sources and cost savings strategies.

14 Sec. 15-507. In addition to the funds appropriated in part 1, private revenues held
15 by the MVH on a nonfiduciary basis for a resident member of a veterans' facility are
16 appropriated to pay medical expenses, member assessments, and other expenses incurred by
17 that resident member. Any unexpended or unencumbered private revenues held on a
18 nonfiduciary basis by the MVH at the close of the fiscal year shall not lapse to the
19 general fund but shall be carried forward into the subsequent fiscal year.

20 Sec. 15-508. By March 1, the MVFA shall provide a report on the construction,
21 operation, and finances of the new Marquette veterans home funded in article 14 of 2022 PA
22 166.

23 Sec. 15-509. Except as otherwise provided by law, any unexpended and unencumbered
24 federal revenues received by the MVFA shall not lapse to the state general fund but shall
25 be carried forward into the subsequent fiscal year.

26 Sec. 15-510. The department, with the approval of the state budget director, is
27 authorized to realign non-general fund sources of the Michigan veterans' facility
28 authority. This realignment of fund sourcing shall not produce a gross increase or decrease
29 in the total authorization for the individual Michigan veterans' facility authority line-
30 item appropriations. The department shall provide quarterly report on actions taken under
31 this section.

32

1 **CAPITAL OUTLAY**

2 Sec. 15-601. (1) The department shall provide for the acquisition and disposition of
3 National Guard armories, facilities, and lands as provided under sections 368, 382, and
4 382a of the Michigan military act, 1967 PA 150, MCL 32.768, 32.782, and 32.782a.

5 (2) The department shall provide a listing of property sales and acquisitions
6 annually.

7 Sec. 15-602. (1) The appropriations for special maintenance - National Guard and
8 armory maintenance shall be expended in accordance with the requirements of sections 302
9 and 305 of this part and shall be expended according to the maintenance priorities of the
10 department to repair and modernize military training sites and support facilities,
11 including armories.

12 (2) The department shall provide a report by January 15 providing information on the
13 status, projected costs, and projected completion date of current and planned special
14 maintenance projects at the armories and other National Guard facilities funded from
15 capital outlay appropriations made in part 1 and in prior appropriations years.

16 Sec. 15-603. (1) The appropriations for special maintenance - veterans' facility
17 shall be expended in accordance with the requirements of section 502 of this part and shall
18 be expended according to the maintenance priorities of the MVFA to repair and modernize the
19 state's veterans' facility, which may include physical plant expansions, renovations, or
20 enhancements, and other projects designed to enhance the quality of life and medical care
21 of resident members.

22 (2) The MVH shall provide a report by January 15 providing information on the status,
23 projected costs, and projected completion date of current and planned special maintenance
24 projects at each veterans' facility funded from capital outlay appropriations made in part
25 1 and in prior appropriations years.

26

27 **ONE-TIME APPROPRIATIONS**

28 Sec. 15-701. (1) From the funds appropriated in part 1 for eliminating veteran
29 homelessness grants, the MVAA shall create and operate a grant program that provides grants
30 to Michigan-based nonprofit organizations that provide, or assist in providing, housing for
31 homeless veterans or their families, or both. The grants must support efforts to reduce or
32 eliminate homelessness among veterans in this state by supporting costs of housing veterans

1 or their families, or both. The MVAA shall develop criteria for determining grant
2 eligibility in accordance with this section. A grant must be disbursed within 60 days after
3 the date that the MVAA receives a completed and signed grant agreement from the nonprofit
4 organization requesting the grant. Grant funding must be used to support costs related to
5 housing or other activities that assist homeless veterans and their families to avoid
6 homelessness.

7 (2) The MVAA shall provide a report by December 31, 2025 summarizing grant activities
8 for the fiscal year ending September 30, 2025, and shall include the following information
9 for each grant issued under this grant program:

10 (a) The name of each grant recipient.

11 (b) The location, city, and county of each grant recipient.

12 (c) The amount of the grant provided to each grant recipient.

13 (d) A brief summary of each grant recipient's expenditures of grant funding.

14 (3) As used in this section:

15 (a) "Veteran" means an individual who served in the United States Armed Forces,
16 including the reserve components and National Guard, and was discharged or released under
17 conditions other than dishonorable. Veteran includes an individual who died while on active
18 duty in the United States Armed Forces.

19 (b) "Homeless" means that term as defined in section 103 of the McKinney-Vento
20 homeless assistance act of 2009, 42 USC 11302.

21 Sec. 15-702. Funds appropriated in part 1 for Selfridge Air National Guard Base must
22 be used to support costs of complying with air installation compatible use zone program
23 recommendations, including capital improvements necessary to shift the runway to the north
24 and repair airfield and non-airfield features of the base and surrounding community
25 impacted by the shift. This includes, but is not limited to, infrastructure projects
26 repairing roadways, vehicle access to the base and museum, stormwater drain and culvert
27 repairs and modernization, force protection features and airfield features.

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Article 16

DEPARTMENT OF NATURAL RESOURCES

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 16-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of natural resources are appropriated for the fiscal year ending September 30, 2025, and are anticipated to be appropriated for the fiscal year ending September 30, 2026, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

1	DEPARTMENT OF NATURAL RESOURCES		
2	APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions.....	6.0	6.0
4	Full-time equated classified positions.....	2,539.3	2,539.3
5	GROSS APPROPRIATION	\$ 542,770,100	\$ 542,770,100
6	Total interdepartmental grants and intradepartmental		
7	transfers	207,000	207,000
8	ADJUSTED GROSS APPROPRIATION	\$ 542,563,100	\$ 542,563,100
9	Total federal revenues	96,140,700	96,140,700
10	Total local revenues	0	0
11	Total private revenues	7,609,200	7,609,200
12	Total other state restricted revenues	371,056,200	371,056,200
13	State general fund/general purpose	\$ 67,757,000	\$ 67,757,000
14	<i>State general fund/general purpose schedule:</i>		
15	<i>Ongoing state general fund/general purpose</i>	<i>67,757,000</i>	<i>67,757,000</i>
16	<i>One-time state general fund/general purpose</i>	<i>0</i>	<i>0</i>
17	Sec. 16-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT		
18	Full-time equated unclassified positions.....	6.0	6.0
19	Full-time equated classified positions.....	150.1	150.1
20	Unclassified salaries-6.0 FTE positions	\$ 964,400	\$ 964,400
21	Accounting service center	1,652,200	1,652,200
22	Executive direction-11.6 FTE positions	2,326,600	2,326,600
23	Finance and operations-110.5 FTE positions	18,701,600	18,701,600
24	Gifts and pass-through transactions	5,003,600	5,003,600
25	Legal services-4.0 FTE positions	704,800	704,800
26	Minerals management-20.0 FTE positions	3,080,500	3,080,500
27	Natural resources commission	77,100	77,100
28	Office of public lands-4.0 FTE positions	1,478,200	1,478,200
29	Property management	<u>3,440,600</u>	<u>3,440,600</u>
30	GROSS APPROPRIATION	\$ 37,429,600	\$ 37,429,600
31	Appropriated from:		
32	Interdepartmental grant revenues:		

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	IDG from other restricted funding	207,000	207,000
2	Federal revenues:		
3	Other federal revenues	449,100	449,100
4	Special revenue funds:		
5	Private revenues	5,003,600	5,003,600
6	Other state restricted revenues	28,488,000	28,488,000
7	State general fund/general purpose	\$ 3,281,900	\$ 3,281,900
8	Sec. 16-103. DEPARTMENT INITIATIVES		
9	Full-time equated classified positions.....	21.0	21.0
10	Great Lakes restoration initiative	\$ 2,904,200	\$ 2,904,200
11	Invasive species prevention and control-21.0 FTE		
12	positions	<u>7,109,200</u>	<u>7,109,200</u>
13	GROSS APPROPRIATION	\$ 10,013,400	\$ 10,013,400
14	Appropriated from:		
15	Federal revenues:		
16	Other federal revenues	2,904,200	2,904,200
17	Special revenue funds:		
18	State general fund/general purpose	\$ 7,109,200	\$ 7,109,200
19	Sec. 16-104. COMMUNICATION AND CUSTOMER SERVICES		
20	Full-time equated classified positions.....	136.3	136.3
21	Cultural resource management-5.5 FTE positions	\$ 1,009,100	\$ 1,009,100
22	Marketing and outreach-88.8 FTE positions	17,476,700	17,476,700
23	Michigan historical center-42.0 FTE positions	6,446,400	6,446,400
24	Michigan wildlife council	<u>1,400,000</u>	<u>1,400,000</u>
25	GROSS APPROPRIATION	\$ 26,332,200	\$ 26,332,200
26	Appropriated from:		
27	Federal revenues:		
28	Other federal revenues	2,976,900	2,976,900
29	Special revenue funds:		
30	Other state restricted revenues	18,060,200	18,060,200
31	State general fund/general purpose	\$ 5,295,100	\$ 5,295,100
32	Sec. 16-105. WILDLIFE MANAGEMENT		

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	Full-time equated classified positions.....	230.5	230.5
2	Natural resources heritage-9.0 FTE positions	\$ 659,200	\$ 659,200
3	Wildlife management-221.5 FTE positions	<u>47,802,600</u>	<u>47,802,600</u>
4	GROSS APPROPRIATION	\$ 48,461,800	\$ 48,461,800
5	Appropriated from:		
6	Federal revenues:		
7	Other federal revenues	26,472,600	26,472,600
8	Special revenue funds:		
9	Private revenues	315,700	315,700
10	Other state restricted revenues	17,039,500	17,039,500
11	State general fund/general purpose	\$ 4,634,000	\$ 4,634,000
12	Sec. 16-106. FISHERIES MANAGEMENT		
13	Full-time equated classified positions.....	227.5	227.5
14	Aquatic resource mitigation-2.0 FTE positions	\$ 737,200	\$ 737,200
15	Fish production-63.0 FTE positions	11,016,400	11,016,400
16	Fisheries resource management-162.5 FTE positions	<u>23,718,100</u>	<u>23,718,100</u>
17	GROSS APPROPRIATION	\$ 35,471,700	\$ 35,471,700
18	Appropriated from:		
19	Federal revenues:		
20	Other federal revenues	12,127,700	12,127,700
21	Special revenue funds:		
22	Private revenues	136,700	136,700
23	Other state restricted revenues	21,992,400	21,992,400
24	State general fund/general purpose	\$ 1,214,900	\$ 1,214,900
25	Sec. 16-107. LAW ENFORCEMENT		
26	Full-time equated classified positions.....	298.0	298.0
27	Body cameras for conservation officers-5.0 FTE		
28	positions	\$ 857,500	\$ 857,500
29	General law enforcement-293.0 FTE positions	<u>54,037,500</u>	<u>54,037,500</u>
30	GROSS APPROPRIATION	\$ 54,895,000	\$ 54,895,000
31	Appropriated from:		
32	Federal revenues:		

		For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Other federal revenues	6,991,100	6,991,100
2	Special revenue funds:		
3	Other state restricted revenues	28,131,200	28,131,200
4	State general fund/general purpose	\$ 19,772,700	\$ 19,772,700
5	Sec. 16-108. PARKS AND RECREATION DIVISION		
6	Full-time equated classified positions.....	1,102.4	1,102.4
7	Forest recreation and trails-86.7 FTE positions	\$ 12,587,800	\$ 12,587,800
8	MacMullan conference center-15.0 FTE positions	1,252,200	1,252,200
9	Michigan conservation corps	935,000	935,000
10	Nature awaits-13.8 FTE positions	4,045,300	4,045,300
11	Recreational boating-181.3 FTE positions	23,830,400	23,830,400
12	State parks-805.6 FTE positions	<u>106,948,500</u>	<u>106,948,500</u>
13	GROSS APPROPRIATION	\$ 149,599,200	\$ 149,599,200
14	Appropriated from:		
15	Federal revenues:		
16	Other federal revenues	1,892,000	1,892,000
17	Special revenue funds:		
18	Private revenues	428,300	428,300
19	Other state restricted revenues	138,794,300	138,794,300
20	State general fund/general purpose	\$ 8,484,600	\$ 8,484,600
21	Sec. 16-109. MACKINAC ISLAND STATE PARK COMMISSION		
22	Full-time equated classified positions.....	17.0	17.0
23	Historical facilities system-13.0 FTE positions	\$ 1,913,300	\$ 1,913,300
24	Mackinac Island State Park operations-4.0 FTE		
25	positions	<u>342,300</u>	<u>342,300</u>
26	GROSS APPROPRIATION	\$ 2,255,600	\$ 2,255,600
27	Appropriated from:		
28	Special revenue funds:		
29	Other state restricted revenues	1,833,900	1,833,900
30	State general fund/general purpose	\$ 421,700	\$ 421,700
31	Sec. 16-110. FOREST RESOURCES DIVISION		
32	Full-time equated classified positions.....	356.5	356.5

		For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Adopt-a-forest program	\$ 25,000	\$ 25,000
2	Cooperative resource programs-11.0 FTE positions	1,650,600	1,650,600
3	Forest fire equipment	931,500	931,500
4	Forest management and timber market development-200.0		
5	FTE positions	46,586,100	46,586,100
6	Forest management initiatives-8.5 FTE positions	944,200	944,200
7	Wildfire protection-137.0 FTE positions	<u>22,019,000</u>	<u>22,019,000</u>
8	GROSS APPROPRIATION	\$ 72,156,400	\$ 72,156,400
9	Appropriated from:		
10	Federal revenues:		
11	Other federal revenues	14,350,500	14,350,500
12	Special revenue funds:		
13	Private revenues	1,624,900	1,624,900
14	Other state restricted revenues	43,960,200	43,960,200
15	State general fund/general purpose	\$ 12,220,800	\$ 12,220,800
16	Sec. 16-111. GRANTS		
17	Dam management grant program	\$ 350,000	\$ 350,000
18	Deer habitat improvement partnership initiative	200,000	200,000
19	Federal - clean vessel act grants	400,000	400,000
20	Federal - forest stewardship grants	2,000,000	2,000,000
21	Federal - rural community fire protection	1,050,000	1,050,000
22	Federal - urban forestry grants	900,000	900,000
23	Fisheries habitat improvement grants	1,250,000	1,250,000
24	Grants to communities - federal oil, gas, and timber		
25	payments	3,450,000	3,450,000
26	Grants to counties - marine safety	3,074,700	3,074,700
27	National recreational trails	3,909,200	3,909,200
28	Nonmotorized trail development and maintenance grants	200,000	200,000
29	Off-road vehicle safety training grants	60,000	60,000
30	Off-road vehicle trail improvement grants	5,415,500	5,415,500
31	Recreation improvement fund grants	916,800	916,800
32	Recreation passport local grants	3,719,000	3,719,000

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	Snowmobile law enforcement grants	380,100	380,100
2	Snowmobile local grants program	7,090,400	7,090,400
3	Trail easements	700,000	700,000
4	Wildlife habitat improvement grants	<u>1,502,500</u>	<u>1,502,500</u>
5	GROSS APPROPRIATION	\$ 36,568,200	\$ 36,568,200
6	Appropriated from:		
7	Federal revenues:		
8	Other federal revenues	13,276,600	13,276,600
9	Special revenue funds:		
10	Private revenues	100,000	100,000
11	Other state restricted revenues	22,641,600	22,641,600
12	State general fund/general purpose	<u>\$ 550,000</u>	<u>\$ 550,000</u>
13	Sec. 16-112. INFORMATION TECHNOLOGY		
14	Information technology services and projects	<u>\$ 10,769,100</u>	<u>\$ 10,769,100</u>
15	GROSS APPROPRIATION	\$ 10,769,100	\$ 10,769,100
16	Appropriated from:		
17	Special revenue funds:		
18	Other state restricted revenues	9,497,000	9,497,000
19	State general fund/general purpose	<u>\$ 1,272,100</u>	<u>\$ 1,272,100</u>
20	Sec. 16-113. CAPITAL OUTLAY		
21	(1) RECREATIONAL LANDS AND INFRASTRUCTURE		
22	Federal - land and water conservation fund payments ..	\$ 12,900,000	\$ 12,900,000
23	Off-road vehicle trail development and maintenance ...	1,000,000	1,000,000
24	Snowmobile trail development and maintenance	1,000,000	1,000,000
25	State parks repair and maintenance	29,117,900	29,117,900
26	Wetlands restoration, enhancement and acquisition	<u>3,000,000</u>	<u>3,000,000</u>
27	GROSS APPROPRIATION	\$ 47,017,900	\$ 47,017,900
28	Appropriated from:		
29	Federal revenues:		
30	Other federal revenues	12,900,000	12,900,000
31	Special revenue funds:		
32	Other state restricted revenues	30,617,900	30,617,900

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 State general fund/general purpose	\$ 3,500,000	\$ 3,500,000
2 (2) WATERWAYS BOATING PROGRAM		
3 Local boating infrastructure maintenance and		
4 improvements	\$ 3,500,000	\$ 3,500,000
5 State boating infrastructure maintenance	<u>8,300,000</u>	<u>8,300,000</u>
6 GROSS APPROPRIATION	\$ 11,800,000	\$ 11,800,000
7 Appropriated from:		
8 Federal revenues:		
9 Other federal revenues	1,800,000	1,800,000
10 Special revenue funds:		
11 Other state restricted revenues	10,000,000	10,000,000
12 State general fund/general purpose	\$ 0	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2025

GENERAL SECTIONS

19 Sec. 16-201. Pursuant to section 30 of article IX of the state constitution of 1963,
20 total state spending from state sources under part 1 for the fiscal year 2025 is
21 \$438,813,200.00 and state spending from state sources to be paid to local units of
22 government for fiscal year 2025 is \$12,971,900.00. The itemized statement below identifies
23 appropriations from which spending to local units of government will occur:

24 DEPARTMENT OF NATURAL RESOURCES

25 Invasive species prevention and control.....	\$	2,360,000
26 Dam management grant program.....		175,000
27 Fisheries habitat improvement grants.....		125,000
28 Grants to counties - marine safety.....		1,407,300
29 Nonmotorized trail development and maintenance grants.....		100,000
30 Off-road vehicle safety training grants.....		60,000
31 Off-road vehicle trail improvement grants.....		903,500
32 Recreation improvement fund grants.....		91,700

1	Recreation passport local grants.....	3,719,000
2	Snowmobile law enforcement grants.....	380,100
3	Wildlife habitat improvement grants.....	150,300
4	Local boating infrastructure maintenance and improvements.....	<u>3,500,000</u>
5	TOTAL	\$ 12,971,900

6 Sec. 16-202. The appropriations authorized under this article are subject to the
7 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

8 Sec. 16-203. As used in this article:

- 9 (a) "Department" means the department of natural resources.
- 10 (b) "Director" means the director of the department.
- 11 (c) "FTE" means full-time equated.
- 12 (d) "IDG" means interdepartmental grant.

13 Sec. 16-204. From the funds appropriated in part 1, the departments and agencies
14 shall use the internet to fulfill the reporting requirements of this part. This requirement
15 shall include transmission of reports via email to the recipients identified for each
16 reporting requirement, and it shall include placement of reports on an internet site.

17 Sec. 16-205. To the extent permissible under section 261 of the management and budget
18 act, 1984 PA 431, MCL 18.1261, all of the following apply:

- 19 (a) The funds appropriated in part 1 must not be used for the purchase of foreign
20 goods or services, or both, if competitively priced and of comparable quality American
21 goods or services, or both, are available.
- 22 (b) Preference must be given to goods or services, or both, manufactured or provided
23 by Michigan businesses, if they are competitively priced and of comparable quality.
- 24 (c) Preference must be given to goods or services, or both, that are manufactured or
25 provided by Michigan businesses owned and operated by veterans, if they are competitively
26 priced and of comparable quality.

27 Sec. 16-206. To the extent permissible under the management and budget act, 1984 PA
28 431, MCL 18.1101 to 18.1594, the director of each department and agency receiving
29 appropriations in part 1 shall take all reasonable steps to ensure that geographically
30 disadvantaged business enterprises, as defined in Executive Directive 2023-1, compete for
31 and perform contracts to provide services or supplies, or both. Each director shall
32 strongly encourage firms with which the department or agency contracts to subcontract with

1 certified geographically disadvantaged business enterprises for services, supplies, or
2 both.

3 Sec. 16-207. Consistent with section 217 of the management and budget act, 1984 PA
4 431, MCL 18.1217, each department and agency receiving appropriations in part 1 shall
5 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
6 travel report shall be a listing of all travel by classified and unclassified employees
7 outside this state in the immediately preceding fiscal year that was funded in whole or in
8 part with funds appropriated in the department's or agency's budget. The department shall
9 submit the report to the house and senate appropriations committees and to the report
10 recipients required in section 213 of this part. The report shall include all of the
11 following information:

12 (a) The dates of each travel occurrence.

13 (b) The total transportation and related costs of each travel occurrence, including
14 the proportion funded with state general fund/general purpose revenues, the proportion
15 funded with state restricted revenues, the proportion funded with federal revenues, and the
16 proportion funded with other revenues.

17 Sec. 16-208. Funds appropriated in part 1 shall not be used by a principal executive
18 department, state agency, or authority to hire a person to provide legal services that are
19 the responsibility of the attorney general. This prohibition does not apply to legal
20 services for bonding activities and for those outside services that the attorney general
21 authorizes.

22 Sec. 16-209. Not later than December 15, the state budget office shall prepare and
23 transmit a report that provides for estimates of the total general fund/general purpose
24 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
25 projected year-end general fund/general purpose appropriation lapses by major departmental
26 program or program areas. The state budget office shall submit the report to the senate and
27 house appropriations committees and the senate and house fiscal agencies.

28 Sec. 16-210. (1) In addition to the funds appropriated in part 1, there is
29 appropriated an amount not to exceed \$5,000,000.00 for state restricted contingency funds.
30 These funds are not available for expenditure until they have been transferred to another
31 line item in this article under section 393(2) of the management and budget act, 1984 PA
32 431, MCL 18.1393.

1 Sec. 16-211. (1) Money appropriated in part 1 shall not be used to restrict or impede
2 a marginalized community's access to government resources, programs, or facilities.

3 (2) From the funds appropriated in part 1, local governments shall report any action
4 or policy that attempts to restrict or interfere with the duties of the local health
5 officer.

6 Sec. 16-213. Except as otherwise provided in this part, all reports required under
7 this part shall be submitted to the senate and house appropriations subcommittees on the
8 department budget, the senate and house fiscal agencies, the senate and house policy
9 offices, and the state budget office.

10 Sec. 16-216. On a quarterly basis, the department shall report to the senate and
11 house appropriations committees and the report recipients required in section 213 of this
12 part a comparison by line item of the number of FTEs authorized from funds appropriated in
13 part 1 to the actual number of FTEs employed by the department at the end of the reporting
14 period.

15 Sec. 16-226. (1) In addition to the money appropriated in part 1, there is
16 appropriated from the following state restricted funds up to the following amounts to the
17 department of technology, management, and budget:

18	Game and fish protection fund	.....	\$505,600
19	Michigan state waterways fund	.....	124,000
20	Park improvement fund	.....	135,600
21	Forest development fund	.....	265,600

22 (2) In addition to the money appropriated in part 1, there is appropriated from the
23 following state restricted funds up to the following amounts to the attorney general:

24	Game and fish protection fund	.....	\$682,400
25	Michigan state waterways fund	.....	151,900

26 (3) In addition to the money appropriated in part 1, there is appropriated from the
27 following state restricted funds up to the following amounts to the legislative auditor
28 general:

29	Game and fish protection fund	.....	\$38,000
30	Michigan state waterways fund	.....	13,700

31 (4) In addition to the money appropriated in part 1, there is appropriated from the
32 following state restricted funds up to the following amounts to the department of treasury:

1	Game and fish protection fund	.....\$3,621,700
2	Michigan state waterways fund	.....429,800
3	Michigan natural resources trust fund	.....3,354,500

4 (5) In addition to the money appropriated in part 1, there is appropriated from the
5 following state restricted funds to the civil service commission the amount calculated for
6 each fund pursuant to section 5 of article XI of the state constitution of 1963:

- 7 (a) Michigan conservation and recreation legacy fund.
- 8 (b) Forest development fund.
- 9 (c) Michigan natural resources trust fund.
- 10 (d) Michigan state parks endowment fund.
- 11 (e) Nongame wildlife fund.

12 Sec. 16-227. Pursuant to section 43703(3) of the natural resources and environmental
13 protection act, 1994 PA 451, MCL 324.43703, there is appropriated from the game and fish
14 protection trust fund to the game and fish protection account of the Michigan conservation
15 and recreation legacy fund, \$6,000,000.00 for the fiscal year ending September 30, 2025.

16 Sec. 16-228. The department may contract with or provide grants to local units of
17 government, institutions of higher education, or nonprofit organizations to support
18 activities authorized by appropriations in part 1. As used in this section, contracts and
19 grants include, but are not limited to, contracts and grants for research, wildlife and
20 fisheries management, forest management, invasive species monitoring and control, and
21 natural resource-related programs.

22 Sec. 16-231. (1) The department may accept monetary and nonmonetary gifts, bequests,
23 donations, contributions, or grants from any private or public source to support, in whole
24 or in part, a departmental function or program. The department shall expend or use such
25 gifts, bequests, donations, contributions, or grants for the purposes designated by the
26 private or public source, if the purpose is specified.

27 (2) Revenue collected by the department and amounts remaining in the fund under this
28 section that are unexpended and unencumbered must not lapse to the general fund but must be
29 carried forward to the subsequent fiscal year.

30 (3) Private revenues received under this section that exceed the appropriations in
31 part 1 are appropriated and may be received and expended by the department for the purposes
32 for which the funds are received.

1 (4) If additional authorization is approved in sigma by the state budget office under
2 this section, the department shall notify the subcommittees and the senate and house fiscal
3 agencies within 10 days after the approval. The notification must include the amount and
4 funding source of the additional authorization, the date of the approval, and the projected
5 use of the funds to be expended.

6 Sec. 16-240. (1) In addition to supporting the existing archeological
7 responsibilities of the department within the Michigan History Center, the funds
8 appropriated in part 1 for cultural resource management shall be utilized to continue the
9 ongoing process of increased consultation with known lineal descendants and officials of
10 Native American tribes on whose aboriginal lands a planned archeological activity will
11 occur or an inadvertent discovery has been made. The consultation shall address the
12 identification, treatment, and disposition of Native American cultural items. (2) The
13 department is encouraged to, whenever possible, repatriate or transfer from its collections
14 Native American cultural items, including human remains, funerary objects, sacred objects,
15 and objects of cultural patrimony, to the lineal descendants and to Native American tribes
16 described in subsection (1).

17
18 **DEPARTMENT INITIATIVES**

19 Sec. 16-251. From the amounts appropriated in part 1 for invasive species prevention
20 and control, the department shall allocate not less than \$3,600,000.00 for grants for the
21 prevention, detection, eradication, and control of invasive species.

22 Sec. 16-252. 1) In addition to the funds appropriated in part 1, revenue deposited in
23 the invasive species fund created in section 41311 of the natural resources and
24 environmental protection act, 1994 PA 451, MCL 324.41311, is appropriated and may be
25 expended for invasive species immediate response efforts.

26 (2) The department shall annually notify the house and senate appropriations
27 subcommittees on natural resources and the house and senate fiscal agencies of any
28 expenditure of funds appropriated under subsection (1).

29
30 **DEPARTMENTAL ADMINISTRATION AND SUPPORT**

31 Sec. 16-302. The department may charge land acquisition projects appropriated for the
32 fiscal year ending September 30, 2025, and for prior fiscal years, a standard percentage

1 fee to recover actual costs, and may use the revenue derived to support the land
2 acquisition service charges provided for in part 1.

3 Sec. 16-303. As appropriated in part 1, the department may charge both application
4 fees and transaction fees related to the exchange or sale of state-owned land or rights in
5 land authorized by part 21 of the natural resources and environmental protection act, 1994
6 PA 451, MCL 324.2101 to 324.2165. To the extent consistent with part 21, fees shall be set
7 by the director at a rate that allows the department to recover its costs for providing
8 these services.

9 Sec. 16-304. In addition to the funds appropriated in part 1, the department may
10 receive and expend money from state restricted sources to pay vendor costs associated with
11 administering sales of carbon offset credits.

12

13 **FOREST RESOURCES DIVISION**

14 Sec. 16-802. (1) From the funds appropriated in part 1, the department shall provide
15 an annual report on the number of acres of state forestland prepared for timber harvesting.

16 (2) By January 1 each year, the department shall complete and deliver the report to
17 the senate and house appropriations subcommittees on natural resources and the standing
18 committees of the senate and house with primary responsibility for natural resources
19 issues. The report must contain the following information:

20 (a) The number of acres prepared for harvest in the prior fiscal year.

21 (b) The number of acres sold for harvest in the prior fiscal year.

22 (c) The amount of revenue generated by the sale and harvesting of timber on state
23 forest land in the prior fiscal year.

24 Sec. 16-803. In addition to the money appropriated in part 1, the department may
25 receive and expend money from federal sources to provide response to wildfires and hazard
26 incidents as required by a compact with the federal government. If additional expenditure
27 authorization is required, the department shall so notify the state budget office. The
28 department shall notify the house and senate appropriations subcommittees on natural
29 resources and the house and senate fiscal agencies by November 15 of the expenditures under
30 this section during the prior fiscal year.

