

# SENATE BILL NO. 923

February 24, 2022, Introduced by Senator HERTEL and referred to the Committee on Appropriations.

A bill to make appropriations for various state departments and agencies; the judicial branch, and the legislative branch for the fiscal year ending September 30, 2023; to provide anticipated appropriations for the fiscal year ending September 30, 2024; to provide for certain conditions on appropriations; to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1		For Fiscal	For Fiscal
2		Year Ending	Year Ending
3		Sept. 30, 2023	Sept. 30, 2024
4	APPROPRIATION SUMMARY		
5	GROSS APPROPRIATION .....	\$ 74,136,505,400	\$ 71,275,698,100
6	Total interdepartmental grants and interdepartmental		

1	transfers .....	1,218,914,000	1,218,914,000
2	ADJUSTED GROSS APPROPRIATION .....	\$ 72,917,591,400	\$ 70,056,784,100
3	Total federal revenues .....	30,341,116,300	30,235,726,200
4	Total local revenues .....	323,962,300	323,962,300
5	Total private revenues .....	206,628,200	206,628,200
6	Total other state restricted revenues .....	27,736,597,200	27,387,139,900
7	State general fund/general purpose .....	\$ 14,309,287,400	\$ 11,903,327,500

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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, 2023, and are anticipated to be appropriated for the fiscal year ending September 30, 2024, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

**DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT**

**APPROPRIATION SUMMARY**

Full-time equated unclassified positions .....	6.0	6.0
Full-time equated classified positions .....	531.0	531.0
<b>GROSS APPROPRIATION .....</b>	<b>\$ 172,165,100</b>	<b>\$ 130,665,100</b>
Total interdepartmental grants and interdepartmental transfers .....	326,700	326,700
<b>ADJUSTED GROSS APPROPRIATION .....</b>	<b>\$ 171,838,400</b>	<b>\$ 130,338,400</b>
Total federal revenues .....	19,670,900	19,670,900
Total local revenues .....	0	0
Total private revenues .....	21,300	21,300
Total other state restricted revenues .....	44,706,400	44,706,400
State general fund/general purpose .....	\$ 107,439,800	\$ 65,939,800
<i>State general fund/general purpose schedule:</i>		
<i>Ongoing state general fund/general purpose .....</i>	<i>65,939,800</i>	<i>65,939,800</i>
<i>One-time state general fund/general purpose .....</i>	<i>41,500,000</i>	<i>0</i>
<b>