31 Sec. 16-807. (1) In addition to the funds appropriated in part 1, there is
32 appropriated from the disaster and emergency contingency fund up to \$800,000.00 to cover

1 department costs related to any disaster as defined in section 2 of the emergency
2 management act, 1976 PA 390, MCL 30.402.

3 (2) Funds appropriated under subsection (1) shall not be expended unless the state
4 budget director recommends the expenditure and the department notifies the house and senate
5 committees on appropriations. By December 1 each year, the department shall provide a
6 report to the senate and house fiscal agencies and the state budget office on the use of
7 the disaster and emergency contingency fund during the prior fiscal year.

8 (3) If Federal Emergency Management Agency (FEMA) reimbursement is approved for costs
9 paid from the disaster and emergency contingency fund, the federal revenue shall be
10 deposited into the disaster and emergency contingency fund.

11 (4) Unexpended and unencumbered funds remaining in the disaster and emergency
12 contingency fund at the close of the fiscal year shall not lapse to the general fund and
13 shall be carried forward and be available for expenditures in subsequent fiscal years.

14

15 **GRANTS**

16 Sec. 16-1001. Federal pass-through funds to local institutions and governments that
17 are received in amounts in addition to those included in part 1 for grants to communities -
18 federal oil, gas, and timber payments and that do not require additional state matching
19 funds are appropriated for the purposes intended. By November 30, the department shall
20 report to the senate and house appropriations subcommittees on natural resources, the
21 senate and house fiscal agencies, and the state budget director on all amounts appropriated
22 under this section during the prior fiscal year.

23

24 **CAPITAL OUTLAY**

25 Sec. 16-1103. The appropriations in part 1 for capital outlay shall be carried
26 forward at the end of the fiscal year consistent with section 248 of the management and
27 budget act, 1984 PA 431, MCL 18.1248.

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Article 17

DEPARTMENT OF STATE

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 17-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of state are appropriated for the fiscal year ending September 30, 2025, and are anticipated to be appropriated for the fiscal year ending September 30, 2026, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	DEPARTMENT OF STATE	
2	APPROPRIATION SUMMARY	
3	Full-time equated unclassified positions.....	6.0 6.0
4	Full-time equated classified positions.....	1,629.0 1,629.0
5	GROSS APPROPRIATION	\$ 291,839,900 \$ 291,839,900
6	Total interdepartmental grants and intradepartmental	
7	transfers	20,000,000 20,000,000
8	ADJUSTED GROSS APPROPRIATION	\$ 271,839,900 \$ 271,839,900
9	Total federal revenues	1,460,000 1,460,000
10	Total local revenues	0 0
11	Total private revenues	50,100 50,100
12	Total other state restricted revenues	256,919,700 256,919,700
13	State general fund/general purpose	\$ 13,410,100 \$ 13,410,100
14	<i>State general fund/general purpose schedule:</i>	
15	<i>Ongoing state general fund/general purpose</i>	<i>13,410,100 13,410,100</i>
16	<i>One-time state general fund/general purpose</i>	<i>0 0</i>
17	Sec. 17-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT	
18	Full-time equated unclassified positions.....	6.0 6.0
19	Full-time equated classified positions.....	130.0 130.0
20	Secretary of state-1.0 FTE position	\$ 112,500 \$ 112,500
21	Unclassified salaries-5.0 FTE positions	804,200 804,200
22	Executive direction-30.0 FTE positions	5,146,300 5,146,300
23	Operations-100.0 FTE positions	26,998,600 26,998,600
24	Property management	10,729,500 10,729,500
25	Worker's compensation	<u>148,500 148,500</u>
26	GROSS APPROPRIATION	\$ 43,939,600 \$ 43,939,600
27	Appropriated from:	
28	Special revenue funds:	
29	Other state restricted revenues	42,897,600 42,897,600
30	State general fund/general purpose	\$ 1,042,000 \$ 1,042,000
31	Sec. 17-103. LEGAL SERVICES	
32	Full-time equated classified positions.....	179.0 179.0

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	Operations-179.0 FTE positions	\$ 25,191,700	\$ 25,191,700
2	GROSS APPROPRIATION	\$ 25,191,700	\$ 25,191,700
3	Appropriated from:		
4	Special revenue funds:		
5	Other state restricted revenues	24,991,700	24,991,700
6	State general fund/general purpose	\$ 200,000	\$ 200,000
7	Sec. 17-104. CUSTOMER DELIVERY SERVICES		
8	Full-time equated classified positions.....	1,240.0	1,240.0
9	Branch operations-903.0 FTE positions	\$ 98,116,300	\$ 98,116,300
10	Central operations-335.0 FTE positions	53,614,100	53,614,100
11	Digital ID	100,000	100,000
12	Motorcycle safety education administration-2.0 FTE		
13	positions	652,500	652,500
14	Motorcycle safety education grants	2,100,000	2,100,000
15	Organ donor program	<u>129,100</u>	<u>129,100</u>
16	GROSS APPROPRIATION	\$ 154,712,000	\$ 154,712,000
17	Appropriated from:		
18	Interdepartmental grant revenues:		
19	IDG from department of transportation	20,000,000	20,000,000
20	Federal revenues:		
21	Other federal revenues	1,460,000	1,460,000
22	Special revenue funds:		
23	Private revenues	50,100	50,100
24	Other state restricted revenues	132,114,500	132,114,500
25	State general fund/general purpose	\$ 1,087,400	\$ 1,087,400
26	Sec. 17-105. ELECTION REGULATION		
27	Full-time equated classified positions.....	80.0	80.0
28	County clerk education and training fund	\$ 100,000	\$ 100,000
29	Election administration and services-80.0 FTE		
30	positions	28,634,200	28,634,200
31	Fees to local units	<u>109,800</u>	<u>109,800</u>
32	GROSS APPROPRIATION	\$ 28,844,000	\$ 28,844,000

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
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1	Appropriated from:		
2	Special revenue funds:		
3	Other state restricted revenues	19,258,000	19,258,000
4	State general fund/general purpose	\$ 9,586,000	\$ 9,586,000
5	Sec. 17-106. INFORMATION TECHNOLOGY		
6	Information technology services and projects	\$ <u>39,152,600</u>	\$ <u>39,152,600</u>
7	GROSS APPROPRIATION	\$ 39,152,600	\$ 39,152,600

8	Appropriated from:		
9	Special revenue funds:		
10	Other state restricted revenues	37,657,900	37,657,900
11	State general fund/general purpose	\$ 1,494,700	\$ 1,494,700

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2025

GENERAL SECTIONS

Sec. 17-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for the fiscal year 2025 is \$270,329,800.00 and state spending from state sources to be paid to local units of government for fiscal year 2025 is \$11,715,900.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF STATE

24	Motorcycle safety education grants.....	\$	1,715,400
25	Election administration and services.....		10,000,000
26	Fees to local units.....		<u>500</u>
27	TOTAL	\$	11,715,900

Sec. 17-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 17-203. As used in this article:

- (a) "Department" means the department of state.
- (b) "Director" means the director of the department.

1 (c) "FTE" means full-time equated.

2 (d) "IDG" means interdepartmental grant.

3 Sec. 17-204. From the funds appropriated in part 1, the departments and agencies
4 shall use the internet to fulfill the reporting requirements of this part. This requirement
5 shall include transmission of reports via email to the recipients identified for each
6 reporting requirement, and it shall include placement of reports on an internet site.

7 Sec. 17-205. To the extent permissible under section 261 of the management and budget
8 act, 1984 PA 431, MCL 18.1261, all of the following apply:

9 (a) The funds appropriated in part 1 must not be used for the purchase of foreign
10 goods or services, or both, if competitively priced and of comparable quality American
11 goods or services, or both, are available.

12 (b) Preference must be given to goods or services, or both, manufactured or provided
13 by Michigan businesses, if they are competitively priced and of comparable quality.

14 (c) Preference must be given to goods or services, or both, that are manufactured or
15 provided by Michigan businesses owned and operated by veterans, if they are competitively
16 priced and of comparable quality.

17 Sec. 17-206. To the extent permissible under the management and budget act, 1984 PA
18 431, MCL 18.1101 to 18.1594, the director of each department and agency receiving
19 appropriations in part 1 shall take all reasonable steps to ensure that geographically
20 disadvantaged business enterprises, as defined in Executive Directive 2023-1, compete for
21 and perform contracts to provide services or supplies, or both. Each director shall
22 strongly encourage firms with which the department or agency contracts to subcontract with
23 certified geographically disadvantaged business enterprises for services, supplies, or
24 both.

25 Sec. 17-207. Consistent with section 217 of the management and budget act, 1984 PA
26 431, MCL 18.1217, each department and agency receiving appropriations in part 1 shall
27 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
28 travel report shall be a listing of all travel by classified and unclassified employees
29 outside this state in the immediately preceding fiscal year that was funded in whole or in
30 part with funds appropriated in the department's or agency's budget. The department shall
31 submit the report to the house and senate appropriations committees and to the report
32 recipients required in section 213 of this part. The report shall include all of the

1 following information:

2 (a) The dates of each travel occurrence.

3 (b) The total transportation and related costs of each travel occurrence, including
4 the proportion funded with state general fund/general purpose revenues, the proportion
5 funded with state restricted revenues, the proportion funded with federal revenues, and the
6 proportion funded with other revenues.

7 Sec. 17-208. Funds appropriated in part 1 shall not be used by a principal executive
8 department, state agency, or authority to hire a person to provide legal services that are
9 the responsibility of the attorney general. This prohibition does not apply to legal
10 services for bonding activities and for those outside services that the attorney general
11 authorizes.

12 Sec. 17-209. Not later than December 15, the state budget office shall prepare and
13 transmit a report that provides for estimates of the total general fund/general purpose
14 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
15 projected year-end general fund/general purpose appropriation lapses by major departmental
16 program or program areas. The state budget office shall submit the report to the senate and
17 house appropriations committees and the senate and house fiscal agencies.

18 Sec. 17-210. (1) In addition to the funds appropriated in part 1, there is
19 appropriated an amount not to exceed \$2,000,000.00 for federal contingency funds. These
20 funds are not available for expenditure until they have been transferred to another line
21 item in this article under section 393(2) of the management and budget act, 1984 PA 431,
22 MCL 18.1393.

23 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
24 not to exceed \$7,500,000.00 for state restricted contingency funds. These funds are not
25 available for expenditure until they have been transferred to another line item in this
26 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

27 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
28 not to exceed \$50,000.00 for local contingency funds. These funds are not available for
29 expenditure until they have been transferred to another line item in this article under
30 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

31 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
32 not to exceed \$100,000.00 for private contingency funds. These funds are not available for

1 expenditure until they have been transferred to another line item in this article under
2 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

3 Sec. 17-211. (1) Money appropriated in part 1 shall not be used to restrict or impede
4 a marginalized community's access to government resources, programs, or facilities.

5 (2) From the funds appropriated in part 1, local governments shall report any action
6 or policy that attempts to restrict or interfere with the duties of the local health
7 officer.

8 Sec. 17-213. Except as otherwise provided in this part, all reports required under
9 this part shall be submitted to the senate and house appropriations subcommittees on the
10 department budget, the senate and house fiscal agencies, the senate and house policy
11 offices, and the state budget office.

12 Sec. 17-216. On a quarterly basis, the department shall report to the senate and
13 house appropriations committees and the report recipients required in section 213 of this
14 part a comparison by line item of the number of FTEs authorized from funds appropriated in
15 part 1 to the actual number of FTEs employed by the department at the end of the reporting
16 period.

17

18 **DEPARTMENT OF STATE**

19 Sec. 17-705. (1) The department may accept gifts, donations, contributions, and
20 grants of money and other property from any private or public source to underwrite, in
21 whole or in part, the cost of a departmental publication that is prepared and disseminated
22 under the Michigan vehicle code, 1949 PA 300, MCL 257.1 to 257.923. A private or public
23 funding source may receive written recognition in the publication and may furnish a traffic
24 safety message, subject to approval of the department, for inclusion in the publication.
25 The department may reject a gift, donation, contribution, or grant. The department may
26 furnish copies of a publication underwritten, in whole or in part, by a private source to
27 the underwriter at no charge.

28 (2) The department may sell and accept paid advertising for placement in a
29 departmental publication that is prepared and disseminated under the Michigan vehicle code,
30 1949 PA 300, MCL 257.1 to 257.923. The department may charge and receive a fee for any
31 advertisement appearing in a departmental publication and shall review and approve the
32 content of each advertisement. The department may refuse to accept advertising from any

1 person or organization. The department may furnish a reasonable number of copies of a
2 publication to an advertiser at no charge.

3 (3) Pending expenditure, the funds received under this section shall be deposited in
4 the Michigan department of state publications fund created by section 211 of the Michigan
5 vehicle code, 1949 PA 300, MCL 257.211. Funds given, donated, or contributed to the
6 department from a private source are appropriated and allocated for the purpose for which
7 the revenue is furnished. Funds granted to the department from a public source are
8 allocated and may be expended upon receipt. The department shall not accept a gift,
9 donation, contribution, or grant if receipt is conditioned upon a commitment of state
10 funding at a future date. Revenue received from the sale of advertising is appropriated and
11 may be expended upon receipt.

12 (4) Any unexpended revenues received under this section shall be carried over into
13 subsequent fiscal years and shall be available for appropriation for the purposes described
14 in this section.

15 (5) In addition to copies delivered without charge as the secretary of state
16 considers necessary, the department may sell copies of manuals and other publications
17 regarding the sale, ownership, or operation or regulation of motor vehicles, with
18 amendments, at prices to be established by the secretary of state. As used in this
19 subsection, the term "manuals and other publications" includes videos and proprietary
20 electronic publications. All funds received from sales of these manuals and other
21 publications shall be credited to the Michigan department of state publications fund.

22 Sec. 17-707. Funds collected by the department under section 211 of the Michigan
23 vehicle code, 1949 PA 300, MCL 257.211, are appropriated for all expenses necessary to
24 provide for the costs of the publication described in section 211 of the Michigan vehicle
25 code, 1949 PA 300, MCL 257.211. Funds are allotted for expenditure when they are received
26 by the department of treasury and shall not lapse to the general fund at the end of the
27 fiscal year.

28 Sec. 17-708. From the funds appropriated in part 1, the department shall use
29 available balances at the end of the state fiscal year to provide payment to the department
30 of state police in the amount of \$332,000.00 for the services provided by the traffic
31 accident records program as first appropriated in 1990 PA 196 and 1990 PA 208.

32 Sec. 17-709. From the funds appropriated in part 1, the department may restrict funds

1 from miscellaneous revenue to cover cash shortages created from normal branch office
2 operations. This amount shall not exceed \$50,000.00 of the total funds available in
3 miscellaneous revenue.

4 Sec. 17-711. Collector plate and fund-raising registration plate revenues collected
5 by the department are appropriated and allotted for distribution to the recipient
6 university or public or private agency overseeing a state-sponsored goal when received.
7 Distributions shall occur on a quarterly basis or as otherwise authorized by law. Any
8 revenues remaining at the end of the fiscal year shall not lapse to the general fund but
9 shall remain available for distribution to the university or agency in the next fiscal
10 year.

11 Sec. 17-713. (1) The department, in collaboration with the Gift of Life Michigan or
12 its successor federally designated organ procurement organization, may develop and
13 administer a public information campaign concerning the Michigan organ donor program.

14 (2) The department may solicit funds from any private or public source to underwrite,
15 in whole or in part, the public information campaign authorized by this section. The
16 department may accept gifts, donations, contributions, and grants of money and other
17 property from private and public sources for this purpose. A private or public funding
18 source underwriting the public information campaign, in whole or in substantial part, shall
19 receive sponsorship credit for its financial backing.

20 (3) Funds received under this section, including grants from state and federal
21 agencies, shall not lapse to the general fund at the end of the fiscal year but shall
22 remain available for expenditure for the purposes described in this section.

23 (4) Funding appropriated in part 1 for the organ donor program shall be used for
24 producing a pamphlet to be distributed with driver licenses and personal identification
25 cards regarding organ donations. The funds shall be used to update and print a pamphlet
26 that will explain the organ donor program and encourage people to become donors by marking
27 a checkoff on driver license and personal identification card applications.

28 (5) The pamphlet shall include a return reply form addressed to the gift of life
29 organization. Funding appropriated in part 1 for the organ donor program shall be used to
30 pay for return postage costs.

31 (6) In addition to the appropriations in part 1, the department may receive and
32 expend funds from the organ and tissue donation education fund for administrative expenses.

1 Sec. 17-715. (1) Any service assessment collected by the department from the user of
2 a credit or debit card under section 3 of 1995 PA 144, MCL 11.23, may be used by the
3 department for necessary expenses related to that service and may be remitted to a credit
4 or debit card company, bank, or other financial institution.

5 (2) The service assessment imposed by the department for credit and debit card
6 services may be based either on a percentage of each individual credit or debit card
7 transaction, or on a flat rate per transaction, or both, scaled to the amount of the
8 transaction. However, the department shall not charge any amount for a service assessment
9 which exceeds the costs billable to the department for service assessments.

10 (3) If there is a balance of service assessments received from credit and debit card
11 services remaining on September 30, the balance may be carried forward to the following
12 fiscal year and appropriated for the same purpose.

13 (4) As used in this section, "service assessment" means costs associated with service
14 fees imposed by credit and debit card companies and processing fees imposed by banks and
15 other financial institutions.

16 Sec. 17-717. (1) The department may accept gifts, donations, or contributions of
17 property from any private or public source to support, in whole or in part, the operation
18 of a departmental function relating to licensing, regulation, or safety. The department may
19 recognize a private or public contributor for making the contribution. The department may
20 reject a gift, donation, or contribution. Any revenues received under this subsection may
21 be expended for the departmental functions relating to licensing, regulation, or safety.

22 (2) The department shall not accept a gift, donation, or contribution under
23 subsection (1) if receipt of the gift, donation, or contribution is conditioned upon a
24 commitment of future state funding.

25 Sec. 17-718. From the funds appropriated in part 1 for election regulation, all money
26 shall be spent in accordance with election law and the instructions, orders, and guidance
27 of the secretary of state regarding the proper method for the conduct and administration of
28 elections.

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Article 18

DEPARTMENT OF STATE POLICE

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 18-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of state police are appropriated for the fiscal year ending September 30, 2025, and are anticipated to be appropriated for the fiscal year ending September 30, 2026, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

1	DEPARTMENT OF STATE POLICE		
2	APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions.....	3.0	3.0
4	Full-time equated classified positions.....	3,853.0	3,853.0
5	GROSS APPROPRIATION	\$ 933,208,500	\$ 928,208,500
6	Total interdepartmental grants and intradepartmental		
7	transfers	27,189,800	27,189,800
8	ADJUSTED GROSS APPROPRIATION	\$ 906,018,700	\$ 901,018,700
9	Total federal revenues	99,062,700	99,062,700
10	Total local revenues	4,975,700	4,975,700
11	Total private revenues	35,000	35,000
12	Total other state restricted revenues	174,984,300	174,984,300
13	State general fund/general purpose	\$ 626,961,000	\$ 621,961,000
14	<i>State general fund/general purpose schedule:</i>		
15	<i>Ongoing state general fund/general purpose</i>	<i>621,961,000</i>	<i>621,961,000</i>
16	<i>One-time state general fund/general purpose</i>	<i>5,000,000</i>	<i>0</i>
17	Sec. 18-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT		
18	Full-time equated unclassified positions.....	3.0	3.0
19	Full-time equated classified positions.....	150.0	150.0
20	Unclassified salaries-3.0 FTE positions	\$ 592,600	\$ 592,600
21	Department services-25.0 FTE positions	8,299,100	8,299,100
22	Departmentwide	53,292,400	53,292,400
23	Executive direction-46.0 FTE positions	7,777,100	7,777,100
24	Mobile office and system support-39.0 FTE positions ..	6,109,700	6,109,700
25	Professional development bureau-40.0 FTE positions ...	<u>12,474,600</u>	<u>12,474,600</u>
26	GROSS APPROPRIATION	\$ 88,545,500	\$ 88,545,500
27	Appropriated from:		
28	Interdepartmental grant revenues:		
29	IDG from department of transportation	41,100	41,100
30	IDG from department of treasury	406,000	406,000
31	IDG from other restricted funding	192,200	192,200
32	Interdepartmental transfers	56,000	56,000

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Federal revenues:	
2	Other federal revenues	3,971,200 3,971,200
3	Special revenue funds:	
4	Local revenues	8,400 8,400
5	Michigan merit award trust fund	16,400 16,400
6	Other state restricted revenues	5,744,800 5,744,800
7	State general fund/general purpose	\$ 78,109,400 \$ 78,109,400
8	Sec. 18-103. LAW ENFORCEMENT	
9	Full-time equated classified positions.....	601.0 601.0
10	Biometrics and identification-60.0 FTE positions	\$ 11,593,600 \$ 11,593,600
11	Criminal justice information center-154.0 FTE	
12	positions	29,554,200 29,554,200
13	Forensic science-278.0 FTE positions	49,567,300 49,567,300
14	Grants and community services-60.0 FTE positions	25,954,300 25,954,300
15	Office of school safety-6.0 FTE positions	1,379,700 1,379,700
16	State 9-1-1 administration-5.0 FTE positions	1,140,200 1,140,200
17	Training operations-38.0 FTE positions	8,259,500 8,259,500
18	Trooper recruit school onboarding, training and	
19	outfitting	<u>5,000,000 5,000,000</u>
20	GROSS APPROPRIATION	\$ 132,448,800 \$ 132,448,800
21	Appropriated from:	
22	Interdepartmental grant revenues:	
23	IDG from department of state	405,000 405,000
24	IDG from department of transportation	753,900 753,900
25	IDG from other restricted funding	2,810,600 2,810,600
26	Interdepartmental transfers	750,000 750,000
27	Federal revenues:	
28	Other federal revenues	19,268,100 19,268,100
29	Special revenue funds:	
30	Local revenues	919,200 919,200
31	Private revenues	20,000 20,000
32	Other state restricted revenues	46,292,500 46,292,500

		For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	State general fund/general purpose	\$ 61,229,500	\$ 61,229,500
2	Sec. 18-104. MICHIGAN COMMISSION ON LAW ENFORCEMENT STANDARDS		
3	Full-time equated classified positions.....	27.0	27.0
4	De-escalation training	\$ 500,000	\$ 500,000
5	In-service training-7.0 FTE positions	18,271,100	18,271,100
6	Justice training grants	10,000,000	10,000,000
7	Public safety officers benefit fund-1.0 FTE position .	303,000	303,000
8	Standards and training-19.0 FTE positions	4,017,200	4,017,200
9	Training only to local units	<u>855,000</u>	<u>855,000</u>
10	GROSS APPROPRIATION	\$ 33,946,300	\$ 33,946,300
11	Appropriated from:		
12	Federal revenues:		
13	Other federal revenues	280,400	280,400
14	Special revenue funds:		
15	Other state restricted revenues	14,263,200	14,263,200
16	State general fund/general purpose	\$ 19,402,700	\$ 19,402,700
17	Sec. 18-105. FIELD SERVICES		
18	Full-time equated classified positions.....	2,428.0	2,428.0
19	Investigative services-148.5 FTE positions	\$ 41,408,100	\$ 41,408,100
20	Post operations-2,249.5 FTE positions	420,335,400	420,335,400
21	Secure cities partnership-30.0 FTE positions	<u>9,939,000</u>	<u>9,939,000</u>
22	GROSS APPROPRIATION	\$ 471,682,500	\$ 471,682,500
23	Appropriated from:		
24	Interdepartmental grant revenues:		
25	IDG from department of transportation	2,100	2,100
26	IDG from department of treasury	6,243,600	6,243,600
27	Interdepartmental transfers	1,150,500	1,150,500
28	Federal revenues:		
29	Other federal revenues	11,238,100	11,238,100
30	Special revenue funds:		
31	Local revenues	1,235,500	1,235,500
32	Michigan merit award trust fund	857,300	857,300

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	Other state restricted revenues	60,150,400	60,150,400
2	State general fund/general purpose	\$ 390,805,000	\$ 390,805,000
3	Sec. 18-106. SPECIALIZED SERVICES		
4	Full-time equated classified positions.....	647.0	647.0
5	Commercial vehicle enforcement-211.0 FTE positions ...	\$ 39,266,800	\$ 39,266,800
6	Emergency management and homeland security-64.0 FTE		
7	positions	17,009,800	17,009,800
8	Hazardous materials programs-25.0 FTE positions	23,636,000	23,636,000
9	Highway safety planning-25.0 FTE positions	20,529,800	20,529,800
10	Intelligence operations-233.0 FTE positions	35,524,300	35,524,300
11	Secondary road patrol program-1.0 FTE position	15,008,200	15,008,200
12	Special operations-88.0 FTE positions	<u>20,386,500</u>	<u>20,386,500</u>
13	GROSS APPROPRIATION	\$ 171,361,400	\$ 171,361,400
14	Appropriated from:		
15	Interdepartmental grant revenues:		
16	IDG from department of transportation	11,702,900	11,702,900
17	IDG from department of treasury	100,000	100,000
18	Interdepartmental transfers	2,055,200	2,055,200
19	Federal revenues:		
20	Other federal revenues	63,344,500	63,344,500
21	Special revenue funds:		
22	Local revenues	1,860,900	1,860,900
23	Private revenues	15,000	15,000
24	Other state restricted revenues	34,990,400	34,990,400
25	State general fund/general purpose	\$ 57,292,500	\$ 57,292,500
26	Sec. 18-107. INFORMATION TECHNOLOGY		
27	Information technology services and projects	<u>\$ 30,224,000</u>	<u>\$ 30,224,000</u>
28	GROSS APPROPRIATION	\$ 30,224,000	\$ 30,224,000
29	Appropriated from:		
30	Interdepartmental grant revenues:		
31	IDG from department of transportation	364,700	364,700
32	IDG from department of treasury	122,800	122,800

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	IDG from other restricted funding	11,500	11,500
2	Interdepartmental transfers	21,700	21,700
3	Federal revenues:		
4	Other federal revenues	960,400	960,400
5	Special revenue funds:		
6	Local revenues	951,700	951,700
7	Michigan merit award trust fund	3,400	3,400
8	Other state restricted revenues	12,665,900	12,665,900
9	State general fund/general purpose	\$ 15,121,900	\$ 15,121,900
10	Sec. 18-108. ONE-TIME APPROPRIATIONS		
11	Law enforcement training, recruitment and retention		
12	grants	\$ 5,000,000	\$ 0
13	GROSS APPROPRIATION	\$ 5,000,000	\$ 0
14	Appropriated from:		
15	Special revenue funds:		
16	State general fund/general purpose	\$ 5,000,000	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2025

GENERAL SECTIONS

Sec. 18-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for the fiscal year 2025 is \$801,945,300.00 and state spending from state sources to be paid to local units of government for fiscal year 2025 is \$45,441,500.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF STATE POLICE

29	In-service training.....	\$ 14,586,000
30	Justice training grants.....	10,000,000
31	Training only to local units.....	855,500
32	Secondary road patrol program.....	15,000,000

1	Law enforcement training, recruitment and retention grants.....	5,000,000
2	TOTAL	\$ 45,441,500

3 Sec. 18-202. The appropriations authorized under this article are subject to the
4 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

5 Sec. 18-203. As used in this article:

- 6 (a) "AFIS" means the automated fingerprint identification system. 318
- 7 (b) "CJIS" means Criminal Justice Information Systems.
- 8 (c) "Department" means the department of state police.
- 9 (d) "DHS" means the United States Department of Homeland Security.
- 10 (e) "Director" means the director of the department.
- 11 (f) "DNA" means deoxyribonucleic acid.
- 12 (g) "DOJ" means the United States Department of Justice.
- 13 (h) "DOT" means the United States Department of Transportation.
- 14 (i) "DTMB" means the department of technology, management, and budget.
- 15 (j) "FTE" means full-time equated.
- 16 (k) "IDG" means interdepartmental grant.
- 17 (l) "LEIN" means the law enforcement information network.
- 18 (m) "MCOLES" means the Michigan commission on law enforcement standards created in
19 section 3 of the Michigan commission on law enforcement standards act, 1965 PA 203, MCL
20 28.603.
- 21 (n) "SIGMA" means the statewide integrated governmental management application.
- 22 (o) "SRMS" means the state records management system.

23 Sec. 18-204. From the funds appropriated in part 1, the departments and agencies
24 shall use the internet to fulfill the reporting requirements of this part. This requirement
25 shall include transmission of reports via email to the recipients identified for each
26 reporting requirement, and it shall include placement of reports on an internet site.

27 Sec. 18-205. To the extent permissible under section 261 of the management and budget
28 act, 1984 PA 431, MCL 18.1261, all of the following apply:

- 29 (a) The funds appropriated in part 1 must not be used for the purchase of foreign
30 goods or services, or both, if competitively priced and of comparable quality American
31 goods or services, or both, are available.
- 32 (b) Preference must be given to goods or services, or both, manufactured or provided

1 by Michigan businesses, if they are competitively priced and of comparable quality.

2 (c) Preference must be given to goods or services, or both, that are manufactured or
3 provided by Michigan businesses owned and operated by veterans, if they are competitively
4 priced and of comparable quality.

5 Sec. 18-206. To the extent permissible under the management and budget act, 1984 PA
6 431, MCL 18.1101 to 18.1594, the director of each department and agency receiving
7 appropriations in part 1 shall take all reasonable steps to ensure that geographically
8 disadvantaged business enterprises, as defined in Executive Directive 2023-1, compete for
9 and perform contracts to provide services or supplies, or both. Each director shall
10 strongly encourage firms with which the department or agency contracts to subcontract with
11 certified geographically disadvantaged business enterprises for services, supplies, or
12 both.

13 Sec. 18-207. Consistent with section 217 of the management and budget act, 1984 PA
14 431, MCL 18.1217, each department and agency receiving appropriations in part 1 shall
15 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
16 travel report shall be a listing of all travel by classified and unclassified employees
17 outside this state in the immediately preceding fiscal year that was funded in whole or in
18 part with funds appropriated in the department's or agency's budget. The department shall
19 submit the report to the house and senate appropriations committees and to the report
20 recipients required in section 213 of this part. The report shall include all of the
21 following information:

22 (a) The dates of each travel occurrence.

23 (b) The total transportation and related costs of each travel occurrence, including
24 the proportion funded with state general fund/general purpose revenues, the proportion
25 funded with state restricted revenues, the proportion funded with federal revenues, and the
26 proportion funded with other revenues.

27 Sec. 18-208. Funds appropriated in part 1 shall not be used by a principal executive
28 department, state agency, or authority to hire a person to provide legal services that are
29 the responsibility of the attorney general. This prohibition does not apply to legal
30 services for bonding activities and for those outside services that the attorney general
31 authorizes.

32 Sec. 18-209. Not later than December 15, the state budget office shall prepare and

1 transmit a report that provides for estimates of the total general fund/general purpose
2 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
3 projected year-end general fund/general purpose appropriation lapses by major departmental
4 program or program areas. The state budget office shall submit the report to the senate and
5 house appropriations committees and the senate and house fiscal agencies.

6 Sec. 18-210. (1) In addition to the funds appropriated in part 1, there is
7 appropriated an amount not to exceed \$2,000,000.00 for federal contingency funds. These
8 funds are not available for expenditure until they have been transferred to another line
9 item in this article under section 393(2) of the management and budget act, 1984 PA 431,
10 MCL 18.1393.

11 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
12 not to exceed \$4,000,000.00 for state restricted contingency funds. These funds are not
13 available for expenditure until they have been transferred to another line item in this
14 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

15 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
16 not to exceed \$1,000,000.00 for local contingency funds. These funds are not available for
17 expenditure until they have been transferred to another line item in this article under
18 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

19 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
20 not to exceed \$200,000.00 for private contingency funds. These funds are not available for
21 expenditure until they have been transferred to another line item in this article under
22 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

23 Sec. 18-211. (1) Money appropriated in part 1 shall not be used to restrict or impede
24 a marginalized community's access to government resources, programs, or facilities.

25 (2) From the funds appropriated in part 1, local governments shall report any action
26 or policy that attempts to restrict or interfere with the duties of the local health
27 officer.

28 Sec. 18-213. Except as otherwise provided in this part, all reports required under
29 this part shall be submitted to the senate and house appropriations subcommittees on the
30 department budget, the senate and house fiscal agencies, the senate and house policy
31 offices, and the state budget office.

32 Sec. 18-216. On a quarterly basis, the department shall report to the senate and

1 house appropriations committees and the report recipients required in section 213 of this
2 part a comparison by line item of the number of FTEs authorized from funds appropriated in
3 part 1 to the actual number of FTEs employed by the department at the end of the reporting
4 period.

5 Sec. 18-224. The department shall provide biannual reports to the recipients required
6 under section 205 that provide the following data:

7 (a) A list of major work projects, including the status of each project.

8 (b) The department's financial status, featuring a report of budgeted versus actual
9 expenditures by part 1 line item including a year-end projection of budget requirements. If
10 projected department budget requirements exceed the allocated budget, the report must
11 include a plan to reduce overall expenses while still satisfying specified service level
12 requirements.

13 (c) A report on the performance metrics cited or information required to be reported
14 in this part, reasons for nonachievement of metric targets, and proposed corrective
15 actions.

16 Sec. 18-225. Based on the availability of federal funding and demonstrated need, as
17 indicated by applications submitted to the state court administrative office, the
18 department shall provide \$1,500,000.00 in Byrne justice assistance grant program funding to
19 the judiciary by interdepartmental grant.

20 Sec. 18-228. (1) When the department provides contractual services to a local unit of
21 government, the department shall be reimbursed for all costs incurred in providing the
22 services.

23 (2) The department shall define service cost models for those services requiring
24 reimbursement.

25 (3) Contractual services provided to an entity other than a local unit of government
26 may be provided by department personnel, but only on an overtime basis outside the normal
27 work schedule of the personnel. All costs incurred in providing the services are eligible
28 for reimbursement.

29 (4) This section does not apply to services provided to state agencies.

30 (5) Revenues received for contractual or reimbursed services in excess of the
31 appropriations in part 1 are appropriated and may be received and expended by the
32 department for the purposes for which the funds are received.

1 (6) If additional authorization is approved in SIGMA by the state budget office under
2 this section, the department shall notify the subcommittees and the senate and house fiscal
3 agencies within 10 days after the approval. The notification must include the amount and
4 funding source of the additional authorization, the date of its approval, and the projected
5 use of the funds to be expended.

6 Sec. 18-229. The department shall serve as an active liaison between the DTMB and
7 state, local, regional, and federal public safety agencies on matters pertaining to the
8 Michigan public safety communications system and shall report user issues to the DTMB.

9 Sec. 18-230. The department may establish and collect fees for publications, videos,
10 conferences, workshops, and related materials. Collected fees must be used to offset
11 expenditures for costs of the publications, videos, workshops, conferences, and related
12 materials. The department shall not collect fees under this section that exceed the cost of
13 the expenditures.

14 Sec. 18-231. (1) The department may accept monetary and nonmonetary gifts, bequests,
15 donations, contributions, or grants from any private or public source to support, in whole
16 or in part, a departmental function or program. The department shall expend or use such
17 gifts, bequests, donations, contributions, or grants for the purposes designated by the
18 private or public source, if the purpose is specified.

19 (2) Revenue collected by the department under this section that is unexpended and
20 unencumbered must not lapse to the general fund but must be carried forward to the
21 subsequent fiscal year.

22 (3) Private revenues received under this section that exceed the appropriations in
23 part 1 are appropriated and may be received and expended by the department for the purposes
24 for which the funds are received.

25 (4) If additional authorization is approved in SIGMA by the state budget office under
26 this section, the department shall notify the subcommittees and the senate and house fiscal
27 agencies within 10 days after the approval. The notification must include the amount and
28 funding source of the additional authorization, the date of the approval, and the projected
29 use of the funds to be expended.

30 Sec. 18-232. (1) Federal revenues authorized by and available from the federal
31 government in excess of the appropriations in part 1 are appropriated and may be received
32 and expended by the department for purposes authorized under state law and subject to

1 federal requirements. The total amount of federal revenues that may be received and
2 expended under this section and section 704(3) must not exceed \$105,000,000.00.

3 (2) The department shall notify the subcommittees and the senate and house fiscal
4 agencies before expending federal revenues received and appropriated under subsection (1).

5 (3) If additional authorization is approved in SIGMA by the state budget office under
6 this section, the department shall notify the subcommittees and the senate and house fiscal
7 agencies within 10 days after the approval. The notification must include the amount and
8 funding source of the additional authorization, the date of its approval, and the projected
9 use of the funds to be expended.

10 Sec. 18-235. In collaboration with the Michigan department of health and human
11 services and the Michigan department of education, the department shall advise on
12 initiatives in schools and other educational organizations that include, but are not
13 limited to, training for educators, teachers, and other personnel in school settings for
14 all of the following:

15 (a) Utilization of trauma-informed practices.

16 (b) Age-appropriate education and information on human trafficking.

17 (c) Age-appropriate education and information on sexual abuse prevention.

18
19 **DEPARTMENTAL ADMINISTRATION AND SUPPORT**

20 Sec. 18-301. (1) From the funds appropriated in part 1 for the professional
21 development bureau, the department may provide or obtain the following training:

22 (a) Training that directly relates to the individual's job description and role
23 within the department.

24 (b) Professional development training.

25 (c) Training that provides the individual with the ability to seek expanded
26 opportunities within the department.

27 (d) Advanced education training.

28 (e) De-escalation training.

29 (2) Not later than January 1, 2026, the department shall submit a report to the
30 senate and house appropriations committees and to recipients required under section 213
31 that includes the following information about the funds appropriated in part 1 for the
32 professional development bureau:

1 (a) The training courses that the department's employees completed.

2 (b) If a training course is developed by the department, a description of that
3 course's curriculum and its purpose.

4 (c) The number of the department's employees who have received and completed training
5 pursuant to this section.

6 Sec. 18-302. (1) From the funds appropriated in part 1, the department shall, in
7 collaboration with the department of civil rights and MCOLES, provide the following
8 training to local police departments or officers free of charge:

9 (a) Cultural awareness and competency.

10 (b) Tolerance, diversity, and implicit bias.

11 (c) Conflict management and de-escalation.

12 (d) Use of force on vulnerable individuals, including children, individuals with
13 disabilities, individuals with unmet mental health needs, individuals under the influence
14 of substances, and pregnant individuals.

15 (e) Mental health and wellness for law enforcement officers.

16 (2) The training provided under subsection (1) may be offered online in order to
17 facilitate easy access and may be given by department staff, contractors, or external
18 vendors.

19 (3) On a quarterly basis, the department shall report to the recipients required
20 under section 213 on the number of officers, by police department, that received training
21 under this section.

22
23 **LAW ENFORCEMENT**

24 Sec. 18-401. (1) The department shall develop and deliver professional, innovative,
25 and quality training that supports the enforcement and public safety efforts of the
26 criminal justice community.

27 (2) The department shall provide performance data, as provided under section 224, for
28 days of training being conducted by the academy.

29 (3) The department shall submit a report to the recipients required under section 213
30 within 60 days of the conclusion of any trooper, motor carrier, or state properties
31 security recruit school. The report must include the following:

32 (a) The number of veterans and the number of MCOLES-certified police officers who

1 were admitted to and the number who graduated from the recruit school. (b) The total number
2 of recruits who were admitted to the school, the number of recruits who graduated from the
3 school, and the location at which each of these recruits is assigned.

4 (4) The department shall distribute and review course evaluations to ensure that
5 quality training is provided.

6 Sec. 18-402. (1) In accordance with applicable state and federal laws and
7 regulations, the department shall maintain and ensure compliance with CJIS databases and
8 applications in the support of public safety and law enforcement communities.

9 (2) The department shall improve the accuracy, timeliness, and completeness of
10 criminal history information by conducting a minimum of 30 outreach activities targeted to
11 criminal justice agencies. The department shall report the number of these outreach
12 activities conducted, as provided under section 224.

13 (3) The department shall provide for the compilation of crime statistics consistent
14 with the uniform crime reporting (UCR) program and the national incident-based report
15 system (NIBRS).

16 (4) The department shall provide for the compilation and evaluation of traffic crash
17 reports and the maintenance of the state accident data collection system.

18 (5) The department shall make individual traffic crash reports available for a fee of
19 \$15.00 per incident. The department may also sell an extract of electronic traffic crash
20 data for a fee of \$0.25 per incident, provided that the name, address, and any other
21 personal identifying information have been excluded.

22 (6) By March 1, the department shall submit a report to the recipients required under
23 section 213 detailing the number of traffic crash reports provided, the amount of revenue
24 collected, and all expenditures incurred for activities under subsection (5) in the
25 preceding fiscal year. The report must include an analysis of whether revenue from
26 department activities under subsection (5) is sufficient to offset all costs incurred for
27 those activities and must provide information regarding any deficit or surplus of revenue.

28 (7) In accordance with applicable state and federal laws and regulations, the
29 department shall provide for the maintenance and dissemination of criminal history records
30 and juvenile records, including to the extent necessary to exchange criminal history
31 records information with the Federal Bureau of Investigation and other states through the
32 interstate identification index, the National Crime Information Center, and other federal

1 CJIS databases and indices.

2 (8) In accordance with applicable state and federal laws, the department shall
3 provide for the maintenance of records, including criminal history records regarding
4 firearms licensure, as provided in 1927 PA 372, MCL 28.421 to 28.435.

5 (9) The following unexpended and unencumbered revenues deposited into the criminal
6 justice information center service fees must not lapse to the general fund, but must be
7 carried forward into the subsequent fiscal year:

8 (a) Fees for fingerprinting and criminal record checks and name-based criminal record
9 checks under 1935 PA 120, MCL 28.271 to 28.274.

10 (b) Fees for application and licensing for initial and renewal concealed pistol
11 licenses under 1927 PA 372, MCL 28.421 to 28.435.

12 (c) Fees for searching, copying, and providing public records under the freedom of
13 information act, 1976 PA 442, MCL 15.231 to 15.246. (d) Revenue from other sources,
14 including, but not limited to, investment and interest earnings.

15 (10) Unexpended and unencumbered revenue generated by state records management system
16 fees must not lapse to the general fund, but must be carried forward into the subsequent
17 fiscal year.

18 Sec. 18-403. (1) The department shall provide forensic testing and analysis/profiling
19 of DNA evidence to aid in law enforcement investigations in this state.

20 (2) The department shall ensure its ability to maintain accreditation by a federally
21 designated accrediting agency, as provided under 34 USC 12592.

22 (3) The department shall provide forensic science services with an average turnaround
23 time of 55 days, assuming an annual caseload volume commensurate with the average annual
24 caseload received by the forensic science division during the preceding 5 fiscal years, and
25 shall work to achieve a goal of a 30-day average turnaround time across all forensic
26 science disciplines.

27 (4) The department shall provide the following data as provided in section 224:

28 (a) The average turnaround time for processing forensic evidence across all
29 disciplines.

30 (b) Forensic laboratory staffing levels, including scientists in training, and
31 vacancies.

32 (c) The number of backlogged cases in each discipline.

1 Sec. 18-404. (1) The biometrics and identification division shall house and manage
2 the automated biometric identification system, statewide network of agency photographs, and
3 combined offender DNA index system biometric databases.

4 (2) The department shall provide data on the number of 10-print and palm-print
5 submissions to the database, as provided in section 224.

6 (3) If changes are made to the department's protocol for retaining and purging DNA
7 analysis samples and records, the department shall post a copy of the protocol changes on
8 the department's website.

9 Sec. 18-405. Not later than December 1, the department shall submit a report to the
10 recipients required under section 213 that includes, but is not limited to, all of the
11 following information:

12 (a) Sexual assault kit analysis backlog at the beginning of the prior fiscal year.

13 (b) The number of sexual assault kits collected or submitted for analysis during the
14 prior fiscal year.

15 (c) The number of sexual assault kits analyzed and the number of associated DNA
16 profiles created and uploaded during the prior fiscal year.

17 (d) Sexual assault kit analysis backlog at the end of the prior fiscal year.

18 (e) The average turnaround time to analyze sexual assault kits and to create and
19 upload associated DNA profiles for the prior fiscal year.

20 Sec. 18-406. The department shall provide administrative support for the following
21 grant and community service programs:

22 (a) The operations of the automobile theft prevention authority.

23 (b) Administration of the Edward Byrne memorial justice assistance program and other
24 grant programs, as well as the department's community policing efforts.

25 (c) Administration of the office of school safety.

26 (d) Administration and outreach of the OK2SAY program.

27 Sec. 18-407. Not later than March 30, the office of school safety shall provide a
28 school safety report to the legislature and the senate and house fiscal agencies that must
29 include the following:

30 (a) Reports of incidents of school violence or threats reported to the state police
31 by local law enforcement or local school districts, or received through the Michigan
32 incident crime report.

1 (b) Reports of OK2SAY-based incidences and activities.

2 (c) Based upon an evaluation of school safety incidents, recommendations on best
3 practices and other safety measures to ensure school safety in this state.

4 Sec. 18-408. The unexpended and unencumbered general fund/general purpose funds
5 appropriated in part 1 for trooper recruit school onboarding, training, and outfitting must
6 not lapse to the general fund at the end of the fiscal year but must be deposited into the
7 trooper recruit school fund created under section 819b of the Michigan vehicle code, 1949
8 PA 300, MCL 257.819b.

9
10 **COMMISSION ON LAW ENFORCEMENT STANDARDS**

11 Sec. 18-501. (1) MCOLES shall establish standards for the selection, employment,
12 training, education, licensing, and licensure revocation of all law enforcement officers
13 and provide the basic law enforcement training curriculum for law enforcement training
14 academy programs statewide.

15 (2) MCOLES shall maintain staffing and resources necessary to update law enforcement
16 standards within 120 days of the enactment date of any new legislation.

17 Sec. 18-502. The general fund/general purpose funds appropriated in part 1 for the
18 public safety officers benefit fund must be deposited into the public safety officers
19 benefit fund created in section 3 of the public safety officers benefit act, 2004 PA 46,
20 MCL 28.633. All funds in the public safety officers benefit fund are appropriated and
21 available for expenditure in accordance with section 3 of the public safety officers
22 benefit act, 2004 PA 46, MCL 28.633.

23 Sec. 18-503. Funds appropriated in part 1 for in-service training must be deposited
24 into the law enforcement officers training fund created in section 11(7) of the Michigan
25 commission on law enforcement standards act, 1965 PA 203, MCL 28.611. All funds in the law
26 enforcement officers training fund are appropriated and available for expenditure to
27 support the implementation of required annual in-service training standards for all
28 licensed law enforcement officers, in accordance with rules promulgated under section 11(2)
29 of the Michigan commission on law enforcement standards act, 1965 PA 203, MCL 28.611.

30
31 **FIELD SERVICES**

32 Sec. 18-601. (1) Department enlisted personnel who are employed to enforce traffic

1 laws as provided in section 629e of the Michigan vehicle code, 1949 PA 300, MCL 257.629e,
2 are not prohibited from responding to crimes in progress or other emergency situations and
3 are responsible for making every effort to protect all residents of this state.

4 (2) The department shall report on the number of residence checks of registered sex
5 offenders conducted, as provided under section 224.

6 (3) The department shall submit a report to the recipients required under section 213
7 on or before April 15 regarding the secure cities partnership during the prior calendar
8 year.

9 Sec. 18-602. The department shall identify and apprehend criminals through criminal
10 investigations in this state.

11 Sec. 18-603. (1) The department shall provide protection to this state, its economy,
12 welfare, and vital state sponsored programs through the prevention and suppression of
13 organized smuggling of untaxed tobacco products in this state, through enforcement of the
14 tobacco products tax act, 1993 PA 327, MCL 205.421 to 205.436, and other laws pertaining to
15 combating criminal activity in this state, and by maintaining a tobacco tax enforcement
16 unit.

17 (2) The department shall submit an annual report on December 1 to the senate and
18 house appropriations subcommittees on general government and to the recipients required
19 under section 213 that details expenditures and activities related to tobacco tax
20 enforcement for the prior fiscal year.

21 Sec. 18-604. The department shall provide fire investigation training and
22 investigative assistance to public safety agencies in this state.

23 Sec. 18-605. (1) From the funds appropriated in part 1, the department shall make an
24 organized, strategic effort to recruit trooper school candidates and other new employees
25 that mirror the diverse racial, religious, and cultural backgrounds that make up the
26 communities in Michigan, including individuals who are Black, Jewish, Native American,
27 LGBTQ+, Indian/Hindu, Hispanic, Arab/Muslim, and Asian and Pacific Islander. An annual
28 report of these recruiting efforts, along with the status of the diversity of current
29 racial, religious, and cultural backgrounds of those employed by the department, must be
30 reported to the subcommittees not later than April 15 of each year.

31 (2) The department may use the funds appropriated in part 1 that represent attrition
32 savings to offset the cost of recruiting efforts described under subsection (1).

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SPECIALIZED SERVICES

Sec. 18-701. (1) The department shall operate the Michigan intelligence operations center for homeland security as this state's primary federally designated fusion center to receive, analyze, gather, and disseminate threat related information among federal, state, local, tribal, and private sector partners.

(2) The department shall ensure public safety by providing public and private sector partners with timely and accurate information regarding critical information key resource threats, as reported to or discovered by the Michigan intelligence operations center for homeland security, and shall increase public awareness on how to report suspicious activity through website or telephone communications.

Sec. 18-702. The department shall provide specialized services in support of, and to enhance, local, state, and federal law enforcement operations within this state, in accordance with all applicable state and federal laws and regulations.

Sec. 18-703. (1) The department shall maintain commercial vehicle regulation, school bus inspections, and enforcement activities, including enforcement of requirements concerning size, weight, and load restrictions; operating authority; registration; fuel taxes; transportation of hazardous materials; new entrant operations; commercial driver licenses; and inspections pursuant to the federal motor carrier assistance program.

(2) The department shall maintain the staffing and resources necessary to meet inspection goals consistent with the department's federal motor carrier assistance program activities.

(3) Revenue collected under the motor carrier act, 1933 PA 254, MCL 475.1 to 479.42, shall be expended in accordance with that act. Unexpended and unencumbered revenues must not lapse to the general fund but must be carried forward into the subsequent fiscal year.

Sec. 18-704. (1) The department shall coordinate the mitigation, preparation, response, and recovery activities of municipal, county, state, and federal governments, and other governmental entities, for all hazards, disasters, and emergencies.

(2) The state director of emergency management may expend money appropriated under part 1 to call upon any agency or department of the state or any resource of the state to protect life or property or to provide for the health or safety of the population in any area of this state in which the governor proclaims a state of emergency or state of

1 disaster under the emergency management act, 1976 PA 390, MCL 30.401 to 30.421. The state
2 director of emergency management may expend the amounts the director considers necessary to
3 accomplish these purposes. The director shall submit to the state budget director, as soon
4 as possible, a complete report of all actions taken under the authority of this section.
5 The report must contain, as a separate item, a statement of all money expended that is not
6 reimbursable from federal funding. The state budget director shall review the expenditures
7 and submit recommendations to the legislature in regard to any possible need for a
8 supplemental appropriation.

9 (3) In addition to the funds appropriated in part 1, the department may receive and
10 expend money from local, private, federal, or state sources for the purpose of providing
11 emergency management training to local or private interests and for the purpose of
12 supporting emergency preparedness, response, recovery, and mitigation activity. If
13 additional expenditure authorization in SIGMA is approved by the state budget office under
14 this section, the department and the state budget office shall notify the subcommittees and
15 the senate and house fiscal agencies within 10 days after the approval. The notification
16 shall include the amount and source of the additional authorization, the date of its
17 approval, and the projected use of the funds to be expended under the authorization. The
18 total amount of federal revenues that may be received and expended under this section and
19 section 232 must not exceed \$105,000,000.00.

20 (4) The department shall foster, promote, and maintain partnerships to protect this
21 state and homeland from all hazards.

22 (5) The department shall maintain the staffing and resources necessary to do all of
23 the following:

24 (a) Serve approximately 105 local emergency management preparedness programs and 88
25 local emergency planning committees in this state.

26 (b) Operate and maintain the state's emergency operations center and provide command
27 and control in support of emergency response services.

28 (c) Maintain readiness, including training and equipment to respond to civil
29 disorders and natural disasters commensurate with the capabilities of fiscal year 2010-
30 2011.

31 (d) Perform hazardous materials response training.

32 (6) The department shall conduct a minimum of 3 training sessions to enhance safe

1 response in the event of natural or manmade incidents, emergencies, or disasters.

2 (7) In addition to the funds appropriated in part 1, there is appropriated from the
3 disaster and emergency contingency fund an amount necessary to cover costs related to any
4 disaster or emergency as defined in the emergency management act, 1976 PA 390, MCL 30.401
5 to 30.421. Funds shall be expended as provided under sections 18 and 19 of the emergency
6 management act, 1976 PA 390, MCL 30.418 and 30.419, and R 30.51 to R 30.61 of the Michigan
7 Administrative Code.

8 (8) Revenue collected by the department under this section for the emergency
9 management and homeland security training center that is unexpended and unencumbered at the
10 end of the fiscal year must not lapse to the general fund, but must be carried forward into
11 the subsequent fiscal year.

12 Sec. 18-705. The department shall provide for the planning, administration, and
13 implementation of highway traffic safety programs to save lives and reduce injuries on
14 roads in this state, in partnership with other public and private organizations.

15 Sec. 18-706. (1) Funds appropriated in part 1 for the secondary road patrol program
16 must be used to provide grants to sheriffs under the secondary road patrol program
17 described under section 76 of 1846 RS 14, MCL 51.76.

18 (2) The sheriffs' duties under the secondary road patrol program, as outlined in
19 section 76(2) of 1846 RS 14, MCL 51.76, are to patrol and monitor traffic violations; to
20 enforce the criminal laws of this state, violations of which are observed by or brought to
21 the attention of the sheriff's department while patrolling and monitoring secondary roads;
22 to investigate accidents involving motor vehicles; and to provide emergency assistance to
23 persons on or near a highway or road the sheriff is patrolling and monitoring.

24

25 **ONE-TIME APPROPRIATIONS**

26 Sec. 18-801. (1) Funds appropriated in part 1 for law enforcement training,
27 recruitment and retention grants shall be used to provide grants to local law enforcement
28 agencies to recruit, train, integrate and retain licensed law enforcement officers.

29 (2) An individual grant award under this section must not exceed \$500,000.

30 (3) The department shall issue grant guidance and application materials no later than
31 January 1, 2025.

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Article 19

DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 19-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of technology, management and budget are appropriated for the fiscal year ending September 30, 2025, and are anticipated to be appropriated for the fiscal year ending September 30, 2026, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

1	DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET		
2	APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions.....	6.0	6.0
4	Full-time equated classified positions.....	3,243.5	3,243.5
5	GROSS APPROPRIATION	\$ 1,857,176,200	\$ 1,787,225,200
6	Total interdepartmental grants and intradepartmental		
7	transfers	1,119,848,200	1,119,848,200
8	ADJUSTED GROSS APPROPRIATION	\$ 737,328,000	\$ 667,377,000
9	Total federal revenues	4,393,300	4,393,300
10	Total local revenues	2,334,000	2,334,000
11	Total private revenues	189,200	189,200
12	Total other state restricted revenues	130,096,500	130,096,500
13	State general fund/general purpose	\$ 600,315,000	\$ 530,364,000
14	<i>State general fund/general purpose schedule:</i>		
15	<i>Ongoing state general fund/general purpose</i>	523,564,000	530,364,000
16	<i>One-time state general fund/general purpose</i>	76,751,000	0
17	Sec. 19-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT		
18	Full-time equated unclassified positions.....	6.0	6.0
19	Full-time equated classified positions.....	922.0	922.0
20	Unclassified salaries-6.0 FTE positions	\$ 1,101,600	\$ 1,101,600
21	Administrative services-178.5 FTE positions	27,666,000	27,666,000
22	Budget and financial management-188.0 FTE positions ..	42,449,100	42,449,100
23	Building operation services-266.0 FTE positions	106,687,100	106,687,100
24	Business support services-112.0 FTE positions	17,379,000	17,379,000
25	Design and construction services-54.0 FTE positions ..	9,442,800	9,442,800
26	Executive operations-12.0 FTE positions	2,469,800	2,469,800
27	Michigan center for data and analytics-44.0 FTE		
28	positions	7,186,800	7,186,800
29	Motor vehicle fleet-39.0 FTE positions	95,708,200	95,708,200
30	Office of the state employer-14.0 FTE positions	1,786,800	1,786,800
31	Property management	9,915,300	9,915,300
32	State archives-14.5 FTE positions	1,915,300	1,915,300

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 State fleet electric vehicle transition	1,000,000	1,000,000
2 GROSS APPROPRIATION	\$ 324,707,800	\$ 324,707,800
3 Appropriated from:		
4 Interdepartmental grant revenues:		
5 IDG from department of health and human services	754,100	754,100
6 IDG from department of licensing and regulatory		
7 affairs	100,000	100,000
8 IDG from other restricted funding	232,886,900	232,886,900
9 Federal revenues:		
10 Other federal revenues	4,393,200	4,393,200
11 Special revenue funds:		
12 Local revenues	56,100	56,100
13 Private revenues	189,100	189,100
14 Other state restricted revenues	26,889,900	26,889,900
15 State general fund/general purpose	\$ 59,438,500	\$ 59,438,500
16 Sec. 19-103. TECHNOLOGY SERVICES		
17 Full-time equated classified positions.....	1,649.5	1,649.5
18 Enterprise user experience-14.0 FTE positions	\$ 5,231,800	\$ 5,231,800
19 Homeland security initiative/cyber security-58.0		
20 FTE positions	29,398,800	29,398,800
21 Information technology investment fund	35,000,000	35,000,000
22 Information technology services-1,440.5 FTE positions	880,274,300	880,274,300
23 Michigan public safety communications system-137.0		
24 FTE positions	<u>59,373,100</u>	<u>59,373,100</u>
25 GROSS APPROPRIATION	\$ 1,009,278,000	\$ 1,009,278,000
26 Appropriated from:		
27 Interdepartmental grant revenues:		
28 IDG from other restricted funding	880,274,300	880,274,300
29 Special revenue funds:		
30 Local revenues	2,277,800	2,277,800
31 State general fund/general purpose	\$ 126,725,900	\$ 126,725,900
32 Sec. 19-104. STATEWIDE APPROPRIATIONS		

		For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Professional development fund - AFSCME	\$ 50,000	\$ 50,000
2	Professional development fund - MPE, SEIU, scientific		
3	and engineering unit	100,000	100,000
4	Professional development fund - MPE, SEIU, technical		
5	unit.....	50,000	50,000
6	Professional development fund - NERES	200,000	200,000
7	Professional development fund - UAW	<u>700,000</u>	<u>700,000</u>
8	GROSS APPROPRIATION	\$ 1,100,000	\$ 1,100,000
9	Appropriated from:		
10	Interdepartmental grant revenues:		
11	IDG from other restricted funding	1,100,000	1,100,000
12	Special revenue funds:		
13	State general fund/general purpose	\$ 0	\$ 0
14	Sec. 19-105. SPECIAL PROGRAMS		
15	Full-time equated classified positions.....	199.0	199.0
16	Capital city services	\$ 1,000,000	\$ 1,000,000
17	Make it in Michigan	400	400
18	Office of the child advocate-22.0 FTE positions	3,834,000	3,834,000
19	Property management - executive/legislative	1,424,800	1,424,800
20	Retirement services-177.0 FTE positions	<u>29,999,500</u>	<u>29,999,500</u>
21	GROSS APPROPRIATION	\$ 36,258,700	\$ 36,258,700
22	Appropriated from:		
23	Federal revenues:		
24	Other federal revenues	100	100
25	Special revenue funds:		
26	Local revenues	100	100
27	Private revenues	100	100
28	Other state restricted revenues	29,906,600	29,906,600
29	State general fund/general purpose	\$ 6,351,800	\$ 6,351,800
30	Sec. 19-106. STATE BUILDING AUTHORITY RENT		
31	State building authority rent - community colleges ...	\$ 33,481,600	\$ 33,481,600
32	State building authority rent - state agencies	72,493,700	77,493,700

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 State building authority rent - universities	140,195,300	141,995,300
2 GROSS APPROPRIATION	\$ 246,170,600	\$ 252,970,600
3 Appropriated from:		
4 Special revenue funds:		
5 State general fund/general purpose	\$ 246,170,600	\$ 252,970,600
6 Sec. 19-107. CIVIL SERVICE COMMISSION		
7 Full-time equated classified positions.....	473.0	473.0
8 Agency services-113.0 FTE positions	\$ 17,997,000	\$ 17,997,000
9 Employee benefits-29.0 FTE positions	6,554,700	6,554,700
10 Executive direction-38.0 FTE positions	9,815,300	9,815,300
11 Human resources operations-293.0 FTE positions	39,015,900	39,015,900
12 Information technology services and projects	<u>4,645,900</u>	<u>4,645,900</u>
13 GROSS APPROPRIATION	\$ 78,028,800	\$ 78,028,800
14 Appropriated from:		
15 Special revenue funds:		
16 Other state restricted revenues	50,848,200	50,848,200
17 State general fund/general purpose	\$ 27,180,600	\$ 27,180,600
18 Sec. 19-108. CAPITAL OUTLAY		
19 Enterprisewide special maintenance for state		
20 facilities	\$ 28,000,000	\$ 28,000,000
21 Major special maintenance, remodeling, and additions		
22 for state agencies	<u>3,800,000</u>	<u>3,800,000</u>
23 GROSS APPROPRIATION	\$ 31,800,000	\$ 31,800,000
24 Appropriated from:		
25 Interdepartmental grant revenues:		
26 IDG from other restricted funding	3,800,000	3,800,000
27 Special revenue funds:		
28 State general fund/general purpose	\$ 28,000,000	\$ 28,000,000
29 Sec. 19-109. INFORMATION TECHNOLOGY		
30 Information technology services and projects	<u>\$ 53,081,300</u>	<u>\$ 53,081,300</u>
31 GROSS APPROPRIATION	\$ 53,081,300	\$ 53,081,300
32 Appropriated from:		

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
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1	Interdepartmental grant revenues:		
2	IDG from other restricted funding	932,900	932,900
3	Special revenue funds:		
4	Other state restricted revenues	22,451,800	22,451,800
5	State general fund/general purpose	\$ 29,696,600	\$ 29,696,600
6	Sec. 19-110. ONE-TIME APPROPRIATIONS		
7	Building occupancy health and safety	\$ 251,000	\$ 0
8	Enterprisewide special maintenance for state		
9	facilities	8,000,000	0
10	Make it in Michigan competitiveness fund	25,000,000	0
11	Self insured property fund	10,000,000	0
12	State employee flexible spending account dependent care		
13	match	31,500,000	0
14	State fleet electric vehicle transition	2,000,000	0
15	GROSS APPROPRIATION	\$ 76,751,000	\$ 0
16	Appropriated from:		
17	Special revenue funds:		
18	State general fund/general purpose	\$ 76,751,000	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2025

GENERAL SECTIONS

Sec. 19-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for the fiscal year 2025 is \$730,411,500.00 and state spending from state sources to be paid to local units of government for fiscal year 2025 is \$1,000,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET

31	Capital city services.....	\$	1,000,000
32	TOTAL	\$	1,000,000

1 Sec. 19-202. The appropriations authorized under this article are subject to the
2 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

3 Sec. 19-203. As used in this article:

4 (a) "AFSCME" means American Federation of State, County, and Municipal Employees.

5 (b) "COBRA" means the consolidated omnibus budget reconciliation act of 1985, Public
6 Law 99-272.

7 (c) "Department" means the department of technology, management and budget.

8 (d) "Director" means the director of the department.

9 (e) "FTE" means full-time equated.

10 (f) "IDG" means interdepartmental grant.

11 (g) "JCOS" means the joint capital outlay subcommittee.

12 (h) "MDLEO" means the Michigan department of labor and economic opportunity.

13 (i) "MDOT" means the Michigan department of transportation.

14 (j) "MPE" means the Michigan public employees.

15 (k) "NERE" means nonexclusively represented employees.

16 (l) "MSF" means the Michigan strategic fund.

17 (m) "SEIU" means Service Employees International Union.

18 (n) "SIGMA" means statewide integrated governmental management applications.

19 (o) "State building authority" means the authority created under 1964 PA 183, MCL
20 830.411 to 830.425.

21 (p) "UAW" means the United Automobile, Aerospace, and Agricultural Implement Workers
22 of America.

23 Sec. 19-204. From the funds appropriated in part 1, the departments and agencies
24 shall use the internet to fulfill the reporting requirements of this part. This requirement
25 shall include transmission of reports via email to the recipients identified for each
26 reporting requirement, and it shall include placement of reports on an internet site.

27 Sec. 19-205. To the extent permissible under section 261 of the management and budget
28 act, 1984 PA 431, MCL 18.1261, all of the following apply:

29 (a) The funds appropriated in part 1 must not be used for the purchase of foreign
30 goods or services, or both, if competitively priced and of comparable quality American
31 goods or services, or both, are available.

32 (b) Preference must be given to goods or services, or both, manufactured or provided

1 by Michigan businesses, if they are competitively priced and of comparable quality.

2 (c) Preference must be given to goods or services, or both, that are manufactured or
3 provided by Michigan businesses owned and operated by veterans, if they are competitively
4 priced and of comparable quality.

5 Sec. 19-206. To the extent permissible under the management and budget act, 1984 PA
6 431, MCL 18.1101 to 18.1594, the director of each department and agency receiving
7 appropriations in part 1 shall take all reasonable steps to ensure that geographically
8 disadvantaged business enterprises, as defined in Executive Directive 2023-1, compete for
9 and perform contracts to provide services or supplies, or both. Each director shall
10 strongly encourage firms with which the department or agency contracts to subcontract with
11 certified geographically disadvantaged business enterprises for services, supplies, or
12 both.

13 Sec. 19-207. Consistent with section 217 of the management and budget act, 1984 PA
14 431, MCL 18.1217, each department and agency receiving appropriations in part 1 shall
15 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
16 travel report shall be a listing of all travel by classified and unclassified employees
17 outside this state in the immediately preceding fiscal year that was funded in whole or in
18 part with funds appropriated in the department's or agency's budget. The department shall
19 submit the report to the house and senate appropriations committees and to the report
20 recipients required in section 213 of this part. The report shall include all of the
21 following information:

22 (a) The dates of each travel occurrence.

23 (b) The total transportation and related costs of each travel occurrence, including
24 the proportion funded with state general fund/general purpose revenues, the proportion
25 funded with state restricted revenues, the proportion funded with federal revenues, and the
26 proportion funded with other revenues.

27 Sec. 19-208. Funds appropriated in part 1 shall not be used by a principal executive
28 department, state agency, or authority to hire a person to provide legal services that are
29 the responsibility of the attorney general. This prohibition does not apply to legal
30 services for bonding activities and for those outside services that the attorney general
31 authorizes.

32 Sec. 19-209. Not later than December 15, the state budget office shall prepare and

1 transmit a report that provides for estimates of the total general fund/general purpose
2 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
3 projected year-end general fund/general purpose appropriation lapses by major departmental
4 program or program areas. The state budget office shall submit the report to the senate and
5 house appropriations committees and the senate and house fiscal agencies.

6 Sec. 19-210. (1) In addition to the funds appropriated in part 1, there is
7 appropriated an amount not to exceed \$1,000,000,000.00 for federal contingency funds. These
8 funds are not available for expenditure until they have been transferred to another line
9 item in this article under section 393(2) of the management and budget act, 1984 PA 431,
10 MCL 18.1393.

11 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
12 not to exceed \$300,000,000.00 for state restricted contingency funds. These funds are not
13 available for expenditure until they have been transferred to another line item in this
14 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

15 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
16 not to exceed \$20,000,000.00 for local contingency funds. These funds are not available for
17 expenditure until they have been transferred to another line item in this article under
18 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

23 Sec. 19-211. (1) Money appropriated in part 1 shall not be used to restrict or impede
24 a marginalized community's access to government resources, programs, or facilities.

25 (2) From the funds appropriated in part 1, local governments shall report any action
26 or policy that attempts to restrict or interfere with the duties of the local health
27 officer.

28 Sec. 19-213. Except as otherwise provided in this part, all reports required under
29 this part shall be submitted to the senate and house appropriations subcommittees on the
30 department budget, the senate and house fiscal agencies, the senate and house policy
31 offices, and the state budget office.

32 Sec. 19-216. On a quarterly basis, the department shall report to the senate and

1 house appropriations committees and the report recipients required in section 213 of this
2 part a comparison by line item of the number of FTEs authorized from funds appropriated in
3 part 1 to the actual number of FTEs employed by the department at the end of the reporting
4 period.

5

6 **MANAGEMENT AND BUDGET**

7 Sec. 19-802. Proceeds in excess of necessary costs incurred in the conduct of
8 transfers or auctions of state surplus, salvage, or scrap property made pursuant to section
9 267 of the management and budget act, 1984 PA 431, MCL 18.1267, are appropriated to the
10 department to offset costs incurred in the acquisition and distribution of surplus
11 property. The department shall provide consolidated internet auction services through this
12 state's contractors for all local units of government.

13 Sec. 19-803. (1) The department may receive and expend funds in addition to those
14 authorized by part 1 for maintenance and operation services provided specifically to other
15 principal executive departments or state agencies, the legislative branch, the judicial
16 branch, or private tenants, or provided in connection with facilities transferred to the
17 operational jurisdiction of the department.

18 (2) The department may receive and expend funds in addition to those authorized by
19 part 1 for real estate, architectural, design, engineering, and project oversight services
20 provided specifically to other principal executive departments or state agencies, the
21 legislative branch, the judicial branch, universities, community colleges, or private
22 tenants.

23 (3) The department may receive and expend funds in addition to those authorized in
24 part 1 for mail pickup and delivery services provided specifically to other principal
25 executive departments and state agencies, the legislative branch, or the judicial branch.

26 (4) The department may receive and expend funds in addition to those authorized in
27 part 1 for purchasing services provided specifically to other principal executive
28 departments and state agencies, the legislative branch, or the judicial branch.

29 (5) Fee revenue collected by the department from user fees under subsections (1) to
30 (4) shall be carried forward and shall not lapse to the general fund at the close of the
31 fiscal year.

32 Sec. 19-805. To the extent a specific appropriation is required for a detailed source

1 of financing included in part 1 for the department appropriations financed from special
2 revenue and internal service and pension trust funds, or SIGMA user charges, the specific
3 amounts are appropriated within the special revenue internal service and pension trust
4 funds in portions not to exceed the aggregate amount appropriated in part 1.

5 Sec. 19-807. Funding in part 1 for SIGMA shall be funded by proportionate charges
6 assessed against the respective state funds benefiting from this project in the amounts
7 determined by the department.

8 Sec. 19-808. (1) Deposits against the IDG from building occupancy and parking charges
9 appropriated in part 1 shall be collected, in part, from state agencies, the legislative
10 branch, and the judicial branch based on estimated costs associated with maintenance and
11 operation of buildings managed by the department. To the extent excess revenues are
12 collected due to estimates of building occupancy charges exceeding actual costs, the excess
13 revenues may be carried forward into succeeding fiscal years for the purpose of returning
14 funds to state agencies.

15 (2) Appropriations in part 1 to the department, for management and budget services
16 for building occupancy charges and parking charges, may be increased to return excess
17 revenue collected to state agencies.

18 Sec. 19-810. From the funds appropriated in part 1, the department shall maintain an
19 internet website that contains notice of all solicitations, invitations for bids, and
20 requests for proposals over \$50,000.00 issued by the department or by any state agency
21 operating under delegated authority, except for solicitations up to \$500,000.00 in
22 accordance with department policy regarding providing opportunities to Michigan small
23 businesses, geographically disadvantaged business enterprises, Michigan veteran-owned
24 business, Michigan service disabled veteran-owned businesses, or Michigan recognized
25 community rehabilitation organizations, or in situations where it would be in the best
26 interest of this state and documented by the department. This information must appear on
27 the first page of each department or state agency dashboard. The department shall not set
28 the due date for acceptance of an invitation for bid or request for proposal to less than
29 14 days after the notice is made available on the internet website, except in situations
30 where it would be in the best interest of this state and documented by the department. In
31 addition to the requirements of this section, the department may advertise the
32 solicitations, invitations for bids, and requests for proposals in any manner the

1 department determines appropriate, in order to give the greatest number of individuals and
2 businesses the opportunity to respond, or make bids or requests for proposals.

3 Sec. 19-811. From the funds appropriated in part 1, the department shall maintain a
4 system that collaborates with other departments to keep track of the performance of vendors
5 in fulfilling contract obligations. The performance of these vendors shall be recorded and
6 used as a factor to determine future contracts awarded in the procurement process.

7 Sec. 19-813. (1) Funds in part 1 for motor vehicle fleet are appropriated to the
8 department for administration and for the acquisition, lease, operation, maintenance,
9 repair, replacement, and disposal of state motor vehicles.

10 (2) The appropriation in part 1 for motor vehicle fleet shall be funded by revenue
11 from rates charged to principal executive departments and agencies for utilizing vehicle
12 travel services provided by the department. Revenue in excess of the amount appropriated in
13 part 1 from the motor transport fund and any unencumbered funds are restricted revenues and
14 may be carried over into the succeeding fiscal year.

15 (3) Pursuant to the department's authority under sections 213 and 215 of the
16 management and budget act, 1984 PA 431, MCL 18.1213 and 18.1215, the department shall
17 submit an annual report regarding the operation of the motor vehicle fleet. The report
18 shall include the number of vehicles assigned to, or authorized for use by, state
19 departments and agencies, the number of vehicles in the motor vehicle fleet, the number of
20 miles driven by fleet vehicles, and the number of gallons of fuel consumed by fleet
21 vehicles. The report must include a description of fleet garage operations, the goods sold
22 and services provided by the fleet garage, and the number of employees assigned to each
23 fleet garage. The plan may be adjusted during the fiscal year based on needs and cost
24 savings to achieve the maximum value and efficiency from the state motor fleet. Within 90
25 days after the close of the fiscal year, the department shall provide a report detailing
26 the operation of the fleet during the fiscal year.

27 (4) The department may charge state agencies for fuel cost increases that exceed 10%
28 of the budgeted price per gallon of unleaded gasoline. The department shall notify state
29 agencies, in writing or by email, at least 30 days before implementing additional charges
30 for fuel cost increases. Revenues received from these charges are appropriated upon
31 receipt.

32 (5) The state budget director, upon notification to the senate and house of

1 representatives standing committees on appropriations, may adjust spending authorization
2 and the IDG from motor transport fund in the department in order to ensure that the
3 appropriations for motor vehicle fleet in the department budget equal the expenditures for
4 motor vehicle fleet in the budgets for all executive branch agencies.

5 Sec. 19-820. The department shall make available to the public a list of all parcels
6 of real property owned by this state that are available for purchase. The list shall be
7 posted on the internet through the department's website.

8 Sec. 19-822c. The funds appropriated in part 1 shall not be used to support any staff
9 effort, projects, consultant expenses, or any other activity related to the development,
10 financing, construction, operation, or implementation of the Gordie Howe International
11 Crossing or any successor project unless the approval of the project is enacted into law.

12 Sec. 19-822d. (1) In addition to the funds appropriated in part 1, the funds
13 collected by the department for supplying census-related information and technical
14 services, publications, statistical studies, population projections and estimates, and
15 other demographic products are appropriated for all expenses necessary to provide the
16 required services. These funds are available for expenditure when they are received and may
17 be carried forward into the next succeeding fiscal year.

18 (2) The department shall submit a report by March 1 that provides the amount of
19 revenue collected by the department from the authorization in subsection (1) and the amount
20 of revenue carried forward.

21 Sec. 19-822e. From the funds in part 1 for capital city services, the department
22 shall provide reimbursement to a city to provide support for local infrastructure and
23 municipal services. Eligible expenses include maintenance or improvement of local roads,
24 sidewalks, public utility infrastructure, emergency response, traffic management, or other
25 public safety services that support the state capitol and adjacent state facilities.
26 Reimbursement must be provided quarterly after supporting documentation related to the
27 eligible expenses is provided to the department and the eligible expenses are approved for
28 reimbursement. The city must also be required to maintain and provide any supporting
29 documentation that is requested for auditing purposes.

30 Sec. 19-822f. (1) The make it in Michigan competitiveness fund is created within the
31 state treasury.

32 (2) From the funds appropriated in part 1 for make it in Michigan competitiveness

1 fund, \$25,000,000.00 shall be deposited into the make it in Michigan competitiveness fund.

2 (3) In addition to funds appropriated in part 1, there is appropriated an amount not
3 to exceed \$325,000,000.00 for state restricted contingency funds. These funds are not
4 available for expenditure until they have been transferred to another line item in this
5 article.

6 (4) Funds may be spent from the make it in Michigan competitiveness fund only upon
7 appropriation, or administrative transfer pursuant to subsection (5).

8 (5) A transfer of funds from federal or state restricted contingency funds into make
9 it in Michigan may be made by the state budget director not less than 30 days after
10 notifying each member of the senate and house appropriations committees. Those transfers
11 may be disapproved by either appropriations committee within the 30 days and, if
12 disapproved within that time, are not effective.

13 (6) A transfer approved pursuant to this section constitutes authorization to
14 transfer the amount recommended and approved. However, the amount shall be reduced by the
15 state budget director to be within the current unobligated amount of the appropriation.

16 (7) Transfers shall not be authorized under any of the following circumstances:

17 (a) To create a new line-item appropriation or to create a new state program.

18 (b) To or from an operating appropriation line item that did not appear in the fiscal
19 year appropriation bills for which the transfer is being made.

20 (c) To or from a work project as designated under section 451a of the management and
21 budget act, 1984 PA 431, MCL 18.1451a.

22 (d) Between state governmental funds.

23 (8) Interest and earnings from the investment of funds deposited in the make it in
24 Michigan competitiveness fund shall be deposited in the general fund.

25 (9) Funds in the make it in Michigan competitiveness fund at the close of a fiscal
26 year shall remain in the make it in Michigan competitiveness fund and shall not lapse to
27 the general fund.

28 (10) Funds appropriated or transferred from the make it in Michigan competitiveness
29 fund are available to leverage federal funding opportunities that include, but are not
30 limited to, infrastructure, health, public safety, mobility and electrification, climate
31 and the environment, economic development, or other funding opportunities administered by
32 the federal government. Funding opportunities may be in the form of formula or competitive-

1 based grants, cooperative agreements, or contracts, and may include funds contained in the
2 infrastructure investment and jobs act, Public Law 117-58, the CHIPS act of 2022, division
3 A of Public Law 117-167, the inflation reduction act of 2022, Public Law 117-169, or any
4 other federal acts.

5 (11) The Michigan infrastructure office, in collaboration with the state budget
6 director, shall form an interagency evaluation committee that includes the department of
7 environment, Great Lakes, and energy, the MDLEO, the MDOT, the MSF, or other entities at
8 the discretion of the Michigan infrastructure office, to develop program guidelines and
9 selection criteria for the recommended appropriation or transfer of funds. The interagency
10 evaluation committee shall make recommendations to the director of the department and the
11 state budget director on the disbursement of funds. Funding shall also be used to cover all
12 costs related to the administration of this section.

13 (12) The department shall report to the legislature not later than 30 days after any
14 federal funds are received that would be used as the basis for recommended appropriations
15 or transfers from the make it in Michigan competitiveness fund.

16 (13) Not later than 90 days after the close of each fiscal year, the department shall
17 report to the legislature on the projects funded with make it in Michigan competitiveness
18 fund money.

19

20 **MEMORIALS**

21 Sec. 19-822g. The department may receive and expend funds from the Vietnam veterans
22 memorial monument fund as provided in the Michigan Vietnam veterans memorial act, 1988 PA
23 234, MCL 35.1051 to 35.1057. Funds are appropriated and allocated when received and may be
24 expended upon receipt.

25 Sec. 19-822h. The Michigan veterans' memorial park commission may receive and expend
26 money from any source, public or private, including, but not limited to, gifts, grants,
27 donations of money, and government appropriations, for the purposes described in Executive
28 Order No. 2001-10. Funds are appropriated and allocated when received and may be expended
29 upon receipt. Any deposits made under this section and unencumbered funds are restricted
30 revenues and may be carried over into succeeding fiscal years.

31 Sec. 19-822i. In addition to the funds appropriated in part 1, the department may
32 receive and expend money from the Michigan law enforcement officers memorial monument fund

1 as provided in the Michigan law enforcement officers memorial act, 2004 PA 177, MCL 28.781
2 to 28.786. Any deposits made into this fund are restricted revenues and shall be carried
3 over into succeeding fiscal years.

4

5 **INFORMATION TECHNOLOGY**

6 Sec. 19-824. The department may enter into agreements to provide spatial information
7 and technical services to other principal executive departments, state agencies, local
8 units of government, and other organizations. The department may receive and expend funds
9 in addition to those authorized in part 1 for providing information and technical services,
10 publications, maps, and other products. The department may expend amounts received for
11 salaries, supplies, and equipment necessary to provide informational products and technical
12 services.

13 Sec. 19-827. (1) The department shall assess all subscribers of the Michigan public
14 safety communications system reasonable access and maintenance fees and shall deposit the
15 fees in the Michigan public safety communications systems fees fund.

16 (2) All money received by the department under this section shall be expended for the
17 support and maintenance of the Michigan public safety communications system.

18 (3) Any deposits made under this section and unencumbered funds are restricted
19 revenues and shall be carried forward into succeeding fiscal years.

20 Sec. 19-830. (1) Revenue collected from licenses issued under the antenna site
21 management project shall be deposited into the antenna site management revolving fund
22 created for this purpose in the department. The department may receive and expend money
23 from the fund for costs associated with the antenna site management project, including the
24 cost of a third-party site manager. Any excess revenue remaining in the fund at the close
25 of the fiscal year shall be proportionately transferred to the appropriate state restricted
26 funds as designated in a public act or the state constitution of 1963.

27 (2) An antenna shall not be placed on any site pursuant to this section without
28 complying with the respective local zoning codes and local unit of government processes.

29 Sec. 19-833. (1) The state budget director, upon notification to the senate and house
30 of representatives standing committees on appropriations may adjust spending authorization
31 and user fees in the department in order to ensure that the appropriations for information
32 technology in the department equal the appropriations for information technology in the

1 budgets for all executive branch agencies.

2 (2) If during the fiscal year a transfer or supplemental to or from the information
3 technology line item within an agency budget is made under section 393(2) of the management
4 and budget act, 1984 PA 431, MCL 18.1393, there is appropriated an equal amount of user
5 fees in the department to accommodate an increase or decrease in spending authorization.

6 Sec. 19-837. All information technology projects funded by appropriations in part 1
7 must utilize information technology project management best practices and services as
8 defined or recommended by the enterprise portfolio management office of the department and
9 comply with the requirements of the state unified information technology environment
10 methodology as it applies to all information technology project management processes.

11 Sec. 19-838. The funds appropriated in part 1 for information technology investment
12 fund shall be used for the modernization of state information technology systems,
13 improvement of this state's cybersecurity framework, and to achieve efficiencies. The
14 department shall develop a plan regarding the use of the funds appropriated in part 1 for
15 the information technology investment fund. The plan shall include, but is not limited to,
16 a description of proposed information technology investment projects, the time frame for
17 completion of the information technology investment projects, the proposed cost of the
18 information technology investment projects, the number of employees assigned to implement
19 each information technology investment project, the contracts entered into for each
20 information technology investment project, and any other information the department
21 considers necessary. The department shall submit a report that includes the plan and the
22 anticipated spending reductions or overages for each of the proposed information technology
23 investment projects.

24 Sec. 19-839. In addition to the appropriations for enterprisewide information
25 technology investments in part 1, there is appropriated related federal and state
26 restricted funds up to the amounts that will be earned based upon the initiatives
27 undertaken with the funds in part 1. The state budget director shall determine and
28 authorize the appropriate manner for implementing this section.

29

30 **STATE BUILDING AUTHORITY RENT**

31 Sec. 19-842. (1) The state building authority rent appropriations in part 1 may also
32 be expended for the payment of required premiums for insurance on facilities owned by the

1 state building authority or payment of costs that may be incurred as the result of any
2 deductible provisions in the applicable insurance policies.

3 (2) If the amount appropriated in part 1 for state building authority rent is not
4 sufficient to pay the rent obligations and insurance premiums and deductibles identified in
5 subsection (1) for state building authority projects, there is appropriated from the
6 general fund of this state the amount necessary to pay the obligations.

7

8 **OFFICE OF THE STATE EMPLOYER**

9 Sec. 19-843. (1) Funding in part 1 for statewide appropriations shall be funded by
10 assessments against longevity and insurance appropriations throughout state government in a
11 manner prescribed by the department. Funds shall be used as specified in joint
12 labor/management agreements or through the coordinated compensation hearings process. Any
13 deposits made under this subsection and any unencumbered funds are restricted revenues, may
14 be carried over into the succeeding fiscal years, and are appropriated.

15 (2) In addition to the funds appropriated in part 1 for statewide appropriations, the
16 department may receive and expend funds in such additional amounts as may be specified in
17 joint labor/management agreements or through the coordinated compensation hearings process
18 in the same manner and subject to the same conditions as prescribed in subsection (1).

19 Sec. 19-844. In addition to the funds appropriated in part 1 to the department, the
20 department may receive and expend funds from other principal executive departments and
21 state agencies to implement administrative leave bank transfer provisions as may be
22 specified in joint labor/management agreements. The amounts may also be transferred to
23 other principal executive departments and state agencies under the joint agreement and any
24 amounts transferred under the joint agreement are authorized for receipt and expenditure by
25 the receiving principal executive department or state agency. Any amounts received by the
26 department under this section and intended, under the joint labor/management agreements, to
27 be available for use beyond the close of the fiscal year and any unencumbered funds may be
28 carried over into the succeeding fiscal year.

29

30 **CIVIL SERVICE COMMISSION**

31 Sec. 19-850. (1) In accordance with section 5 of article XI of the state constitution
32 of 1963, all restricted funds shall be assessed a sum not less than 1% of the total

1 aggregate payroll paid from those funds for financing the civil service commission on the
2 basis of actual 1% restricted sources total aggregate payroll of the classified service for
3 the preceding fiscal year. This includes, but is not limited to, restricted funds
4 appropriated in part 1 of any appropriations act. Unexpended 1% appropriated funds shall be
5 returned to each 1% fund source at the end of the fiscal year.

6 (2) The appropriations in part 1 are estimates of actual charges based on payroll
7 appropriations. With the approval of the state budget director, the civil service
8 commission is authorized to adjust financing sources for civil service charges based on
9 actual payroll expenditures, provided that the adjustments do not increase the total
10 appropriation for the civil service commission.

11 (3) The financing from restricted sources shall be credited to the civil service
12 commission by the end of the second fiscal quarter.

13 Sec. 19-851. Except where specifically appropriated for this purpose, financing from
14 restricted sources shall be credited to the civil service commission. For restricted
15 sources of funding within the general fund that have the legislative authority for
16 carryover, if current spending authorization or revenues are insufficient to accept the
17 charge, the shortage shall be taken from carryforward balances of that funding source.
18 Restricted revenue sources that do not have carryforward authority shall be utilized to
19 satisfy civil service commission operating deductions first and civil service commission
20 obligations second. General fund dollars are appropriated for any shortfall, pursuant to
21 approval by the state budget director.

22 Sec. 19-852. The appropriation in part 1 to the civil service commission, for state-
23 sponsored group insurance, flexible spending accounts, and COBRA, represents amounts, in
24 part, included within the various appropriations throughout state government for the
25 current fiscal year to fund the flexible spending account program included within the civil
26 service commission. Deposits against state-sponsored group insurance, flexible spending
27 accounts, and COBRA for the flexible spending account program shall be made from
28 assessments levied during the current fiscal year in a manner prescribed by the civil
29 service commission. Unspent employee contributions to the flexible spending accounts may be
30 used to offset administrative costs for the flexible spending account program, with any
31 remaining balance of unspent employee contributions to be lapsed to the general fund.

32

1 **CAPITAL OUTLAY**

2 Sec. 19-860. As used in sections 19-861 through 19-875 of this part:

3 (a) "Board" means the state administrative board.

4 (b) "Community college" means a community college organized under the community
5 college act of 1966, 1966 PA 331, MCL 389.1 to 389.195, or under part 25 of the revised
6 school code, 1976 PA 451, MCL 380.1601 to 380.1607, and does not include a state agency or
7 university.

8 (c) "University" means a 4-year university supported by this state. University does
9 not include a community college or a state agency.

10 Sec. 19-861. Each capital outlay project authorized in this part and part 1 or any
11 previous capital outlay act shall comply with the procedures required by the management and
12 budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

13 Sec. 19-864. The appropriations in part 1 for capital outlay shall be carried forward
14 at the end of the fiscal year in accordance with section 248 of the management and budget
15 act, 1984 PA 431, MCL 18.1248.

16 Sec. 19-865. (1) A site preparation economic development fund is created in the
17 department. As used in this section, "economic development sites" means those state-owned
18 sites declared as surplus property under section 251 of the management and budget act, 1984
19 PA 431, MCL 18.1251, that would provide economic benefit to the area or to this state. The
20 Michigan economic development corporation board and the state budget director shall
21 determine whether or not a specific state-owned site qualifies for inclusion in the fund
22 created under this subsection.

23 (2) Proceeds from the sale of any sites designated in subsection (1) shall be
24 deposited into the fund created in subsection (1) and shall be available for site
25 preparation expenditures, unless otherwise provided by law. The economic development sites
26 authorized in subsection (1) are authorized for sale consistent with state law.
27 Expenditures from the fund are authorized for site preparation activities that enhance the
28 marketable sale value of the sites. Site preparation activities include, but are not
29 limited to, demolition, environmental studies and abatement, utility enhancement, and site
30 excavation.

31 (3) A cash advance in an amount of not more than \$25,000,000.00 is authorized from
32 the general fund to the site preparation economic development fund.

1 (4) An annual report shall be transmitted to the senate and house of representatives
2 standing committees on appropriations not later than December 31. This report shall detail
3 both of the following:

4 (a) The revenue and expenditure activity in the fund for the preceding fiscal year.

5 (b) The sites identified as economic development sites under subsection (1).

6 Sec. 19-866. (1) The energy efficiency revolving fund is created within the state
7 treasury. The state treasurer may receive money or other assets from any source for deposit
8 into the energy efficiency revolving fund. The state treasurer shall direct the investment
9 of the energy efficiency revolving fund. The state treasurer shall credit to the energy
10 efficiency revolving fund interest and earnings from energy efficiency revolving fund
11 investments.

12 (2) Money in the energy efficiency revolving fund at the close of the fiscal year
13 shall remain in the energy efficiency revolving fund and shall not lapse to the general
14 fund.

15 (3) The department shall provide oversight and direction for the energy efficiency
16 revolving fund and shall coordinate a call for projects and prioritize the award of
17 projects that will contribute to a reduction in this state's carbon footprint. State
18 administrative costs must be not more than 10% of the total project cost.

19 (4) The department shall set terms with agencies participating in the energy
20 efficiency revolving fund program that include the scope of each project, funding
21 commitments, data collection and reporting requirements, and any other financial terms
22 related to realization of energy savings related to implementation of the project. The
23 department may enter into a memorandum of understanding to memorialize these terms.

24 Sec. 19-867. In addition to the appropriations for special maintenance, remodeling,
25 and additions for state agencies in part 1, there is appropriated related federal and state
26 restricted funds up to the amounts that will be earned based upon the initiatives
27 undertaken with the funds in part 1. The state budget director shall determine and
28 authorize the appropriate manner for implementing this section.

29

30 **CAPITAL OUTLAY - UNIVERSITIES AND COMMUNITY COLLEGES**

31 Sec. 19-873. (1) This section applies only to projects for community colleges.

32 (2) State support is directed towards the remodeling and additions, special

1 maintenance, or construction of certain community college buildings. The community college
2 shall obtain or provide for site acquisition and initial main utility installation to
3 operate the facility. Funding shall be composed of local and state shares and not more than
4 50% of a capital outlay project, not including a lump-sum special maintenance project or
5 remodeling and addition project, for a community college shall be appropriated from state
6 and federal funds, unless otherwise appropriated by the legislature.

7 (3) An expenditure under this part and part 1 is authorized when the release of the
8 appropriation is approved by the board upon the recommendation of the director. The
9 director may recommend to the board the release of any appropriation in part 1 only after
10 the director is assured that the legal entity operating the community college to which the
11 appropriation is made has complied with this part and part 1 and has matched the amounts
12 appropriated as required by this part and part 1. A release of funds in part 1 shall not
13 exceed 50% of the total cost of planning and construction of any project, not including
14 lump-sum remodeling and additions and special maintenance, unless otherwise appropriated by
15 the legislature. Further planning and construction of a project authorized by this part and
16 part 1 or applicable sections of the management and budget act, 1984 PA 431, MCL 18.1101 to
17 18.1594, shall be in accordance with the purpose and scope as defined and delineated in the
18 approved program statements and planning documents. This part and part 1 are applicable to
19 all projects for which planning appropriations were made in previous public acts.

20 (4) The community college shall take the steps necessary to secure available federal
21 construction and equipment money for projects funded for construction in this part and part
22 1 if an application was not previously made. If there is a reasonable expectation that a
23 prior year unfunded application may receive federal money in a subsequent year, the
24 community college shall take whatever action necessary to keep the application active.

25 Sec. 19-874. If university and community college matching revenues are received in an
26 amount less than the appropriations for capital projects contained in this part and part 1,
27 the state funds shall be reduced in proportion to the amount of matching revenue received.

28 Sec. 19-875. (1) The director may require that community colleges and universities
29 that have an authorized project listed in part 1 submit documentation regarding the project
30 match and governing board approval of the authorized project not more than 60 days after
31 the beginning of the fiscal year.

32 (2) If the documentation required by the director under subsection (1) is not

1 submitted, or does not adequately authenticate the availability of the project match or
2 governing board approval of the authorized project, the director may terminate the
3 authorization. The authorization terminates 30 days after the director notifies the JCOS of
4 the intent to terminate the project unless the JCOS approves an extension of the
5 authorization.

6

7 **ONE-TIME APPROPRIATIONS**

8 Sec. 19-892. (1) From the funds appropriated in part 1, \$10,000,000.00 state general
9 fund/general purpose shall be deposited into the risk management internal service fund
10 authorized under the management and budget act, 1984 PA 431, MCL 18.1269. The purpose of
11 this one time deposit is the creation of a property self insurance fund for department
12 owned and managed buildings warranting coverage in accordance with section 204 of the
13 management and budget act, 1984 PA 431, MCL 18.1204.

14 (2) Funding deposited into this fund under subsection (1) and any additional revenues
15 recovered from rates charged to state agencies for property insurance and risk management
16 services are appropriated to pay loss or damage claims and shall remain in the fund and
17 shall not lapse to the general fund.

18 Sec. 19-893. (1) The funds appropriated in part 1 for the state employee flexible
19 spending account dependent care match shall be available to fund up to a \$2,500 employer
20 matching provision of the state's dependent care flexible spending account arrangement plan
21 approved by the civil service commission pursuant to the terms of the state's plan and
22 Internal Revenue Service regulations.

23 (2) If expenditures are occurring at a pace that would exhaust appropriated resources
24 before the planned program completion at the end of calendar year 2027, the civil service
25 commission may take any necessary action, which may include suspending, altering or
26 otherwise ending the match benefit, as allowed by law.

27 (3) The civil service commission may expend up to 3 percent of the funds appropriated
28 in part 1 for administrative costs over the life of the program.

29 (4) Funds appropriated for state employee flexible spending account dependent care
30 match are designated as a work project appropriation, and any unencumbered or unallotted
31 funds shall not lapse at the end of the fiscal year and shall be available for expenditures
32 for projects under this section until the projects have been completed. The following is in

1 compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

2 (a) The purpose of the project is to provide an employer match for employee dependent
3 care flexible spending accounts.

4 (b) The project will be accomplished by utilizing state employees or contracts with
5 service providers, or both.

6 (c) The total estimated cost of the project is \$31,500,000.00.

7 (d) The tentative completion date is September 30, 2028.

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Article 20

DEPARTMENT OF TRANSPORTATION

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 20-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of transportation are appropriated for the fiscal year ending September 30, 2025, and are anticipated to be appropriated for the fiscal year ending September 30, 2026, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	DEPARTMENT OF TRANSPORTATION	
2	APPROPRIATION SUMMARY	
3	Full-time equated unclassified positions.....	6.0 6.0
4	Full-time equated classified positions.....	3,222.3 3,221.3
5	GROSS APPROPRIATION	\$ 6,781,289,200 \$ 6,639,170,500
6	Total interdepartmental grants and intradepartmental	
7	transfers	4,316,700 4,316,700
8	ADJUSTED GROSS APPROPRIATION	\$ 6,776,972,500 \$ 6,634,853,800
9	Total federal revenues	2,253,675,100 2,253,675,100
10	Total local revenues	87,448,500 87,448,500
11	Total private revenues	18,800,000 18,800,000
12	Total other state restricted revenues	4,232,048,900 4,274,930,200
13	State general fund/general purpose	\$ 185,000,000 \$ 0
14	<i>State general fund/general purpose schedule:</i>	
15	<i>Ongoing state general fund/general purpose</i>	<i>0 0</i>
16	<i>One-time state general fund/general purpose</i>	<i>185,000,000 0</i>
17	Sec. 20-102. DEBT SERVICE	
18	Airport safety and protection plan	\$ 3,615,900 \$ 3,615,900
19	Blue Water Bridge fund	3,963,100 3,963,100
20	Economic development	1,687,400 1,687,400
21	Local bridge fund	556,500 556,500
22	State trunkline	<u>330,880,800 330,880,800</u>
23	GROSS APPROPRIATION	\$ 340,703,700 \$ 340,703,700
24	Appropriated from:	
25	Special revenue funds:	
26	Other state restricted revenues	340,703,700 340,703,700
27	State general fund/general purpose	\$ 0 \$ 0
28	Sec. 20-103. INTERDEPARTMENTAL GRANTS	
29	CTF grant to civil service commission	\$ 250,000 \$ 250,000
30	CTF grant to department of attorney general	110,900 110,900
31	CTF grant to department of treasury	54,900 54,900
32	CTF grant to legislative auditor general	47,100 47,100

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 CTF grant to department of technology, management and		
2 budget	36,300	36,300
3 MTF grant to department of environment, Great Lakes,		
4 and energy	2,182,800	2,182,800
5 MTF grant to department of treasury	3,528,000	3,528,000
6 MTF grant to legislative auditor general	382,400	382,400
7 MTF grant to department state for collection of revenue		
8 and fees	20,000,000	20,000,000
9 SAF grant to civil service commission	150,000	150,000
10 SAF grant to department of attorney general	194,500	194,500
11 SAF grant to department of treasury	81,600	81,600
12 SAF grant to legislative auditor general	37,000	37,000
13 SAF grant to department of technology, management and		
14 budget	26,000	26,000
15 STF grant to civil service commission	6,321,000	6,321,000
16 STF grant to department of attorney general	2,210,100	2,210,100
17 STF grant to department of state police	12,864,700	12,864,700
18 STF grant to department of treasury	167,000	167,000
19 STF grant to legislative auditor general	888,300	888,300
20 STF grant to department of technology, management and		
21 budget	<u>1,173,100</u>	<u>1,173,100</u>
22 GROSS APPROPRIATION	\$ 50,705,700	\$ 50,705,700
23 Appropriated from:		
24 Special revenue funds:		
25 Other state restricted revenues	50,705,700	50,705,700
26 State general fund/general purpose	\$ 0	\$ 0
27 Sec. 20-104. DEPARTMENTAL ADMINISTRATION AND SUPPORT		
28 Full-time equated unclassified positions.....	6.0	6.0
29 Full-time equated classified positions.....	309.3	309.3
30 Unclassified salaries-6.0 FTE positions	\$ 964,300	\$ 964,300
31 Asset management council	2,300,000	2,300,000
32 Business support services-75.0 FTE positions	13,041,200	13,041,200

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 Commission audit-29.3 FTE positions	4,883,300	4,883,300
2 Economic development and enhancement programs-11.0 FTE		
3 positions	1,881,000	1,881,000
4 Finance, contracts, and support services-194.0 FTE		
5 positions	27,646,900	27,646,900
6 Property management	8,320,400	8,320,400
7 Worker's compensation	<u>1,616,600</u>	<u>1,616,600</u>
8 GROSS APPROPRIATION	\$ 60,653,700	\$ 60,653,700
9 Appropriated from:		
10 Interdepartmental grant revenues:		
11 IDG from other restricted funding	4,316,700	4,316,700
12 Special revenue funds:		
13 Other state restricted revenues	56,337,000	56,337,000
14 State general fund/general purpose	\$ 0	\$ 0
15 Sec. 20-105. INFORMATION TECHNOLOGY		
16 Information technology services and projects	<u>\$ 42,055,400</u>	<u>\$ 42,055,400</u>
17 GROSS APPROPRIATION	\$ 42,055,400	\$ 42,055,400
18 Appropriated from:		
19 Federal revenues:		
20 Other federal revenues	520,500	520,500
21 Special revenue funds:		
22 Other state restricted revenues	41,534,900	41,534,900
23 State general fund/general purpose	\$ 0	\$ 0
24 Sec. 20-106. TRANSPORTATION PLANNING		
25 Full-time equated classified positions.....	144.0	144.0
26 Grants to regional planning councils	\$ 488,800	\$ 488,800
27 Planning services-144.0 FTE positions	<u>45,074,800</u>	<u>45,074,800</u>
28 GROSS APPROPRIATION	\$ 45,563,600	\$ 45,563,600
29 Appropriated from:		
30 Federal revenues:		
31 Other federal revenues	26,000,000	26,000,000
32 Special revenue funds:		

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	Other state restricted revenues	19,563,600	19,563,600
2	State general fund/general purpose	\$ 0	\$ 0
3	Sec. 20-107. DESIGN AND ENGINEERING SERVICES		
4	Full-time equated classified positions.....	1,682.3	1,682.3
5	Business services-50.8 FTE positions	\$ 11,771,700	\$ 11,771,700
6	Program development and delivery-1,060.5 FTE positions	140,627,900	140,627,900
7	System operations management-571.0 FTE positions	<u>107,518,100</u>	<u>107,518,100</u>
8	GROSS APPROPRIATION	\$ 259,917,700	\$ 259,917,700
9	Appropriated from:		
10	Federal revenues:		
11	Other federal revenues	13,529,800	13,529,800
12	Special revenue funds:		
13	Other state restricted revenues	246,387,900	246,387,900
14	State general fund/general purpose	\$ 0	\$ 0
15	Sec. 20-108. HIGHWAY MAINTENANCE		
16	Full-time equated classified positions.....	909.7	909.7
17	State trunkline operations-909.7 FTE positions	<u>\$ 486,654,800</u>	<u>\$ 486,654,800</u>
18	GROSS APPROPRIATION	\$ 486,654,800	\$ 486,654,800
19	Appropriated from:		
20	Special revenue funds:		
21	Other state restricted revenues	486,654,800	486,654,800
22	State general fund/general purpose	\$ 0	\$ 0
23	Sec. 20-109. ROAD AND BRIDGE PROGRAMS		
24	Cities and villages	\$ 734,069,200	\$ 749,447,800
25	County road commissions	1,316,610,100	1,344,192,900
26	Grants to local programs	33,000,000	33,000,000
27	Local bridge program	26,914,700	26,617,800
28	Local federal aid and road and bridge construction ...	411,168,800	411,168,800
29	Local agency wetland mitigation bank fund	2,000,000	2,000,000
30	Movable bridge fund	6,167,100	6,321,300
31	Rail grade crossing	3,000,000	3,000,000
32	Rail grade crossing - surface improvements	3,000,000	3,000,000

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 State trunkline federal aid and road and bridge		
2 construction	<u>1,617,892,700</u>	<u>1,641,168,800</u>
3 GROSS APPROPRIATION	\$ 4,153,822,600	\$ 4,219,917,400
4 Appropriated from:		
5 Federal revenues:		
6 Other federal revenues	1,682,942,500	1,682,942,500
7 Special revenue funds:		
8 Local revenues	30,003,500	30,003,500
9 Private revenues	10,000,000	10,000,000
10 Other state restricted revenues	2,430,876,600	2,496,971,400
11 State general fund/general purpose	\$ 0	\$ 0
12 Sec. 20-110. BLUE WATER BRIDGE		
13 Full-time equated classified positions.....	47.0	47.0
14 Blue Water Bridge operations-47.0 FTE positions	<u>\$ 7,804,500</u>	<u>\$ 7,804,500</u>
15 GROSS APPROPRIATION	\$ 7,804,500	\$ 7,804,500
16 Appropriated from:		
17 Special revenue funds:		
18 Other state restricted revenues	7,804,500	7,804,500
19 State general fund/general purpose	\$ 0	\$ 0
20 Sec. 20-111. TRANSPORTATION ECONOMIC DEVELOPMENT		
21 Forest roads	\$ 5,000,000	\$ 5,000,000
22 Rural county primary	10,431,600	10,279,300
23 Rural county urban system	2,500,000	2,500,000
24 Target industries/economic redevelopment	24,363,100	24,058,700
25 Urban county congestion	<u>10,431,600</u>	<u>10,279,300</u>
26 GROSS APPROPRIATION	\$ 52,726,300	\$ 52,117,300
27 Appropriated from:		
28 Special revenue funds:		
29 Other state restricted revenues	52,726,300	52,117,300
30 State general fund/general purpose	\$ 0	\$ 0
31 Sec. 20-112. AERONAUTICS SERVICES		
32 Full-time equated classified positions.....	48.0	48.0

		For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Air service program	\$ 50,000	\$ 50,000
2	Aviation services-48.0 FTE positions	<u>7,726,600</u>	<u>7,726,600</u>
3	GROSS APPROPRIATION	\$ 7,776,600	\$ 7,776,600
4	Appropriated from:		
5	Special revenue funds:		
6	Other state restricted revenues	7,776,600	7,776,600
7	State general fund/general purpose	\$ 0	\$ 0
8	Sec. 20-113. PUBLIC TRANSPORTATION SERVICES		
9	Full-time equated classified positions.....	40.0	40.0
10	Passenger transportation services-40.0 FTE positions .	<u>\$ 6,476,900</u>	<u>\$ 6,476,900</u>
11	GROSS APPROPRIATION	\$ 6,476,900	\$ 6,476,900
12	Appropriated from:		
13	Federal revenues:		
14	Other federal revenues	1,200,000	1,200,000
15	Special revenue funds:		
16	Other state restricted revenues	5,276,900	5,276,900
17	State general fund/general purpose	\$ 0	\$ 0
18	Sec. 20-114. LOCAL BUS TRANSIT		
19	Local bus operating	\$ 221,750,000	\$ 221,750,000
20	Nonurban operating/capital	<u>40,626,500</u>	<u>40,626,500</u>
21	GROSS APPROPRIATION	\$ 262,376,500	\$ 262,376,500
22	Appropriated from:		
23	Federal revenues:		
24	Other federal revenues	38,626,500	38,626,500
25	Special revenue funds:		
26	Local revenues	2,000,000	2,000,000
27	Other state restricted revenues	221,750,000	221,750,000
28	State general fund/general purpose	\$ 0	\$ 0
29	Sec. 20-115. INTERCITY PASSENGER		
30	Full-time equated classified positions.....	41.0	41.0
31	Detroit/Wayne County Port Authority	\$ 600,000	\$ 600,000
32	Freight property management	1,300,000	1,300,000

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 Intercity services	9,635,400	9,635,400
2 Marine passenger service	20,205,000	20,205,000
3 Office of rail-41.0 FTE positions	7,361,700	7,361,700
4 Rail operations and infrastructure	<u>152,189,200</u>	<u>143,439,400</u>
5 GROSS APPROPRIATION	\$ 191,291,300	\$ 182,541,500
6 Appropriated from:		
7 Federal revenues:		
8 Other federal revenues	53,885,000	53,885,000
9 Special revenue funds:		
10 Local revenues	760,000	760,000
11 Private revenues	2,800,000	2,800,000
12 Other state restricted revenues	133,846,300	125,096,500
13 State general fund/general purpose	\$ 0	\$ 0
14 Sec. 20-116. PUBLIC TRANSPORTATION DEVELOPMENT		
15 Municipal credit program	\$ 2,000,000	\$ 2,000,000
16 Service initiatives	20,802,000	20,802,000
17 Specialized services	30,574,900	30,574,900
18 Transit capital	259,601,300	246,476,600
19 Van pooling	<u>400,000</u>	<u>400,000</u>
20 GROSS APPROPRIATION	\$ 313,378,200	\$ 300,253,500
21 Appropriated from:		
22 Federal revenues:		
23 Other federal revenues	166,970,800	166,970,800
24 Special revenue funds:		
25 Local revenues	37,185,000	37,185,000
26 Private revenues	4,000,000	4,000,000
27 Other state restricted revenues	105,222,400	92,097,700
28 State general fund/general purpose	\$ 0	\$ 0
29 Sec. 20-117. CAPITAL OUTLAY		
30 (1) BUILDINGS AND FACILITIES		
31 Special maintenance, remodeling and additions	\$ 5,000,500	\$ 5,000,500
32 Salt storage buildings and containment control	<u>3,000,000</u>	<u>3,000,000</u>

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	GROSS APPROPRIATION	\$ 8,000,500	\$ 8,000,500
2	Appropriated from:		
3	Special revenue funds:		
4	Other state restricted revenues	8,000,500	8,000,500
5	State general fund/general purpose	\$ 0	\$ 0
6	(2) AIRPORT IMPROVEMENT PROGRAMS		
7	Airport safety, protection, and improvement program ..	\$ 183,631,200	\$ 183,631,200
8	Detroit Metropolitan Wayne County Airport	6,760,000	7,020,000
9	IIJA airport infrastructure grants	<u>115,000,000</u>	<u>115,000,000</u>
10	GROSS APPROPRIATION	\$ 305,391,200	\$ 305,651,200
11	Appropriated from:		
12	Federal revenues:		
13	Other federal revenues	270,000,000	270,000,000
14	Special revenue funds:		
15	Local revenues	17,500,000	17,500,000
16	Private revenues	2,000,000	2,000,000
17	Other state restricted revenues	15,891,200	16,151,200
18	State general fund/general purpose	\$ 0	\$ 0
19	Sec. 20-118. ONE-TIME APPROPRIATIONS		
20	Full-time equated classified positions.....	1.0	0.0
21	Blue Water Bridge equipment and facilities purchases .	\$ 990,000	\$ 0
22	Federal match and priority bridge investments	150,000,000	0
23	MI contracting opportunity-1.0 FTE position	5,000,000	0
24	Transit innovation grants	<u>30,000,000</u>	<u>0</u>
25	GROSS APPROPRIATION	\$ 185,990,000	\$ 0
26	Appropriated from:		
27	Special revenue funds:		
28	Other state restricted revenues	990,000	0
29	State general fund/general purpose	\$ 185,000,000	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2025

GENERAL SECTIONS

Sec. 20-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for the fiscal year 2025 is \$4,417,048,900.00 and state spending from state sources to be paid to local units of government for fiscal year 2025 is \$2,594,248,300.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF TRANSPORTATION

Grants to regional planning councils.....	\$	488,800
Cities and villages.....		734,069,200
County road commissions.....		1,316,610,100
Grants to local programs.....		33,000,000
Local bridge program.....		26,914,700
Local agency wetland mitigation bank fund.....		2,000,000
Movable bridge fund.....		3,083,600
Rail grade crossing.....		1,500,000
Rail grade crossing - surface improvements.....		3,000,000
Forest roads.....		5,000,000
Rural county primary.....		10,431,600
Rural county urban system.....		2,500,000
Target industries/economic redevelopment.....		15,105,100
Urban county congestion.....		10,431,600
Air service program.....		50,000
Local bus operating.....		221,750,000
Detroit/Wayne County Port Authority.....		600,000
Marine passenger service.....		2,000,000
Municipal credit program.....		2,000,000
Service initiatives.....		7,288,300
Specialized services.....		13,000,000
Transit capital.....		82,534,100
Airport safety, protection, and improvement program.....		9,131,200

1	Detroit Metropolitan Wayne County Airport.....	6,760,000
2	Federal match and priority bridge investments.....	55,000,000
3	Transit innovation grants.....	<u>30,000,000</u>
4	TOTAL	\$ 2,594,248,300

5 Sec. 20-202. The appropriations authorized under this article are subject to the
6 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

7 Sec. 20-203. As used in this article:

- 8 (a) "CTF" means comprehensive transportation fund.
- 9 (b) "Department" means the state transportation department.
- 10 (c) "Director" means the director of the department.
- 11 (d) "DOT" means the United States Department of Transportation.
- 12 (e) "DOT-FHWA" means DOT, Federal Highway Administration.
- 13 (f) "FTE" means full-time equated.
- 14 (g) "IDG" means interdepartmental grant.
- 15 (h) "IIJA" means the infrastructure investment and jobs act, 2021, Public Law 117-58.
- 16 (i) "MTF" means Michigan transportation fund.
- 17 (j) "SAF" means state aeronautics fund.
- 18 (k) "STF" means state trunkline fund.

19 Sec. 20-204. From the funds appropriated in part 1, the departments and agencies
20 shall use the internet to fulfill the reporting requirements of this part. This requirement
21 shall include transmission of reports via email to the recipients identified for each
22 reporting requirement, and it shall include placement of reports on an internet site.

23 Sec. 20-205. To the extent permissible under section 261 of the management and budget
24 act, 1984 PA 431, MCL 18.1261, all of the following apply:

- 25 (a) The funds appropriated in part 1 must not be used for the purchase of foreign
26 goods or services, or both, if competitively priced and of comparable quality American
27 goods or services, or both, are available.
- 28 (b) Preference must be given to goods or services, or both, manufactured or provided
29 by Michigan businesses, if they are competitively priced and of comparable quality.
- 30 (c) Preference must be given to goods or services, or both, that are manufactured or
31 provided by Michigan businesses owned and operated by veterans, if they are competitively
32 priced and of comparable quality.

1 Sec. 20-206. To the extent permissible under the management and budget act, 1984 PA
2 431, MCL 18.1101 to 18.1594, the director of each department and agency receiving
3 appropriations in part 1 shall take all reasonable steps to ensure that geographically
4 disadvantaged business enterprises, as defined in Executive Directive 2023-1, compete for
5 and perform contracts to provide services or supplies, or both. Each director shall
6 strongly encourage firms with which the department or agency contracts to subcontract with
7 certified geographically disadvantaged business enterprises for services, supplies, or
8 both.

9 Sec. 20-207. Consistent with section 217 of the management and budget act, 1984 PA
10 431, MCL 18.1217, each department and agency receiving appropriations in part 1 shall
11 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
12 travel report shall be a listing of all travel by classified and unclassified employees
13 outside this state in the immediately preceding fiscal year that was funded in whole or in
14 part with funds appropriated in the department's or agency's budget. The department shall
15 submit the report to the house and senate appropriations committees and to the report
16 recipients required in section 213 of this part. The report shall include all of the
17 following information:

18 (a) The dates of each travel occurrence.

19 (b) The total transportation and related costs of each travel occurrence, including
20 the proportion funded with state general fund/general purpose revenues, the proportion
21 funded with state restricted revenues, the proportion funded with federal revenues, and the
22 proportion funded with other revenues.

23 Sec. 20-208. Funds appropriated in part 1 shall not be used by a principal executive
24 department, state agency, or authority to hire a person to provide legal services that are
25 the responsibility of the attorney general. This prohibition does not apply to legal
26 services for bonding activities and for those outside services that the attorney general
27 authorizes.

28 Sec. 20-209. Not later than December 15, the state budget office shall prepare and
29 transmit a report that provides for estimates of the total general fund/general purpose
30 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
31 projected year-end general fund/general purpose appropriation lapses by major departmental
32 program or program areas. The state budget office shall submit the report to the senate and

1 house appropriations committees and the senate and house fiscal agencies.

2 Sec. 20-210. (1) In addition to the funds appropriated in part 1, there is
3 appropriated an amount not to exceed \$500,000,000.00 for federal contingency funds. These
4 funds are not available for expenditure until they have been transferred to another line
5 item in this article under section 393(2) of the management and budget act, 1984 PA 431,
6 MCL 18.1393.

7 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
8 not to exceed \$40,000,000.00 for state restricted contingency funds. These funds are not
9 available for expenditure until they have been transferred to another line item in this
10 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

11 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
12 not to exceed \$1,000,000.00 for local contingency funds. These funds are not available for
13 expenditure until they have been transferred to another line item in this article under
14 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

15 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
16 not to exceed \$11,000,000.00 for private contingency funds. These funds are not available
17 for expenditure until they have been transferred to another line item in this article under
18 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

19 Sec. 20-211. (1) Money appropriated in part 1 shall not be used to restrict or impede
20 a marginalized community's access to government resources, programs, or facilities.

21 (2) From the funds appropriated in part 1, local governments shall report any action
22 or policy that attempts to restrict or interfere with the duties of the local health
23 officer.

24 Sec. 20-213. Except as otherwise provided in this part, all reports required under
25 this part shall be submitted to the senate and house appropriations subcommittees on the
26 department budget, the senate and house fiscal agencies, the senate and house policy
27 offices, and the state budget office.

28 Sec. 20-216. On a quarterly basis, the department shall report to the senate and
29 house appropriations committees and the report recipients required in section 213 of this
30 part a comparison by line item of the number of FTEs authorized from funds appropriated in
31 part 1 to the actual number of FTEs employed by the department at the end of the reporting
32 period.

1 **DEPARTMENTAL ADMINISTRATION AND SUPPORT**

2 Sec. 20-301. The department may establish a fee schedule and collect fees sufficient
3 to cover the costs to issue the permits that the department is authorized by law to issue
4 upon request, unless otherwise stipulated by law. All permit fees are nonrefundable
5 application fees and shall be credited to the appropriate fund to recover the direct and
6 indirect costs of receiving, reviewing, and processing the requests.

7 Sec. 20-304. If, as a requirement of bidding on a highway project, the department
8 requires a contractor to submit financial or proprietary documentation as to how the bid
9 was calculated, that bid documentation shall be kept confidential and shall not be
10 disclosed other than to a department representative without the contractor's written
11 consent. The department may disclose the bid documentation if necessary to address or
12 defend a claim by a contractor.

13 Sec. 20-306. (1) The amounts appropriated in part 1 to support tax and fee
14 collection, law enforcement, and other program services provided to the department and to
15 transportation funds by other state departments shall be expended from transportation funds
16 pursuant to annual contracts between the department and those other state departments. The
17 contracts shall be executed prior to the expenditure or obligation of those funds. The
18 contracts shall provide, but are not limited to, the following data applicable to each
19 state department:

20 (a) Estimated costs to be recovered from transportation funds.

21 (b) Description of services provided to the department and/or transportation funds
22 and financed with transportation funds.

23 (c) Detailed cost allocation methods appropriate to the type of services being
24 provided and the activities financed with transportation funds.

25 (2) Not later than 2 months after publication of the state of Michigan annual
26 comprehensive financial report, each state department receiving funding pursuant to an
27 interdepartment contract with the department shall submit a written report to the
28 department, the state budget director, the house and senate fiscal agencies, and the
29 auditor general stating by spending authorization account the amount of estimated funds
30 contracted with the department, the amount of funds expended, the amount of funds returned
31 to the transportation funds, and any unreimbursed transportation-related costs incurred but
32 not billed to transportation funds.

1 Sec. 20-307. Before March 1 of each year, the department will provide to the
2 legislature, the state budget director, and the house and senate fiscal agencies its
3 rolling 5-year plan listing by county or by county road commission all highway construction
4 projects for the fiscal year and all expected projects for the ensuing fiscal years.

5 Sec. 20-310. The department shall post in a timely manner copies of the agenda,
6 approved minutes, and recordings of state transportation commission meetings on the
7 department website.

8 Sec. 20-313. (1) From funds appropriated in part 1, the department may increase a
9 state infrastructure bank program and grant or loan funds in accordance with regulations of
10 the state infrastructure bank program of the United States Department of Transportation.
11 The state infrastructure bank is to be administered by the department for the purpose of
12 providing a revolving, self-sustaining resource for financing transportation infrastructure
13 projects.

14 (2) In addition to funds provided in subsection (1), money received by the state as
15 federal grants, repayment of state infrastructure bank loans, or other reimbursement or
16 revenue received by the state as a result of projects funded by the program and interest
17 earned on that money shall be deposited in the revolving state infrastructure bank fund and
18 shall be available for transportation infrastructure projects. At the close of the fiscal
19 year, any unencumbered funds remaining in the state infrastructure bank fund shall remain
20 in the fund and be carried forward into the succeeding fiscal year.

21 Sec. 20-384. (1) Except as otherwise provided in subsection (2), the department shall
22 not obligate the state to expend any state transportation revenue for construction planning
23 or construction of the Gordie Howe International Crossing or a renamed successor. In
24 addition, except as provided in subsection (2), the department shall not commit the state
25 to any new contract related to the construction planning or construction of the Gordie Howe
26 International Crossing or a renamed successor that would obligate the state to expend any
27 state transportation revenue. An expenditure for staff resources used in connection with
28 project activities, which expenditure is subject to full and prompt reimbursement from
29 Canada, shall not be considered an expenditure of state transportation revenue.

30 (2) If the legislature enacts specific enabling legislation for the construction of
31 the Gordie Howe International Crossing or a renamed successor, subsection (1) does not
32 apply once the enabling legislation goes into effect.

1 Sec. 20-385. (1) The department shall submit monthly reports to the state budget
2 director, the speaker of the house of representatives, the house of representatives
3 minority leader, the senate majority leader, the senate minority leader, the house and
4 senate appropriations subcommittees on transportation, and the house and senate fiscal
5 agencies on all of the following:

6 (a) All expenditures made by the state related to the Gordie Howe Bridge.

7 (b) All reimbursements made by Canada under section 384(1) of this part to the state
8 for expenditures for staff resources used in connection with project activities.

9 (c) All eminent domain and condemnation powers used, the related real estate involved
10 in any governmental taking, the price paid for those properties, and the beneficiary's name
11 or associated corporation.

12 (2) The initial report required under subsection (1) shall be submitted on or before
13 December 1, 2024. The initial report shall cover the fiscal year ending September 30, 2024.

14 Sec. 20-395. From the funds appropriated in part 1 for state trunkline federal aid
15 road and bridge construction, the department may expend up to \$10,000,000.00 on highway
16 maintenance activities to support safety-related, high-priority, and other deferred routine
17 maintenance needs on the state trunkline network.

18 Sec. 20-398. The department shall continue to work to eliminate fatalities and
19 serious injuries on the state trunkline network and shall maintain the Toward Zero Deaths
20 statewide safety campaign.

21
22 **FEDERAL**

23 Sec. 20-402. A portion of the federal DOT-FHWA highway research, planning, and
24 construction funds made available to this state shall be allocated to transportation
25 programs administered by local jurisdictions in accordance with section 10o of 1951 PA 51,
26 MCL 247.660o. A local road agency, with respect to a project approved for federal aid
27 funding in a state transportation improvement program, may enter into a voluntary buyout
28 agreement with the department or with another local road agency to exchange the federal aid
29 with state restricted transportation funds as agreed to by the respective parties. The
30 state restricted transportation funds received in exchange for federal aid funds shall be
31 used for the same purpose as the federal aid funds were originally intended.

1 **MICHIGAN TRANSPORTATION FUND**

2 Sec. 20-501. The money received under the motor carrier act, 1933 PA 254, MCL 475.1
3 to 479.42, and not appropriated to the department of licensing and regulatory affairs or
4 the department of state police is deposited in the Michigan transportation fund.

5 Sec. 20-503. (1) At the close of the fiscal year, funds appropriated in part 1 for
6 the transportation economic development program shall lapse to the transportation economic
7 development fund.

8 (2) At the close of the fiscal year, funds appropriated in part 1 for the local
9 bridge program shall carry forward and are appropriated for the purposes defined in section
10 10(5) of 1951 PA 51, MCL 247.660.

11 (3) Interest earned in the transportation economic development fund and local bridge
12 fund shall remain in the respective funds and shall be allocated to the respective programs
13 based on actual interest earned at the end of each fiscal year.

14 (4) In addition to the funds appropriated in part 1, the department of transportation
15 economic development fund and local bridge fund may receive federal, local, or private
16 funds or restricted source funds such as interest earnings. These funds are appropriated
17 for projects that are consistent with the purposes of the respective funds.

18 (5) None of the funds statutorily dedicated to the transportation economic
19 development fund and local bridge fund shall be diverted to other projects.

20 Sec. 20-504. Funds from the Michigan transportation fund shall be distributed to the
21 comprehensive transportation fund, the economic development fund, the recreation
22 improvement fund, and the state trunkline fund, in accordance with this part and part 1 and
23 part 711 of the natural resources and environmental protection act, 1994 PA 451, MCL
24 324.71101 to 324.71108, and may only be used as specified in this part and part 1, 1951 PA
25 51, MCL 247.651 to 247.675, and part 711 of the natural resources and environmental
26 protection act, 1994 PA 451, MCL 324.71101 to 324.71108.

27

28 **STATE TRUNKLINE FUND**

29 Sec. 20-604. At the close of the fiscal year, any unencumbered and unexpended balance
30 in the state trunkline fund shall remain in the state trunkline fund and shall carry
31 forward and is appropriated for federal aid road and bridge programs for projects contained
32 in the annual state transportation program.

1 **TRANSIT AND RAIL RELATED FUNDS**

2 Sec. 20-701. The department shall establish an intercity bus equipment and facility
3 fund as a subsidiary fund within the comprehensive transportation fund created under
4 section 10b of 1951 PA 51, MCL 247.660b. Proceeds received by this state from the sale of
5 state-owned intercity bus equipment shall be credited to the intercity bus equipment and
6 facility fund for the purchase and repair of intercity bus equipment, as appropriated.
7 Security deposits not returned to a lessee of state-owned intercity bus equipment under
8 terms of the lease agreement shall be credited to the intercity bus equipment and facility
9 fund for the repair of intercity bus equipment, as appropriated. Money received by the
10 department from lease payments for state-owned intercity bus equipment, and facility
11 maintenance charges under terms of leases of state-owned intercity facilities, shall be
12 credited to the intercity bus equipment and facility fund for the purchase and repair of
13 intercity bus equipment or for the maintenance and rehabilitation of state-owned intercity
14 facilities, as appropriated. At the close of the fiscal year, any funds remaining in the
15 intercity bus equipment and facility fund shall remain in the fund and be carried forward
16 into the succeeding fiscal year.

17 Sec. 20-702. Money that is received by this state as repayment for loans made for
18 rail or water freight capital projects, and as a result of the sale of property or
19 equipment used or projected to be used for rail or water freight projects shall be
20 deposited in the rail freight fund created by section 17 of the state transportation
21 preservation act of 1976, 1976 PA 295, MCL 474.67. At the close of the fiscal year, any
22 funds remaining in the rail freight fund shall remain in the fund and be carried forward
23 into the succeeding fiscal year.

24 Sec. 20-704. From the funds appropriated in part 1, the department shall prepare and
25 transmit a report that includes the department's current rolling 5-year rail plan and
26 detail regarding the department's obligations for programs funded under the appropriation
27 in part 1 for rail operations and infrastructure for the previous fiscal year including
28 funding obligated for the operation of passenger rail service and funding obligated for
29 maintenance of passenger service rail lines. The report shall include a breakdown of the
30 appropriation by program, and year-to-date obligations under each program itemized by
31 project. The report shall be submitted to the senate and house appropriations subcommittees
32 on transportation, the state budget director, and the senate and house fiscal agencies, on

1 or before September 30, 2025.

2 Sec. 20-735. For the fiscal year ending September 30, 2025, the appropriation to a
3 street railway pursuant to section 10e(22) of 1951 PA 51, MCL 247.660e, is \$0.

4

5 **AERONAUTICS FUND**

6 Sec. 20-801. Except as otherwise provided in section 903 of this part for capital
7 outlay, at the close of the fiscal year, any unobligated and unexpended balance in the
8 state aeronautics fund created in the aeronautics code of the state of Michigan, 1945 PA
9 327, MCL 259.1 to 259.208, shall lapse to the state aeronautics fund and be appropriated by
10 the legislature in the immediately succeeding fiscal year.

11

12 **CAPITAL OUTLAY**

13 Sec. 20-901. (1) From federal-state-local project appropriations contained in part 1
14 for the purpose of assisting political entities and subdivisions of this state in the
15 construction and improvement of publicly used airports and landing fields within this
16 state, the state transportation department may permit the award of contracts on behalf of
17 units of local government for the authorized locations not to exceed the indicated amounts,
18 of which the state allocated portion shall not exceed the amount appropriated in part 1.

19 (2) Political entities and subdivisions shall provide not less than 5% of the cost of
20 any project under this section, unless a total nonfederal share less than 10% is otherwise
21 specified in federal law. State money shall not be allocated until local money is
22 allocated. State money for any 1 project shall not exceed 1/3 of the total appropriation in
23 part 1 from state funds for airport improvement programs.

24 (3) The Michigan aeronautics commission may take those steps necessary to match
25 federal money available for airport construction and improvement within this state and to
26 meet the matching requirements of the federal government. Whether acting alone or jointly
27 with another political subdivision or public agency or with this state, a political
28 subdivision or public agency of this state shall not submit to any agency of the federal
29 government a project application for airport planning or development unless it is
30 authorized in this part and part 1 and the project application is approved by the governing
31 body of each political subdivision or public agency making the application and by the
32 Michigan aeronautics commission.

1 Sec. 20-903. The appropriations in part 1 for capital outlay shall be carried forward
2 at the end of the fiscal year consistent with the provisions of section 248 of the
3 management and budget act, 1984 PA 431, MCL 18.1248.

4
5 **ONE-TIME APPROPRIATIONS**

6 Sec. 20-1001. Funds appropriated in part 1 for federal match and priority bridge
7 investments shall be used to provide funding necessary to ensure the department secures all
8 federal funding made available to the department from the federal highway administration
9 under the infrastructure investment and jobs act, Public Law 117-58. Any remaining funds
10 shall support a grant program administered by the department for the rehabilitation and
11 reconstruction of locally owned bridges and culverts.

12 Sec. 20-1002. (1) Funds appropriated in part 1 for transit innovation grants shall be
13 expended by the department to support, but not limited to, the following activities:

14 (a) Studies to support local and regional transit development.

15 (b) Development of transportation facilities that support connections between local,
16 regional, national, or international public transportation services.

17 (2) The department shall develop program guidelines and selection criteria in
18 consultation with the Michigan infrastructure office.

19 Sec. 20-1003. (1) Funds appropriated in part 1 for MI contracting opportunity shall
20 be expended by the department to support activities that enhance the development and
21 availability of contractors or suppliers for the delivery of infrastructure programs that
22 are socially or economically disadvantaged business concerns as defined under section
23 100002 of the infrastructure investment and jobs act, Public Law 117-58.

24 (2) A MI contracting opportunity loan fund is created in the department from funds
25 appropriated in part 1. Funds deposited into the fund or money received by the state as
26 repayment of loans are appropriated and shall be available for future loans. At the close
27 of the fiscal year, any unencumbered funds remaining in the fund shall be carried forward
28 into the succeeding fiscal year.

29 (3) The MI contracting opportunity loan fund may support, but is not limited to, the
30 following department programs:

31 (a) Small business lending program.

32 (b) Mega projects small business lending program.

1 (4) The department shall develop MI contracting opportunity program goals,
2 objectives, and strategies in consultation with the Michigan infrastructure office.

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Article 21

DEPARTMENT OF TREASURY

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 21-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of treasury are appropriated for the fiscal year ending September 30, 2025, and are anticipated to be appropriated for the fiscal year ending September 30, 2026, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	DEPARTMENT OF TREASURY	
2	APPROPRIATION SUMMARY	
3	Full-time equated unclassified positions.....	10.0 10.0
4	Full-time equated classified positions.....	2,001.5 2,001.5
5	GROSS APPROPRIATION	\$ 2,644,610,100 \$ 2,602,881,000
6	Total interdepartmental grants and intradepartmental	
7	transfers	11,188,500 11,188,500
8	ADJUSTED GROSS APPROPRIATION	\$ 2,633,421,600 \$ 2,591,692,500
9	Total federal revenues	25,011,400 25,011,400
10	Total local revenues	15,207,100 15,207,100
11	Total private revenues	36,600 36,600
12	Total other state restricted revenues	2,280,719,900 2,269,990,800
13	State general fund/general purpose	\$ 312,446,600 \$ 281,446,600
14	<i>State general fund/general purpose schedule:</i>	
15	<i>Ongoing state general fund/general purpose</i>	<i>281,446,600 281,446,600</i>
16	<i>One-time state general fund/general purpose</i>	<i>31,000,000 0</i>
17	Sec. 21-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT	
18	Full-time equated unclassified positions.....	10.0 10.0
19	Full-time equated classified positions.....	452.5 452.5
20	Unclassified salaries-10.0 FTE positions	\$ 1,272,900 \$ 1,272,900
21	Bureau of accounting and financial services-74.0 FTE	
22	positions	9,555,400 9,555,400
23	Collections services bureau-201.0 FTE positions	30,290,300 30,290,300
24	Department services-65.0 FTE positions	7,770,600 7,770,600
25	Executive direction and operations-60.5 FTE positions	8,589,700 8,589,700
26	Office of security and data risk management-20.0 FTE	
27	positions	3,043,400 3,043,400
28	Property management	7,402,600 7,402,600
29	Unclaimed property-32.0 FTE positions	5,661,600 5,661,600
30	Worker's compensation	<u>44,400 44,400</u>
31	GROSS APPROPRIATION	\$ 73,630,900 \$ 73,630,900
32	Appropriated from:	

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	Interdepartmental grant revenues:	
2	IDG from department of health and human services	833,400 833,400
3	IDG from other restricted funding	6,531,200 6,531,200
4	Federal revenues:	
5	Other federal revenues	1,049,500 1,049,500
6	Special revenue funds:	
7	Other state restricted revenues	51,365,900 51,365,900
8	State general fund/general purpose	\$ 13,850,900 \$ 13,850,900
9	Sec. 21-103. LOCAL GOVERNMENT PROGRAMS	
10	Full-time equated classified positions.....	108.0 108.0
11	Flint settlement payment	\$ 35,000,000 \$ 35,000,000
12	Local finance-18.0 FTE positions	2,562,200 2,562,200
13	Michigan infrastructure council-3.0 FTE positions	3,858,800 3,858,800
14	Property tax assessor training-1.0 FTE position	1,050,300 1,050,300
15	Supervision of the general property tax law-86.0 FTE	
16	positions	<u>18,428,100</u> <u>18,428,100</u>
17	GROSS APPROPRIATION	\$ 60,899,400 \$ 60,899,400
18	Appropriated from:	
19	Interdepartmental grant revenues:	
20	IDG from department of transportation	252,700 252,700
21	Special revenue funds:	
22	Local revenues	1,806,900 1,806,900
23	Other state restricted revenues	4,309,100 4,309,100
24	State general fund/general purpose	\$ 54,530,700 \$ 54,530,700
25	Sec. 21-104. TAX PROGRAMS	
26	Full-time equated classified positions.....	776.0 776.0
27	Bottle act implementation	\$ 250,000 \$ 250,000
28	Home heating assistance	3,101,300 3,101,300
29	Insurance provider assessment program-10.0 FTE	
30	positions	2,231,700 2,231,700
31	Office of revenue and tax analysis-25.0 FTE positions	4,857,300 4,857,300
32	Tax and economic policy-47.0 FTE positions	10,289,000 10,289,000

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026	
1	Tax compliance-319.0 FTE positions	47,205,700	47,205,700
2	Tax processing-364.0 FTE positions	46,615,800	46,615,800
3	Tobacco tax enforcement-11.0 FTE positions	<u>1,609,700</u>	<u>1,609,700</u>
4	GROSS APPROPRIATION	\$ 116,160,500	\$ 116,160,500
5	Appropriated from:		
6	Interdepartmental grant revenues:		
7	IDG from department of transportation	2,522,000	2,522,000
8	Federal revenues:		
9	Other federal revenues	3,101,300	3,101,300
10	Special revenue funds:		
11	Other state restricted revenues	87,853,000	87,853,000
12	State general fund/general purpose	\$ 22,684,200	\$ 22,684,200
13	Sec. 21-105. FINANCIAL PROGRAMS		
14	Full-time equated classified positions.....	140.0	140.0
15	Investments-81.0 FTE positions	\$ 22,682,400	\$ 22,682,400
16	State and authority finance-20.0 FTE positions	4,748,200	4,748,200
17	Student financial assistance programs-39.0 FTE		
18	positions	<u>20,253,900</u>	<u>20,253,900</u>
19	GROSS APPROPRIATION	\$ 47,684,500	\$ 47,684,500
20	Appropriated from:		
21	Interdepartmental grant revenues:		
22	IDG from other restricted funding	214,800	214,800
23	Federal revenues:		
24	Other federal revenues	20,270,400	20,270,400
25	Special revenue funds:		
26	Michigan merit award trust fund	1,600	1,600
27	Other state restricted revenues	26,673,100	26,673,100
28	State general fund/general purpose	\$ 524,600	\$ 524,600
29	Sec. 21-106. DEBT SERVICE		
30	Clean Michigan initiative	\$ 24,987,000	\$ 24,987,000
31	Great Lakes water quality bond	66,427,000	66,427,000
32	Quality of life bond	<u>3,673,000</u>	<u>3,673,000</u>

		For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1	GROSS APPROPRIATION	\$ 95,087,000	\$ 95,087,000
2	Appropriated from:		
3	Special revenue funds:		
4	State general fund/general purpose	\$ 95,087,000	\$ 95,087,000
5	Sec. 21-107. GRANTS		
6	Convention facility development distribution	\$ 128,730,700	\$ 128,730,700
7	Election administration support fund	18,814,500	18,814,500
8	Emergency 911 payments	49,118,600	49,118,600
9	Health and safety fund grants	1,500,000	1,500,000
10	Qualified heavy equipment rental personal property		
11	exemption reimbursement distribution	3,000,000	3,000,000
12	Recreational marihuana grants	96,380,000	99,290,000
13	Senior citizen cooperative housing tax exemption		
14	program	11,512,300	11,512,300
15	Wrongful imprisonment compensation fund	<u>10,000,000</u>	<u>10,000,000</u>
16	GROSS APPROPRIATION	\$ 319,056,100	\$ 321,966,100
17	Appropriated from:		
18	Special revenue funds:		
19	Other state restricted revenues	278,729,300	281,639,300
20	State general fund/general purpose	\$ 40,326,800	\$ 40,326,800
21	Sec. 21-108. BUREAU OF STATE LOTTERY		
22	Full-time equated classified positions.....	216.0	216.0
23	Lottery information technology services and projects .	\$ 3,841,600	\$ 3,841,600
24	Lottery operations-216.0 FTE positions	<u>33,633,400</u>	<u>33,633,400</u>
25	GROSS APPROPRIATION	\$ 37,475,000	\$ 37,475,000
26	Appropriated from:		
27	Special revenue funds:		
28	Other state restricted revenues	37,475,000	37,475,000
29	State general fund/general purpose	\$ 0	\$ 0
30	Sec. 21-109. MICHIGAN GAMING CONTROL BOARD		
31	Full-time equated classified positions.....	229.0	229.0
32	Casino gaming control operations-199.0 FTE positions .	\$ 41,501,300	\$ 41,501,300

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 Gaming control information technology services and		
2 projects	5,349,600	5,349,600
3 Horse racing-10.0 FTE positions	2,152,100	2,152,100
4 Michigan gaming control board	113,700	113,700
5 Millionaire party regulation-20.0 FTE positions	<u>3,225,300</u>	<u>3,225,300</u>
6 GROSS APPROPRIATION	\$ 52,342,000	\$ 52,342,000
7 Appropriated from:		
8 Special revenue funds:		
9 Other state restricted revenues	52,342,000	52,342,000
10 State general fund/general purpose	\$ 0	\$ 0
11 Sec. 21-110. PAYMENTS IN LIEU OF TAXES		
12 Commercial forest reserve	\$ 3,603,900	\$ 3,603,900
13 Purchased lands	11,736,600	11,736,600
14 Swamp and tax reverted lands	<u>19,816,300</u>	<u>19,816,300</u>
15 GROSS APPROPRIATION	\$ 35,156,800	\$ 35,156,800
16 Appropriated from:		
17 Special revenue funds:		
18 Private revenues	36,600	36,600
19 Other state restricted revenues	7,312,800	7,312,800
20 State general fund/general purpose	\$ 27,807,400	\$ 27,807,400
21 Sec. 21-111. REVENUE SHARING		
22 City, village, and township revenue sharing	\$ 308,212,000	\$ 308,212,000
23 Constitutional state general revenue sharing grants ..	1,106,099,600	1,120,539,300
24 County incentive program	43,580,300	43,580,300
25 County revenue sharing	225,428,800	225,428,800
26 Financially distressed cities, villages, or townships	<u>2,500,000</u>	<u>2,500,000</u>
27 GROSS APPROPRIATION	\$ 1,685,820,700	\$ 1,700,260,400
28 Appropriated from:		
29 Special revenue funds:		
30 Sales tax	1,685,820,700	1,700,260,400
31 State general fund/general purpose	\$ 0	\$ 0
32 Sec. 21-112. STATE BUILDING AUTHORITY		

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 Full-time equated classified positions.....	3.0	3.0
2 State building authority-3.0 FTE positions	\$ 768,900	\$ 768,900
3 GROSS APPROPRIATION	\$ 768,900	\$ 768,900
4 Appropriated from:		
5 Special revenue funds:		
6 Other state restricted revenues	768,900	768,900
7 State general fund/general purpose	\$ 0	\$ 0
8 Sec. 21-113. CITY INCOME TAX ADMINISTRATION PROGRAM		
9 Full-time equated classified positions.....	77.0	77.0
10 City income tax administration program-77.0 FTE		
11 positions	\$ 11,125,700	\$ 11,125,700
12 GROSS APPROPRIATION	\$ 11,125,700	\$ 11,125,700
13 Appropriated from:		
14 Special revenue funds:		
15 Local revenues	11,125,700	11,125,700
16 State general fund/general purpose	\$ 0	\$ 0
17 Sec. 21-114. INFORMATION TECHNOLOGY		
18 Treasury operations information technology services		
19 and projects	\$ 50,323,800	\$ 50,323,800
20 GROSS APPROPRIATION	\$ 50,323,800	\$ 50,323,800
21 Appropriated from:		
22 Interdepartmental grant revenues:		
23 IDG from department of transportation	834,400	834,400
24 Federal revenues:		
25 Other federal revenues	590,200	590,200
26 Special revenue funds:		
27 Local revenues	2,274,500	2,274,500
28 Other state restricted revenues	19,989,700	19,989,700
29 State general fund/general purpose	\$ 26,635,000	\$ 26,635,000
30 Sec. 21-115. ONE-TIME APPROPRIATIONS		
31 City, village, and township revenue sharing	\$ 14,676,800	\$ 0
32 County revenue sharing	12,810,000	0

	For Fiscal Year Ending Sept. 30, 2025	For Fiscal Year Ending Sept. 30, 2026
1 Lottery information technology services and projects .	592,000	0
2 MiABLE outreach	3,000,000	0
3 MI vehicle rebate	25,000,000	0
4 Secure retirement for small businesses	3,000,000	0
5 GROSS APPROPRIATION	\$ 59,078,800	\$ 0
6 Appropriated from:		
7 Special revenue funds:		
8 Sales tax	27,486,800	0
9 Other state restricted revenues	592,000	0
10 State general fund/general purpose	\$ 31,000,000	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2025

GENERAL SECTIONS

Sec. 21-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for the fiscal year 2025 is \$2,593,166,500.00 and state spending from state sources to be paid to local units of government for fiscal year 2025 is \$2,046,672,300.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF TREASURY

23	Convention facility development distribution.....	\$ 128,730,700
24	Emergency 911 payments.....	26,085,000
25	Health and safety fund grants.....	1,500,000
26	Recreational marihuana grants.....	96,380,000
27	Senior citizen cooperative housing tax exemption program.....	11,512,300
28	Commercial forest reserve.....	3,603,900
29	Purchased lands.....	11,736,600
30	Swamp and tax reverted lands.....	19,816,300
31	City, village, and township revenue sharing.....	322,888,800
32	Constitutional state general revenue sharing grants.....	1,106,099,600

1	County incentive program.....	43,580,300
2	County revenue sharing.....	238,238,800
3	Financially distressed cities, villages, or townships.....	2,500,000
4	Airport parking distribution.....	<u>34,000,000</u>
5	TOTAL	\$ 2,046,672,300

6 Sec. 21-202. The appropriations authorized under this article are subject to the
7 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

8 Sec. 21-203. As used in this article:

- 9 (a) "Department" means the department of treasury.
- 10 (b) "Director" means the director of the department.
- 11 (c) "FTE" means full-time equated.
- 12 (d) "IDG" means interdepartmental grant.
- 13 (e) "JCOS" means the joint capital outlay subcommittee.
- 14 (f) "MDHHS" means the Michigan department of health and human services.
- 15 (g) "MDSP" means the Michigan department of state police.
- 16 (h) "MEGA" means the Michigan economic growth authority.
- 17 (i) "MFA" means the Michigan finance authority.
- 18 (j) "MSF" means the Michigan strategic fund.

19 Sec. 21-204. From the funds appropriated in part 1, the departments and agencies
20 shall use the internet to fulfill the reporting requirements of this part. This requirement
21 shall include transmission of reports via email to the recipients identified for each
22 reporting requirement, and it shall include placement of reports on an internet site.

23 Sec. 21-205. To the extent permissible under section 261 of the management and budget
24 act, 1984 PA 431, MCL 18.1261, all of the following apply:

- 25 (a) The funds appropriated in part 1 must not be used for the purchase of foreign
26 goods or services, or both, if competitively priced and of comparable quality American
27 goods or services, or both, are available.
- 28 (b) Preference must be given to goods or services, or both, manufactured or provided
29 by Michigan businesses, if they are competitively priced and of comparable quality.
- 30 (c) Preference must be given to goods or services, or both, that are manufactured or
31 provided by Michigan businesses owned and operated by veterans, if they are competitively
32 priced and of comparable quality.

1 Sec. 21-206. To the extent permissible under the management and budget act, 1984 PA
2 431, MCL 18.1101 to 18.1594, the director of each department and agency receiving
3 appropriations in part 1 shall take all reasonable steps to ensure that geographically
4 disadvantaged business enterprises, as defined in Executive Directive 2023-1, compete for
5 and perform contracts to provide services or supplies, or both. Each director shall
6 strongly encourage firms with which the department or agency contracts to subcontract with
7 certified geographically disadvantaged business enterprises for services, supplies, or
8 both.

9 Sec. 21-207. Consistent with section 217 of the management and budget act, 1984 PA
10 431, MCL 18.1217, each department and agency receiving appropriations in part 1 shall
11 prepare a report on out-of-state travel expenses not later than January 1 of each year. The
12 travel report shall be a listing of all travel by classified and unclassified employees
13 outside this state in the immediately preceding fiscal year that was funded in whole or in
14 part with funds appropriated in the department's or agency's budget. The department shall
15 submit the report to the house and senate appropriations committees and to the report
16 recipients required in section 213 of this part. The report shall include all of the
17 following information:

18 (a) The dates of each travel occurrence.

19 (b) The total transportation and related costs of each travel occurrence, including
20 the proportion funded with state general fund/general purpose revenues, the proportion
21 funded with state restricted revenues, the proportion funded with federal revenues, and the
22 proportion funded with other revenues.

23 Sec. 21-208. Funds appropriated in part 1 shall not be used by a principal executive
24 department, state agency, or authority to hire a person to provide legal services that are
25 the responsibility of the attorney general. This prohibition does not apply to legal
26 services for bonding activities and for those outside services that the attorney general
27 authorizes.

28 Sec. 21-209. Not later than December 15, the state budget office shall prepare and
29 transmit a report that provides for estimates of the total general fund/general purpose
30 appropriation lapses at the close of the prior fiscal year. This report shall summarize the
31 projected year-end general fund/general purpose appropriation lapses by major departmental
32 program or program areas. The state budget office shall submit the report to the senate and

1 house appropriations committees and the senate and house fiscal agencies.

2 Sec. 21-210. (1) In addition to the funds appropriated in part 1, there is
3 appropriated an amount not to exceed \$1,000,000.00 for federal contingency funds. These
4 funds are not available for expenditure until they have been transferred to another line
5 item in this article under section 393(2) of the management and budget act, 1984 PA 431,
6 MCL 18.1393.

7 (2) In addition to the funds appropriated in part 1, there is appropriated an amount
8 not to exceed \$10,000,000.00 for state restricted contingency funds. These funds are not
9 available for expenditure until they have been transferred to another line item in this
10 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

11 (3) In addition to the funds appropriated in part 1, there is appropriated an amount
12 not to exceed \$200,000.00 for local contingency funds. These funds are not available for
13 expenditure until they have been transferred to another line item in this article under
14 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

15 (4) In addition to the funds appropriated in part 1, there is appropriated an amount
16 not to exceed \$40,000.00 for private contingency funds. These funds are not available for
17 expenditure until they have been transferred to another line item in this article under
18 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

19 Sec. 21-211. (1) Money appropriated in part 1 shall not be used to restrict or impede
20 a marginalized community's access to government resources, programs, or facilities.

21 (2) From the funds appropriated in part 1, local governments shall report any action
22 or policy that attempts to restrict or interfere with the duties of the local health
23 officer.

24 Sec. 21-213. Except as otherwise provided in this part, all reports required under
25 this part shall be submitted to the senate and house appropriations subcommittees on the
26 department budget, the senate and house fiscal agencies, the senate and house policy
27 offices, and the state budget office.

28 Sec. 21-216. On a quarterly basis, the department shall report to the senate and
29 house appropriations committees and the report recipients required in section 213 of this
30 part a comparison by line item of the number of FTEs authorized from funds appropriated in
31 part 1 to the actual number of FTEs employed by the department at the end of the reporting
32 period.

1 Sec. 21-227. Funds appropriated in part 1 shall not be used by this state, a
2 department, an agency, or an authority of this state to purchase an ownership interest in a
3 casino enterprise or a gambling operation as those terms are defined in the Michigan Gaming
4 Control and Revenue Act, 1996 IL 1, MCL 432.201 to 432.226.

5
6 DEPARTMENT OF TREASURY OPERATIONS

7 Sec. 21-902. (1) Amounts needed to pay for interest, fees, principal, mandatory and
8 optional redemptions, arbitrage rebates as required by federal law, and costs associated
9 with the payment, registration, trustee services, credit enhancements, and issuing costs in
10 excess of the amount appropriated to the department in part 1 for debt service on notes and
11 bonds that are issued by this state under sections 14, 15, and 16 of article IX of the
12 state constitution of 1963, as implemented by 1967 PA 266, MCL 17.451 to 17.455, are
13 appropriated.

14 (2) In addition to the amount appropriated to the department for debt service in part
15 1, there is appropriated an amount for fiscal year cash-flow borrowing costs to pay for
16 interest on interfund borrowing under 1967 PA 55, MCL 12.51 to 12.53.

17 (3) In addition to the amount appropriated to the department for debt service in part
18 1, there is appropriated all repayments received by this state on loans made from the
19 school bond loan fund not required to be deposited in the school loan revolving fund under
20 section 4 of 1961 PA 112, MCL 388.984, to the extent determined by the state treasurer, for
21 the payment of debt service, including, without limitation, optional and mandatory
22 redemptions, on bonds, notes or commercial paper issued by this state under 1961 PA 112,
23 MCL 388.981 to 388.985.

24 Sec. 21-902b. As a condition of receiving appropriations in part 1, not later than 30
25 days after the state of Michigan annual comprehensive financial report is published, the
26 department shall submit a report on all funds that are controlled or administered by the
27 department and not appropriated in part 1. The report may be completed electronically and
28 the department must notify the recipients when the report is publicly available. The
29 current and any previous reports required under this section shall be saved and publicly
30 available on the department's public internet website and stored in a common location with
31 all other reports required by law. The link to the location of the reports shall be clearly
32 indicated on the main page of the department's internet website. The report shall include

1 all of the following information:

2 (a) The starting balance for each fund from the previous fiscal year.

3 (b) Total revenue generated by both transfers in and investments for each fund in the
4 previous fiscal year.

5 (c) Total expenditures for each fund in the previous fiscal year.

6 (d) The ending balance for each fund for the previous fiscal year.

7 Sec. 21-903. (1) From the funds appropriated in part 1, the department may contract
8 with private collection agencies and law firms to collect taxes and other accounts due this
9 state, or to a city for which the department has entered into an agreement to provide tax
10 administration services. In addition to the amounts appropriated in part 1 to the
11 department, there are appropriated amounts necessary to fund collection costs and fees,
12 including infrastructure, not to exceed 25% of the collections or 2.5% plus operating
13 costs, whichever amount is prescribed by each contract. The appropriation to fund
14 collection costs and fees for the collection of taxes or other accounts due this state, or
15 to a city for which the department has entered into an agreement to provide tax
16 administrative services, is from the fund or account to which the revenues being collected
17 are recorded or dedicated. However, if the taxes collected are dedicated for a specific
18 purpose under the state constitution of 1963, the appropriation of collection costs and
19 fees is from the general purpose account of the general fund.

20 (2) From the funds appropriated in part 1, the department may contract with private
21 collections agencies and law firms to collect defaulted student loans and other accounts
22 due the Michigan guaranty agency. In addition to the amounts appropriated in part 1 to the
23 department, there are appropriated amounts necessary to fund collection costs and fees not
24 to exceed 24.34% of the collection or a lesser amount as prescribed by the contract. The
25 appropriation to fund collection costs and fees for the auditing and collection of
26 defaulted student loans due the Michigan guaranty agency is from the fund or account to
27 which the revenues being collected are recorded or dedicated.

28 (3) By November 30, the department shall submit a report for the immediately
29 preceding fiscal year to the senate and house of representatives standing committees on
30 appropriations and to the report recipients required in section 213 of this part stating
31 the agencies or law firms employed, the amount of collections for each, the costs of
32 collection, and other pertinent information relating to determining whether this authority

1 should be continued.

2 Sec. 21-904. (1) The department, through its bureau of investments, may charge an
3 investment service fee against the applicable retirement funds. The fees may be expended
4 for necessary salaries, wages, contractual services, supplies, materials, equipment,
5 travel, worker's compensation insurance premiums, and grants to the civil service
6 commission and state employees' retirement funds. Service fees shall not exceed the
7 aggregate amount appropriated in part 1. The department shall maintain accounting records
8 in sufficient detail to enable the retirement funds to be reimbursed periodically for fee
9 revenue that is determined by the department to be surplus.

10 (2) In addition to the funds appropriated in part 1 from the retirement funds to the
11 department, there is appropriated from retirement funds an amount sufficient to pay for the
12 services of money managers, investment advisors, investment consultants, custodians, and
13 other outside professionals that the state treasurer considers necessary to prudently
14 manage the retirement funds' investment portfolios. The state treasurer shall submit an
15 annual report to the senate and house of representatives standing committees on
16 appropriations and to the report recipients required in section 213 of this part concerning
17 the performance of each portfolio by investment advisor.

18 (3) The department shall submit a report by November 30 identifying the service fees
19 assessed against each retirement system under subsection (1) and the methodology used for
20 assessment.

21 Sec. 21-904a. (1) There is appropriated an amount sufficient to recognize and pay
22 expenditures for financial services provided by financial institutions or equivalent
23 vendors that perform these financial services, including the department, as provided under
24 section 1 of 1861 PA 111, MCL 21.181.

25 (2) The appropriations under subsection (1) shall be funded by restricting revenues
26 from common cash interest earnings and investment earnings in an amount sufficient to
27 record these expenditures. If the amounts of common cash interest earnings are insufficient
28 to cover these costs, then miscellaneous revenues shall be used to fund the remaining
29 balance of these expenditures.

30 Sec. 21-905. The municipal finance fee fund is created in the department as a
31 revolving fund. The fees that the department collects under the revised municipal finance
32 act, 2001 PA 34, MCL 141.2101 to 141.2821, shall be credited to the municipal finance fee

1 fund and may be carried forward for future appropriation.

2 Sec. 21-906. (1) The department shall charge for audits as permitted by state or
3 federal law or under contractual arrangements with local units of government, other
4 principal executive departments, or state agencies. However, the charge shall not be more
5 than the actual cost for performing the audit. The department shall submit a report
6 detailing audits performed and audit charges for the immediately preceding fiscal year not
7 later than November 30.

8 (2) The audit charges fund is created in the department as a revolving fund. The
9 contractual charges collected shall be credited to the audit charges fund and may be
10 carried forward for future appropriation.

11 Sec. 21-907. The assessor certification and training fund is created in the
12 department as a revolving fund. The assessor certification and training fund shall be used
13 to organize and operate a property assessor certification and training program. Each
14 participant certified and trained shall pay to the department examination fees not to
15 exceed \$50.00 per examination and certification fees not to exceed \$175.00. Training
16 courses shall be offered in assessment administration. Each participant shall pay a fee to
17 cover the expenses incurred in offering the optional programs to certified assessing
18 personnel and other individuals interested in an assessment career opportunity. The fees
19 collected shall be credited to the assessor certification and training fund.

20 Sec. 21-908. The amount appropriated in part 1 for the home heating assistance
21 program is to cover the costs, including data processing, of administering federal home
22 heating credits to eligible claimants and to administer the supplemental fuel cost payment
23 program for eligible tax credit and welfare recipients.

24 Sec. 21-909. Revenue from the airport parking tax act, 1987 PA 248, MCL 207.371 to
25 207.383, is appropriated and shall be distributed under section 7a of the airport parking
26 tax act, 1987 PA 248, MCL 207.377a.

27 Sec. 21-910. The disbursement by the department from the bottle deposit fund to
28 dealers as required by section 3c(3) of 1976 IL 1, MCL 445.573c, is appropriated.

29 Sec. 21-911. (1) There is appropriated an amount sufficient to recognize and pay
30 refundable tax credits, tax refunds, and interest as provided by law.

31 (2) The appropriations under subsection (1) shall be funded by restricting tax
32 revenue in an amount sufficient to record these expenditures.

1 Sec. 21-912. A plaintiff in a garnishment action involving this state shall pay to
2 the state treasurer 1 of the following:

3 (a) A fee of \$6.00 at the time a writ of garnishment of periodic payments is served
4 on the state treasurer, as provided in section 4012 of the revised judicature act of 1961,
5 1961 PA 236, MCL 600.4012.

6 (b) A fee of \$6.00 at the time any other writ of garnishment is served on the state
7 treasurer, except that the fee shall be reduced to \$5.00 for each writ of garnishment for
8 individual income tax refunds or credits filed electronically.

9 Sec. 21-913. (1) The department may contract with private firms to appraise and, if
10 necessary, appeal the assessments of senior citizen cooperative housing units. Payment for
11 this service shall be from savings resulting from the appraisal or appeal process.

12 (2) A portion of the funds appropriated in part 1 for the senior citizen cooperative
13 housing tax exemption program may be used for an audit of the program. The department shall
14 forward copies of any completed audit report. The department may use up to 1% of the funds
15 for program administration and auditing.

16 Sec. 21-914. The department may provide a \$200.00 annual prize from the Ehlers
17 internship award account in the gifts, bequests, and deposit fund to the runner-up of the
18 Rosenthal prize for interns. The Ehlers internship award account is interest bearing.

19 Sec. 21-915. As required under section 61 of the Michigan campaign finance act, 1976
20 PA 388, MCL 169.261, there is appropriated from the general fund to the state campaign fund
21 an amount equal to the amounts designated for the 2023 tax year. Except as otherwise
22 provided in this section, the amount appropriated shall not revert to the general fund and
23 shall remain in the state campaign fund. Any amounts remaining in the state campaign fund
24 in excess of \$10,000,000.00 on December 31 shall revert to the general fund.

25 Sec. 21-916. (1) The department may make available to interested entities otherwise
26 unavailable customized unclaimed property listings of nonconfidential information in its
27 possession. The department shall charge for this information as follows:

28 (a) For 1 to 100,000 records, 2.5 cents per record.

29 (b) For 100,001 or more records, 0.5 cents per record.

30 (2) The revenue received under subsection (1) shall be deposited in the appropriate
31 revenue account or fund.

32 (3) The department shall submit an annual report on or before June 1 to the senate

1 and house of representatives standing committees on appropriations and to the report
2 recipients required in section 213 of this part that states the amount of revenue received
3 from the sale of information.

4 Sec. 21-917. (1) There is appropriated for write-offs and advances an amount equal to
5 total write-offs and advances for departmental programs, but not to exceed current year
6 authorizations that would otherwise lapse to the general fund.

7 (2) By November 30, the department shall submit a report for the immediately
8 preceding fiscal year stating the amounts appropriated for write-offs and advances under
9 subsection (1) and an explanation for each write-off or advance that occurred.

10 Sec. 21-919. (1) From funds appropriated in part 1, the department may contract with
11 private auditing firms to audit for and collect unclaimed property due this state in
12 accordance with the uniform unclaimed property act, 1995 PA 29, MCL 567.221 to 567.265. In
13 addition to the amounts appropriated in part 1 to the department, there are appropriated
14 amounts necessary to fund auditing and collection costs and fees not to exceed 12% of the
15 collections, or a lesser amount as prescribed by the contract. The appropriation to fund
16 collection costs and fees for the auditing and collection of unclaimed property due this
17 state is from the fund or account to which the revenues being collected are recorded or
18 dedicated.

19 (2) By November 30, the department shall submit a report for the immediately
20 preceding fiscal year to the senate and house of representatives standing committees on
21 appropriations and to the report recipients required in section 213 of this part stating
22 the auditing firms employed, the amount of collections for each, the costs of collection,
23 and other information pertinent to determining whether this authority should be continued.

24 Sec. 21-920. From the funds appropriated in part 1, the department shall produce a
25 listing of all personal property tax reimbursement payments to be distributed in the
26 current fiscal year by the local community stabilization authority and shall post the list
27 of payments on the department website by June 30.

28 Sec. 21-921. From the funds appropriated in part 1, the department shall notify all
29 members of the legislature on any revenue administrative bulletins, administrative rules
30 involving tax administration or collection, or notices interpreting changes in law. The
31 notification shall be issued within 3 days after it is posted and shall include at least
32 the following:

1 (a) A summary of the proposed changes from current procedures.

2 (b) Identification of potential industries that will be affected by the bulletin,
3 notice, or rule.

4 (c) A discussion of the potential fiscal implications of the bulletin, notice, or
5 rule. This subdivision does not apply to a bulletin, notice, or rule that is a routine
6 update of a tax or interest rate required by statute.

7 (d) A summary of the reason for the proposed changes.

8 Sec. 21-924. (1) In addition to the funds appropriated in part 1, the department may
9 receive and expend principal residence audit fund revenue for administration of principal
10 residence audits under the general property tax act, 1893 PA 206, MCL 211.1 to 211.155.

11 (2) The department shall submit a report for the immediately preceding fiscal year
12 not later than December 31 stating the amount of exemptions denied and the revenue received
13 under the program.

14 Sec. 21-927. The department shall submit an annual progress report regarding
15 essential service assessment audits. The report shall include the number of audits, revenue
16 generated, and number of complaints received by the department related to the audits.

17 Sec. 21-928. The department may provide receipt, check and cash processing, data,
18 collection, investment, fiscal agent, levy and check cost assessment, writ of garnishment,
19 and other user services on a contractual basis for other principal executive departments
20 and state agencies. Funds for the services provided are appropriated and shall be expended
21 for salaries and wages, fees, supplies, and equipment necessary to provide the services.
22 Any unobligated balance of the funds received reverts to the general fund on September 30.

23 Sec. 21-930. (1) The department shall provide accounts receivable collections
24 services to other principal executive departments and state agencies under 1927 PA 375, MCL
25 14.131 to 14.134, or to a city for which the department has entered into an agreement to
26 provide tax administration services. The department shall deduct a fee equal to the cost of
27 collections from all receipts except unrestricted general fund collections. Fees shall be
28 credited to a restricted revenue account and appropriated to the department to pay for the
29 cost of collections. The department shall maintain accounting records in sufficient detail
30 to enable the respective accounts to be reimbursed periodically for fees deducted that are
31 determined by the department to be surplus to the actual cost of collections.

32 (2) The department shall submit a report for the immediately preceding fiscal year

1 not later than November 30 stating the principal executive departments and state agencies
2 served, funds collected, and costs of collection under subsection (1).

3 Sec. 21-931. (1) The appropriation in part 1 to the department for treasury fees
4 shall be assessed against all restricted funds, except for federal or state restricted
5 funds that are temporary in nature or otherwise do not qualify to be assessed treasury
6 fees, that receive common cash earnings or other investment income. Treasury fees include
7 all costs, including administrative overhead, relating to the investment of each restricted
8 fund. The fee assessed against each restricted fund must be based on the size of the
9 restricted fund, calculated as the absolute value of the average daily cash balance plus
10 the market value of investments in the prior fiscal year, and the level of effort necessary
11 to maintain the restricted fund as required by each department. The department shall submit
12 a report by November 30 identifying the fees assessed against each restricted fund and the
13 methodology used for assessment.

14 (2) In addition to the funds appropriated in part 1, the department may receive and
15 expend investment fees relating to new restricted funding sources that participate in
16 common cash earnings or other investment income during the current fiscal year. A
17 restricted fund that is created on or after October 1 shall be assessed a fee using the
18 same criteria identified in subsection (1).

19 Sec. 21-932. Revenue received under the Michigan education trust act, 1986 PA 316,
20 MCL 390.1421 to 390.1442, may be expended by the board of directors of the Michigan
21 education trust for necessary salaries, wages, supplies, contractual services, equipment,
22 worker's compensation insurance premiums, and grants to the civil service commission and
23 state employees' retirement fund.

24 Sec. 21-934. The department may expend revenues received under the hospital finance
25 authority act, 1969 PA 38, MCL 331.31 to 331.84, the shared credit rating act, 1985 PA 227,
26 MCL 141.1051 to 141.1076, the higher education facilities authority act, 1969 PA 295, MCL
27 390.921 to 390.934, the Michigan public educational facilities authority, Executive
28 Reorganization Order No. 2002-3, MCL 12.192, the Michigan tobacco settlement finance
29 authority act, 2005 PA 226, MCL 129.261 to 129.279, the land bank fast track act, 2003 PA
30 258, MCL 124.751 to 124.774, part 505 of the natural resources and environmental protection
31 act, 1994 PA 451, MCL 324.50501 to 324.50522, the state housing development authority act
32 of 1966, 1966 PA 346, MCL 125.1401 to 125.1499c, and the MFA, Executive Reorganization

1 Order No. 2010-2, MCL 12.194, for necessary salaries, wages, supplies, contractual
2 services, equipment, worker's compensation insurance premiums, grants to the civil service
3 commission and state employees' retirement fund, and other expenses as allowed under those
4 acts or executive reorganization orders.

5 Sec. 21-937. As a condition of receiving funds in part 1, the department shall submit
6 a report to the senate and house standing committees on appropriations and to the report
7 recipients required in section 213 of this part not later than March 31 regarding the
8 performance of the Michigan accounts receivable collections system. The report shall
9 include, but is not limited to, all of the following:

10 (a) Information regarding the effectiveness of the department's current collection
11 strategies, including the use of vendors or contractors.

12 (b) The amount of delinquent accounts and collection referrals to vendors and
13 contractors.

14 (c) The liquidation rates for declining delinquent accounts.

15 (d) The profile of uncollected delinquent accounts, including specific uncollected
16 amounts by category.

17 (e) The department's strategy to manage delinquent accounts once those accounts
18 exceed the vendor's or contractor's contracted collectible period.

19 (f) A summary of the strategies used in other states, including, but not limited to,
20 secondary placement services, and assessing the benefits of those strategies.

21 Sec. 21-938. Revenue collected in the qualified heavy equipment rental personal
22 property exemption reimbursement fund is appropriated and shall be distributed in
23 accordance with section 9 of the qualified heavy equipment rental personal property
24 specific tax act, 2022 PA 35, MCL 211.1129.

25 Sec. 21-941. (1) From the funds appropriated in part 1, the department, in
26 conjunction with the MSF, shall report to the senate and house of representatives standing
27 committees on appropriations and to the report recipients required in section 213 of this
28 part by November 1 on the annual cost of the MEGA tax credits. The report shall include the
29 board-approved credit amount, adjusted for credit amendments if applicable, and the actual
30 and projected value of tax credits, for each year from 1995 to the expiration of the credit
31 program. For years for which credit claims are complete, the report shall include the total
32 of actual certificated credit amounts. For years for which claims are still pending or not

1 yet submitted, the report shall include a combination of actual credits if available and
2 projected credits. Credit projections shall be based on updated estimates of employees,
3 wages, and benefits for eligible companies.

4 (2) In addition to the report under subsection (1), the department, in conjunction
5 with the MSF, shall submit a report to the senate and house of representatives standing
6 committees on appropriations and to the report recipients required in section 213 of this
7 part by November 1 on the annual cost of all other certificated credits by program, for
8 each year until the credits expire or can no longer be collected. The report shall include
9 estimates on the brownfield redevelopment credit, film credits, MEGA photovoltaic
10 technology credit, MEGA polycrystalline silicon manufacturing credit, MEGA vehicle battery
11 credit, and other certificated credits.

12 Sec. 21-944. From the funds appropriated in part 1, if the department hires a pension
13 plan consultant using any of the funds appropriated in part 1, the department shall retain
14 any report provided to the department by that consultant, notify the report recipients
15 described in section 213 of this part and shall make that report available upon request to
16 the report recipients described in section 213 of this part. A rationale for retention of a
17 pension plan consultant shall be included in the notification of retention.

18 Sec. 21-945. From the funds appropriated in part 1, audits of local unit assessment
19 administration practices, procedures, and records shall be conducted in each assessment
20 jurisdiction a minimum of once every 5 years and in accordance with section 10g of the
21 general property tax act, 1893 PA 206, MCL 211.10g.

22 Sec. 21-946. Revenue collected in the convention facility development fund is
23 appropriated and shall be distributed in accordance with sections 8, 9, and 10 of the state
24 convention facility development act, 1985 PA 106, MCL 207.628, 207.629, and 207.630.

25 Sec. 21-948. (1) The election administration support fund is created within the
26 department.

27 (2) Any unexpended funds in the election administration support fund created in this
28 section shall be carried forward and are available for expenditure under this section.

29 (3) Funds may be spent from the election administration support fund only on
30 appropriation, or legislative transfer pursuant to section 393(2) of the management and
31 budget act, 1984 PA 431, MCL 18.1393.

32 (4) The state treasurer may receive money or other assets from any source for deposit

1 into the election administration support fund. The state treasurer shall direct the
2 investment of the election administration support fund. The state treasurer shall credit to
3 the election administration support fund interest and earnings from the election
4 administration support fund.

5 (5) Funds in the election administration support fund at the close of the fiscal year
6 remain in the election administration support fund and do not lapse to the general fund.

7 (6) Funds appropriated in part 1 for election administration support fund must be
8 deposited in the election administration support fund created under this section.

9 Sec. 21-949. (1) From the funds appropriated in part 1, the department may contract
10 with private agencies to prevent the disbursement of fraudulent tax refunds. In addition to
11 the amounts appropriated in part 1 to the department, there are appropriated amounts
12 necessary to pay contract costs or fund operations designed to reduce fraudulent income tax
13 refund payments not to exceed \$2,000,000.00. The appropriation to fund fraud prevention
14 efforts is from the fund or account to which the revenues being collected are recorded or
15 dedicated.

16 (2) The department shall submit a report for the immediately preceding fiscal year to
17 the senate and house of representatives standing committees on appropriations and to the
18 report recipients required in section 213 of this part not later than November 30 stating
19 the number of refund claims denied due to the fraud prevention operations, the amount of
20 refunds denied, the costs of the fraud prevention operations, and other information
21 pertinent to determining whether this authority should be continued.

22 Sec. 21-949a. From the funds appropriated in part 1 for city income tax
23 administration program, the department may expand its individual income tax administration
24 for any additional cities that establish service level agreements with the department for
25 this purpose. In addition to the funds appropriated in part 1, any additional local funds
26 received as part of the service level agreements are appropriated to the department for
27 staffing and administration of the program.

28 Sec. 21-949b. Tax capture revenues collected in accordance with written agreements
29 under the good jobs for Michigan program and transferred from the general fund for deposit
30 into the good jobs for Michigan fund, including tax capture revenues collected for both
31 calculated payments from the good jobs for Michigan fund to authorized businesses and
32 distributions to the MSF for administrative expenses, are appropriated in accordance with

1 chapter 8D of the Michigan strategic fund act, 1984 PA 270, MCL 125.2090g to 125.2090j.

2 Sec. 21-949c. From the funds appropriated in part 1, funds shall be expended in
3 coordination with the department of agriculture and rural development to improve the timely
4 processing and issuance of tax credits from the Michigan's farmland and open space
5 preservation program created under section 36109 of the natural resources and environmental
6 protection act, 1994 PA 451, MCL 324.36109, for the Michigan's farmland and open space
7 preservation program under parts 361 and 362 of the natural resources and environmental
8 protection act, 1994 PA 451, MCL 324.36101 to 324.36116 and 324.36201 to 324.36207,
9 including, but not limited to, all of the following:

10 (a) Timely review of mailed applications and paperwork.

11 (b) Timely and proactive communications to applicants regarding the status of the
12 applicant's application.

13 (c) A clear and understood timeline for the issuance of any tax credits.

14 Sec. 21-949d. (1) From the funds appropriated in part 1 for financial review
15 commission, the department shall continue financial review commission efforts in the
16 current fiscal year. The purpose of the funding is to cover ongoing costs associated with
17 the operation of the commission.

18 (2) The department shall identify specific outcomes and performance measures for this
19 initiative, including, but not limited to, the department's ability to perform a critical
20 fiscal review to ensure the city of Detroit does not reenter distress following its exit
21 from bankruptcy and to ensure that the community district does not enter distress and
22 maintains a balanced budget.

23 (3) The department shall submit a report by March 15 that describes the specific
24 outcomes and measures required in subsection (1) and provide the results and data related
25 to these outcomes and measures.

26 Sec. 21-949e. From the funds appropriated in part 1 for the state essential services
27 assessment program, the department shall administer the state essential services assessment
28 program. The program must provide the department with the ability to collect the state
29 essential services assessment, which is a phased-in replacement of locally collected
30 personal property taxes on eligible manufacturing personal property.

31 Sec. 21-949f. Revenue from the tobacco products tax act, 1993 PA 327, MCL 205.421 to
32 205.436, related to counties with a population of more than 2,000,000 according to the 2000

1 federal decennial census is appropriated and shall be distributed in accordance with
2 section 12(2) (e) of the tobacco products tax act, 1993 PA 327, MCL 205.432.

3 Sec. 21-949h. Revenue from part 6 of the medical marihuana facilities licensing act,
4 2016 PA 281, MCL 333.27601 to 333.27605, is appropriated and must be distributed in
5 accordance with part 6 of the medical marihuana facilities licensing act, 2016 PA 281, MCL
6 333.27601 to 333.27605.

7 Sec. 21-949i. Revenue from the Michigan Regulation and Taxation of Marihuana Act,
8 2018 IL 1, MCL 333.27951 to 333.27967, is appropriated and must be distributed in
9 accordance with the Michigan Regulation and Taxation of Marihuana Act, 2018 IL 1, MCL
10 333.27951 to 333.27967.

11 Sec. 21-949j. All funds in the wrongful imprisonment compensation fund created in the
12 wrongful imprisonment compensation act, 2016 PA 343, MCL 691.1751 to 691.1757, are
13 appropriated and available for expenditure. Expenditures are limited to support wrongful
14 imprisonment compensation payments under section 6 of the wrongful imprisonment
15 compensation act, 2016 PA 343, MCL 691.1756.

16 Sec. 21-949k. There is appropriated an amount equal to the tax captured revenues due
17 under approved transformational brownfield plans created under the brownfield redevelopment
18 financing act, 1996 PA 381, MCL 125.2651 to 125.2670.

19 Sec. 21-949m. From the funds appropriated in part 1, the Michigan infrastructure
20 council shall plan, conduct, and contract for asset management improvement activities,
21 including, but not limited to, infrastructure data collection activities, asset manager
22 training, development of a 30-year asset management plan for this state, assistance in
23 asset management improvement projects including maintaining an asset management portal, and
24 other projects that promote improved asset management for infrastructure in this state.

25 Sec. 21-949n. In addition to funding appropriated in part 1, the department is
26 authorized to issue payments in compliance with the fostering futures scholarship trust
27 fund act, 2008 PA 525, MCL 722.1021 to 722.1031, including any money received as gifts or
28 donations to the fostering futures scholarship trust fund.

29
30 **REVENUE SHARING**

31 Sec. 21-950. The funds appropriated in part 1 for constitutional revenue sharing
32 shall be distributed by the department to cities, villages, and townships, as required

1 under section 10 of article IX of the state constitution of 1963. Revenue collected in
2 accordance with section 10 of article IX of the state constitution of 1963 in excess of the
3 amount appropriated in part 1 for constitutional revenue sharing is appropriated for
4 distribution to cities, villages, and townships, on a population basis as required under
5 section 10 of article IX of the state constitution of 1963.

6 Sec. 21-952. (1) The funds appropriated in part 1 for city, village, and township
7 revenue sharing are for grants to cities, villages, and townships such that, subject to
8 fulfilling the requirements under subsection (4), each city, village, or township that
9 received a city, village, and township revenue sharing payment under section 108(11) of
10 article 5 of 2023 PA 119 is eligible to receive the following amounts described in
11 subdivisions (a), (b), and (c), subject to subdivision (d):

12 (a) An ongoing amount equal to 105.0% of its total eligible city, village, and
13 township revenue sharing payment under section 108(11) of article 5 of 2023 PA 119, rounded
14 to the nearest dollar.

15 (b) An additional one-time amount equal to 3.0% of its total eligible city, village,
16 and township revenue sharing payment under section 108(11) of article 5 of 2023 PA 119,
17 rounded to the nearest dollar. Payments under this subdivision must be distributed to each
18 city, village, or township subject to the city, village, or township certifying to the
19 department that the city, village, or township has fully obligated or expended, by October
20 1, 2024, or declined the total amount of federal funds allocated to the city, village, or
21 township under the American rescue plan act of 2021, Public Law 117-2. A city, village, or
22 township must certify to the department by December 5, 2024 in a form and manner prescribed
23 by the department. Any city, village, or township that was determined to be in compliance
24 with the certification requirement included in 2023 PA 119 section 952(1)(b) shall be
25 considered in compliance.

26 (c) An additional one-time amount to be used for funding local public safety
27 initiatives, equal to 2.0% of its total eligible city, village, and township revenue
28 sharing payment under section 108(11) of article 5 of 2023 PA 119, rounded to the nearest
29 dollar.

30 (d) For purposes of this subsection, any city, village, or township that completely
31 merges with another city, village, or township must be treated as a single entity, such
32 that when determining the eligible city, village, and township revenue sharing payment

1 under section 108(11) of article 5 of 2023 PA 119 for the combined single entity, the city,
2 village, and township revenue sharing amount each of the merging local units of government
3 was eligible to receive under section 108(11) of article 5 of 2023 PA 119 is summed.

4 (2) As used in this section, "local public safety initiatives" includes, but is not
5 limited to, recruitment or retention efforts, training programs, new equipment purchases or
6 equipment replacements, or capital improvements to public safety buildings or structures.
7 All local public safety initiative expenses must be related to public safety.

8 (3) The funds appropriated in part 1 for the county incentive program are to be used
9 for grants to counties such that each county is eligible to receive an amount equal to 20%
10 of the amount determined pursuant to the Glenn Steil state revenue sharing act of 1971,
11 1971 PA 140, MCL 141.901 to 141.921. The amount calculated under this subsection shall be
12 adjusted as necessary to reflect partial county fiscal years and prorated based on the
13 total amount appropriated for distribution to all eligible counties. Except as otherwise
14 provided under this subsection, payments under this subsection must be distributed to an
15 eligible county subject to the county's fulfilling the requirements under subsection (4).

16 (4) For purposes of accountability and transparency, each eligible city, village,
17 township, or county shall certify by the first Thursday of December or, for any payment
18 month other than December, by the first day of the payment month, that it has produced a
19 debt service report containing a detailed listing of its debt service requirements,
20 including, at a minimum, the issuance date, issuance amount, type of debt instrument, a
21 listing of all revenues pledged to finance debt service by debt instrument, and a listing
22 of the annual payment amounts until maturity; and a projected budget report, including, at
23 a minimum, the current fiscal year and a projection for the immediately following fiscal
24 year. The projected budget report shall include revenues and expenditures and an
25 explanation of the assumptions used for the projections. Each eligible city, village,
26 township, or county shall include in any mailing of general information to its citizens the
27 internet website address location for its debt service report and projected budget report
28 or the physical location where these documents are available for public viewing in the
29 city, village, township, or county clerk's office. Each city, village, township, and county
30 applying for a payment under this subsection shall submit a copy of the debt service report
31 and a copy of the projected budget report to the department. The department shall develop
32 detailed guidance for a city, village, township, or county to follow to meet the

1 requirements of this subsection. The detailed guidance shall be posted on the department
2 website and distributed to cities, villages, townships, and counties by October 1.

3 (5) City, village, and township revenue sharing payments and county incentive program
4 payments are subject to all of the following conditions:

5 (a) The city, village, township, or county shall certify to the department that it
6 has met the required criteria for subsection (4) and submitted the debt service report and
7 projected budget report as required by subsection (4). A department review of the debt
8 service report and the projected budget report is not required in order for a city,
9 village, township, or county to receive a payment under subsection (1) or (3). The
10 department shall develop a certification process and method for cities, villages,
11 townships, and counties to follow.

12 (b) Subject to subdivisions (c), (d), and (e), if a city, village, township, or
13 county meets the requirements of subsection (4), the city, village, township, or county
14 shall receive its full potential payment under this section.

15 (c) Cities, villages, and townships eligible to receive a payment under subsection
16 (1) shall receive 1/6 of their eligible payment on the last business day of October,
17 December, February, April, June, and August. Payments under subsection (1) shall be issued
18 to cities, villages, and townships until the specified due date for subsection (4). After
19 the specified due date for subsection (4), payments shall be made to a city, village, or
20 township only if that city, village, or township has complied with subdivision (a).

21 (d) Payments under subsection (3) shall be issued to counties until the specified due
22 date for subsection (4). After the specified due date for subsection (4), payments shall be
23 made to a county only if that county has complied with subdivision (a).

24 (e) If a city, village, township, or county does not submit the required
25 certification, debt service report, and projected budget report by the specified due date
26 stipulated in subsection (4) for the December payment or by the first day of a payment
27 month for all payments after the December payment, the city, village, township, or county
28 shall forfeit the payment in that payment month.

29 (f) Any city, village, township, or county that falsifies certification documents
30 shall forfeit any future city, village, and township revenue sharing payments or county
31 incentive program payments and shall repay to this state all payments it has received under
32 this section.

1 (g) City, village, and township revenue sharing payments and county incentive program
2 payments under this section shall be distributed on the last business day of October,
3 December, February, April, June, and August.

4 (h) Payments distributed under this section may be withheld pursuant to sections 17a
5 and 21 of the Glenn Steil state revenue sharing act of 1971, 1971 PA 140, MCL 141.917a and
6 141.921.

7 (6) The unexpended funds appropriated in part 1 for city, village, and township
8 revenue sharing and the county incentive program shall be available for expenditure under
9 the program for financially distressed cities, villages, or townships after the approval of
10 transfers by the legislature pursuant to section 393(2) of the management and budget act,
11 1984 PA 431, MCL 18.1393.

12 (7) Any city, village, or township eligible to receive a payment under subsection (1)
13 and determined to have a retirement pension benefit system in underfunded status under
14 section 5 of the protecting local government retirement and benefits act, 2017 PA 202, MCL
15 38.2805, must allocate to its pension unfunded liability an amount equal to its current
16 year eligible payment under subsection (1) less an amount equal to 5.0% of its total
17 eligible payment under section 108(11) of article 5 of 2023 PA 119, rounded to the nearest
18 dollar, less the sum of its eligible payment for city, village, and township revenue
19 sharing under section 108(11) and (15) of article 5 of 2023 PA 119. A city, village, or
20 township that has issued a municipal security under section 518 of the revised municipal
21 finance act, 2001 PA 34, MCL 141.2518, is exempt from this requirement.

22 Sec. 21-955. (1) The funds appropriated in part 1 for county revenue sharing shall be
23 distributed by the department such that each eligible county receives the following amounts
24 described in subdivisions (a), (b), and (c), subject to subdivision (d):

25 (a) An ongoing payment equal to 123.4545802% of the amount determined pursuant to the
26 Glenn Steil state revenue sharing act of 1971, 1971 PA 140, MCL 141.901 to 141.921, less
27 the amount for which the county is eligible under section 952(3) of this part.

28 (b) An additional one-time payment equal to 3.0% of a county's total eligible payment
29 under section 108(11) of article 5 of 2023 PA 119, rounded to the nearest dollar. Payments
30 under this subdivision must be distributed to each county subject to the county certifying
31 to the department that the county has fully obligated or expended, by October 1, 2024 or
32 declined the total amount of federal funds allocated to the county under the American

1 rescue plan act of 2021, Public Law 117-2. A county must certify to the department by
2 December 5, 2024 in a form and manner prescribed by the department. Any county that was
3 determined to be in compliance with the certification requirement included in 2023 PA 119
4 section 955(1)(b) shall be considered in compliance. Funds not expended under this
5 subdivision shall be available for expenditure under the program for financially distressed
6 cities, villages, or townships after the approval of transfers by the legislature pursuant
7 to section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

8 (c) An additional one-time payment equal to 2.0% of its total eligible payment under
9 section 108(11) of article 5 of 2023 PA 119, rounded to the nearest dollar. The extra 2.0%
10 payment is to be used only for funding local public safety initiatives.

11 (d) The amounts calculated under this subsection shall be adjusted as necessary to
12 reflect partial county fiscal years and prorated based on the total amount appropriated for
13 distribution to all eligible counties.

14 (2) As used in this section, "local public safety initiatives" include, but are not
15 limited to, recruitment or retention efforts, training programs, new equipment purchases or
16 equipment replacements, or capital improvements to public safety buildings or structures.
17 All local public safety initiative expenses must be related to public safety.

18 (3) Any county eligible to receive a payment under subsection (1) and determined to
19 have a retirement pension benefit system in underfunded status under section 5 of the
20 protecting local government retirement and benefits act, 2017 PA 202, MCL 38.2805, must
21 allocate to its pension unfunded liability an amount equal to the sum of its current year
22 eligible payment for county revenue sharing under subsection (1) and the county incentive
23 program under section 952(3) less an amount equal to 5.0% of the sum of its total eligible
24 payment under section 108(11) of article 5 of 2023 PA 119, less the sum of its eligible
25 payment for county revenue sharing under section 108(11) and (15) of article 5 of 2023 PA
26 119. A county that has issued a municipal security under section 518 of the revised
27 municipal finance act, 2001 PA 34, MCL 141.2518, is exempt from this requirement.

28 Sec. 21-956. (1) The funds appropriated in part 1 for financially distressed cities,
29 villages, or townships shall be granted by the department to cities, villages, and
30 townships that have 1 or more conditions that indicate probable financial distress, as
31 determined by the department. A city, village, or township with 1 or more conditions that
32 indicate probable financial distress may apply in a manner determined by the department for

1 a grant to pay for specific projects or services that move the city, village, or township
2 toward financial stability. Grants are to be used for specific projects or services that
3 move the city, village, or township toward financial stability. The city, village, or
4 township must use the grants under this section to make payments to reduce unfunded accrued
5 liability; to repair or replace critical infrastructure and equipment owned or maintained
6 by the city, village, or township; to reduce debt obligations; or for costs associated with
7 a transition to shared services with another jurisdiction; or to administer other projects
8 that move the city, village, or township toward financial stability. The department shall
9 award not more than \$2,000,000.00 to any city, village, or township under this section.

10 (2) The department shall submit a report by August 31 that includes a list by grant
11 recipient of the date each grant was approved, the amount of the grant, and a description
12 of the project or projects that will be paid by the grant.

13 (3) The unexpended funds appropriated in part 1 for financially distressed cities,
14 villages, or townships are designated as a work project appropriation, and any unencumbered
15 or unallotted funds shall not lapse at the end of the fiscal year and shall be available
16 for expenditure for projects under this section until the projects have been completed. The
17 following is in compliance with section 451a of the management and budget act, 1984 PA 431,
18 MCL 18.1451a:

19 (a) The purpose of the project is to provide assistance to financially distressed
20 cities, villages, and townships under this section.

21 (b) The projects will be accomplished by grants to cities, villages, and townships
22 approved by the department.

23 (c) The total estimated cost of all projects is \$2,500,000.00.

24 (d) The tentative completion date is September 30, 2029.

25

26 **BUREAU OF STATE LOTTERY**

27 Sec. 21-960. In addition to the funds appropriated in part 1 to the bureau of state
28 lottery, there is appropriated from state lottery fund revenues the amount necessary for,
29 and directly related to, implementing and operating lottery games under the McCauley-
30 Traxler-Law-Bowman-McNeely lottery act, 1972 PA 239, MCL 432.1 to 432.47, and activities
31 under the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.101 to 432.152,
32 including expenditures for contractually mandated payments for vendor commissions,

1 contractually mandated payments for instant tickets intended for resale, the contractual
2 costs of providing and maintaining the online system communications network, and incentive
3 and bonus payments to lottery retailers.

4 Sec. 21-964. For the bureau of state lottery, there is appropriated 1% of the
5 lottery's prior fiscal year's gross sales for promotion and advertising.

6

7 **MICHIGAN GAMING CONTROL BOARD**

8 Sec. 21-971. (1) From the revenue collected by the Michigan gaming control board
9 regarding the total annual assessment of each casino licensee, \$2,000,000.00 is
10 appropriated and shall be deposited in the compulsive gaming prevention fund as described
11 in section 12a(5) of the Michigan Gaming Control and Revenue Act, 1996 IL 1, MCL 432.212a.

12 (2) After the Michigan gaming control board has incurred the costs of regulating and
13 enforcing internet sports betting, \$1,000,000.00 is appropriated and shall be deposited
14 into the compulsive gaming prevention fund as described in section 16(4) of the lawful
15 sports betting act, 2019 PA 149, MCL 432.416. Following these disbursements, \$2,000,000.00
16 is appropriated and shall be deposited in the first responder presumed coverage fund as
17 described in section 16(4) of the lawful sports betting act, 2019 PA 149, MCL 432.416.

18 (3) An appropriation of \$3,000,000.00 shall be deposited into the compulsive gaming
19 prevention fund as described in section 16(4) of the lawful internet gaming act, 2019 PA
20 152, MCL 432.316, except as provided in section 15(2) of the lawful internet gaming act,
21 2019 PA 152, MCL 432.315, and after the board has incurred the costs of regulating and
22 enforcing internet gaming under the lawful internet gaming act, 2019 PA 152, MCL 432.301 to
23 432.322, and the costs of administering and enforcing millionaire party activity authorized
24 by the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.101 to 432.152.
25 Following these disbursements, \$2,000,000.00 is appropriated and shall be deposited into
26 the first responder presumed coverage fund as described in section 16(4) of the lawful
27 internet gaming act, 2019 PA 152, MCL 432.316.

28 Sec. 21-972. After all other required expenditures described in section 16(3) of the
29 fantasy contests consumer protection act, 2019 PA 157, MCL 432.516; section 16(4) of the
30 lawful internet gaming act, 2019 PA 152, MCL 432.316; and section 16(4) of the lawful
31 sports betting act, 2019 PA 149, MCL 432.416 are made, any money remaining in the fantasy
32 contest fund, internet gaming fund, and internet sports betting fund are appropriated and

1 shall be deposited into the state school aid fund as described in section 16(3)(b) of the
2 fantasy contests consumer protection act, 2019 PA 157, MCL 432.516; section 16(4) of the
3 lawful internet gaming act, 2019 PA 152, MCL 432.316; and section 16(4) of the lawful
4 sports betting act, 2019 PA 149, MCL 432.416.

5 Sec. 21-973. (1) Funds appropriated in part 1 for local government programs may be
6 used to provide assistance to a local revenue sharing board referenced in an agreement
7 authorized by the Indian gaming regulatory act, Public Law 100-497.

8 (2) A local revenue sharing board described in subsection (1) shall comply with the
9 open meetings act, 1976 PA 267, MCL 15.261 to 15.275, and the freedom of information act,
10 1976 PA 442, MCL 15.231 to 15.246.

11 (3) A county treasurer is authorized to receive and administer funds received for and
12 on behalf of a local revenue sharing board. Funds appropriated in part 1 for local
13 government programs may be used to audit local revenue sharing board funds held by a county
14 treasurer. This section does not limit the ability of local units of government to enter
15 into agreements with federally recognized Indian tribes to provide financial assistance to
16 local units of government or to jointly provide public services.

17 (4) A local revenue sharing board described in subsection (1) shall comply with all
18 applicable provisions of any agreement authorized by the Indian gaming regulatory act,
19 Public Law 100-497, in which the local revenue sharing board is referenced, including, but
20 not limited to, the disbursement of tribal casino payments received under applicable
21 provisions of the tribal-state class III gaming compact in which those funds are received.

22 (5) The director of the MDSP and the executive director of the Michigan gaming
23 control board are authorized to assist the local revenue sharing boards in determining
24 allocations to be made to local public safety organizations.

25 Sec. 21-974. If revenues collected in the state services fee fund are less than the
26 amounts appropriated from the fund, available revenues shall be used to fully fund the
27 appropriation in part 1 for casino gaming regulation activities before distributions are
28 made to other state departments and agencies. If the remaining revenue in the fund is
29 insufficient to fully fund appropriations to other state departments or agencies, the
30 shortfall shall be distributed proportionally among those departments and agencies.

31 Sec. 21-975. In expending the funds appropriated in part 1 for advertising for
32 responsible gaming, the Michigan gaming control board engage with MDHHS on strategies to

1 support addiction prevention and education efforts in addition to advertising for
2 responsible gaming. The Michigan gaming control board shall submit a report on the
3 expenditures and programming funded from the appropriations in part 1 for advertising for
4 responsible gaming by September 1 of the current fiscal year.

5 Sec. 21-976. The executive director of the Michigan gaming control board may pay
6 rewards of not more than \$5,000.00 to a person who provides information that results in the
7 arrest and conviction on a felony or misdemeanor charge for a crime that involves the horse
8 racing industry. A reward paid pursuant to this section shall be paid out of the
9 appropriation in part 1 for the racing commission.

10 Sec. 21-977. All appropriations from the equine development fund, except for the
11 racing commission appropriations, shall be reduced proportionately if revenues to the
12 equine development fund decline during the current fiscal year to a level lower than the
13 amount appropriated in part 1.

14 Sec. 21-978. The Michigan gaming control board shall use actual expenditure data in
15 determining the actual regulatory costs of conducting racing dates and shall submit a
16 report of that data to the senate and house appropriations subcommittees on agriculture.
17 The Michigan gaming control board shall not be reimbursed for more than the actual
18 regulatory cost of conducting race dates. Prior to the reduction in the number of
19 authorized race dates due to budget deficits, the executive director of the Michigan gaming
20 control board shall provide notice to the certified horsemen's organizations with an
21 opportunity to respond with alternatives. In determining actual costs, the Michigan gaming
22 control board shall take into account that each specific breed may require different
23 regulatory mechanisms.

24 Sec. 21-979. From the funds appropriated in part 1 for millionaire party regulation,
25 the Michigan gaming control board may receive and expend internet gaming fund revenue in an
26 amount not to exceed the amount appropriated in part 1 for necessary expenses incurred in
27 the licensing and regulation of millionaire parties under article 2 of the Traxler-
28 McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.132 to 432.152. Any unused internet
29 gaming fund revenues are subject to the distribution requirements in section 16 of the
30 lawful internet gaming act, 2019 PA 152, MCL 432.316.

31
32 **STATE BUILDING AUTHORITY**

1 Sec. 21-1100. (1) Subject to section 242 of the management and budget act, 1984 PA
2 431, MCL 18.1242, and upon the approval of the state building authority, the department may
3 expend from the general fund of this state during the fiscal year an amount to meet the
4 cash flow requirements of those state building authority projects solely for lease to a
5 state agency identified in both part 1 and this section, and for which state building
6 authority bonds or notes have not been issued, and for the sole acquisition by the state
7 building authority of equipment and furnishings for lease to a state agency as permitted by
8 1964 PA 183, MCL 830.411 to 830.425, for which the issuance of bonds or notes is authorized
9 by a legislative appropriation act that is effective for the immediately preceding fiscal
10 year. Any general fund advances for which state building authority bonds have not been
11 issued shall bear an interest cost to the state building authority at a rate not to exceed
12 that earned by the state treasurer's common cash fund during the period in which the
13 advances are outstanding and are repaid to the general fund of this state.

14 (2) Upon sale of bonds or notes for the projects identified in part 1 or for
15 equipment as authorized by a legislative appropriation act and in this section, the state
16 building authority shall credit the general fund of this state an amount equal to that
17 expended from the general fund plus interest, if any, as described in this section.

18 (3) For state building authority projects for which bonds or notes have been issued
19 and upon the request of the state building authority, the state treasurer shall make
20 advances without interest from the general fund as necessary to meet cash flow requirements
21 for the projects. The state building authority shall reimburse the state treasurer for the
22 advances when the investments earmarked for the financing of the projects mature.

23 (4) In the event that a project identified in part 1 is terminated after final design
24 is complete, advances made on behalf of the state building authority for the costs of final
25 design shall be repaid to the general fund in a manner recommended by the director of the
26 state building authority.

27 Sec. 21-1102. (1) State building authority funding to finance construction or
28 renovation of a facility that collects revenue in excess of money required for the
29 operation of that facility shall not be released to a university or community college
30 unless the institution agrees to reimburse that excess revenue to the state building
31 authority. The excess revenue shall be credited to the general fund to offset rent
32 obligations associated with the retirement of bonds issued for that facility. The auditor

1 general shall annually identify and present an audit of those facilities that are subject
2 to this section. Costs associated with the administration of the audit shall be charged
3 against money recovered pursuant to this section.

4 (2) As used in this section, "revenue" includes state appropriations, facility
5 opening money, other state aid, indirect cost reimbursement, and other revenue generated by
6 the activities of the facility.

7 Sec. 21-1103. The state building authority shall submit a report to the JCOS
8 regarding the status of construction projects associated with state building authority
9 bonds as of September 30, on or before October 15, or not more than 30 days after a
10 refinancing or restructuring bond issue is sold. The report shall include, but is not
11 limited to, all of the following:

12 (a) A list of all completed construction projects for which state building authority
13 bonds have been sold, and which bonds are currently active.

14 (b) A list of all projects under construction for which sale of state building
15 authority bonds is pending.

16 (c) A list of all projects authorized for construction or identified in an
17 appropriations act for which approval of schematic/preliminary plans or total authorized
18 cost is pending that have state building authority bonds identified as a source of
19 financing.

20

21 **ONE-TIME APPROPRIATIONS**

22 Sec. 21-1200. (1) The funds appropriated in part 1 for the MI vehicle rebate shall be
23 used to provide rebate vouchers to participating auto dealers on new vehicle purchases for
24 eligible individuals at the point of sale.

25 (2) The rebates shall be as follows:

26 (a) For a motor vehicle that is an electric vehicle and is union made, \$2,500.00.

27 (b) For a motor vehicle that is an electric vehicle and is not union made, \$2,000.00.

28 (c) For a motor vehicle that is not an electric vehicle and is union made, \$1,500.00.

29 (d) For a motor vehicle that is not an electric vehicle and is not union made,
30 \$1,000.00.

31 (3) The department shall provide a report to the chairs of the senate and house
32 standing committees on appropriations, the chairs of the senate and house appropriations

1 subcommittees on general government, the senate and house fiscal agencies, the senate and
2 house policy offices, and the state budget office that includes, but is not limited to, the
3 number of rebates issued within each category as described in subsection (2) by September
4 30, 2025.

5 (4) The department shall develop guidelines and definitions for the implementation of
6 this section in compliance with a new statutory program creating a vehicle rebate program
7 once one is enacted.

8 Sec. 21-1201. (1) The funds appropriated in part 1 for the secure retirement for
9 small businesses shall be used to create a state managed retirement plan marketplace that
10 small businesses with fewer than one hundred employees may voluntarily enroll in as a means
11 to provide retirement plan options to their employees.

12 (2) The department may receive and expend private funding to assist in the
13 development and operation of the marketplace.

14 (3) The department shall provide a report to the chairs of the senate and house
15 standing committees on appropriations, the chairs of the senate and house appropriations
16 subcommittees on general government, the senate and house fiscal agencies, the senate and
17 house policy offices, and the state budget office that includes, but is not limited to, the
18 number of participating employers, employees, and financial services firms.

19 (4) The department shall develop guidelines and definitions for the implementation of
20 this section in compliance with a new statutory program creating a small business
21 retirement marketplace once one is enacted.

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Article 22

MISCELLANEOUS

PART 1

PROVISIONS CONCERNING APPROPRIATIONS

Sec. 22-101. The appropriations in this article are subject to the following provisions concerning appropriations for the fiscal year ending September 30, 2025:

1 **GENERAL SECTIONS**

2 Sec. 22-201. (1) Pursuant to section 30 of article IX of the state constitution of
 3 1963, total state spending from state sources for fiscal year 2025 is estimated at
 4 \$46,324,799,000.00 in the 2025 appropriations acts and total state spending from state
 5 sources paid to local units of government for fiscal year 2025 is estimated at
 6 \$24,580,572,400.00. The state-local proportion is estimated at 53.06% of total state
 7 spending from state resources.

8 (2) If payments to local units of government and state spending from state sources
 9 for fiscal year 2025 are different than the amounts estimated in subsection (1), the state
 10 budget director shall report the payments to local units of government and state spending
 11 from state sources that were made for fiscal year 2025 to the senate and house of
 12 representatives standing committees on appropriations within 30 days after the final book-
 13 closing for fiscal year 2025.

14 Sec. 22-202. The appropriations authorized under this bill are subject to the
 15 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

16 Sec. 22-211. (1) Pursuant to section 352 of the management and budget act, 1984 PA
 17 431, MCL 18.1352, which provides for a transfer of state general fund revenue into or out
 18 of the countercyclical budget and economic stabilization fund, the calculations required by
 19 section 352 of the management and budget act, 1984 PA 431, MCL 18.1352, are determined as
 20 follows:

	<u>2023</u>	<u>2024</u>	<u>2025</u>
21 Michigan personal income (millions)	\$596,935	\$617,231	\$642,537
22 less: transfer payments	126,936	130,378	135,465
23 Subtotal	\$469,999	\$486,853	\$507,072
24 Divided by: Detroit Consumer Price Index	2.836	2.925	2.994
25 Equals: real adjusted Michigan personal			
26 income	\$165,725	\$166,468	\$169,337
27 Percentage change	N/A	0.5%	1.7%
28 Growth rate in excess of 2%?	N/A	0.0%	0.0%
29 Equals: calculated transfer to countercyclical			
30 budget and economic stabilization fund for the			
31 fiscal year ending September 30, 2025 (millions)	N/A	\$0.0	

1 Growth rate less than 0%?..... N/A NO

2 Appropriation from countercyclical budget and

3 economic stabilization fund allowed for the

4 fiscal year ending September 30, 2025?..... N/A NO

5 (2) Notwithstanding subsection (1), there is appropriated for the fiscal year ending

6 September 30, 2025, from general fund/general purpose revenue for deposit into the

7 countercyclical budget and economic stabilization fund the sum of \$100,000,000.00.

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9 **REVENUE STATEMENT**

10 Sec. 22-301. Pursuant to section 18 of article V of the state constitution of 1963,

11 fund balances and estimates are presented in the following statement:

12 BUDGET RECOMMENDATIONS BY OPERATING FUNDS

13 (Amounts in millions)

14 Fiscal Year 2025

15

16 Estimated

17 Beginning Estimated Ending

18 Balance Revenue Balance

19 OPERATING FUNDS

20 General fund/general purpose 1,106.2 13,349.9 7.0

21 School aid fund 564.3 18,307.0 12.2

22 Federal aid 0.0 29,442.8 0.0

23 Transportation funds 0.0 8,395.3 0.0

24 Special revenue funds 3,305.0 9,265.1 2,929.3

25 Other funds 1,988.9 216.5 2,205.4

26 TOTALS \$6,964.4 \$78,976.6 \$5,153.9

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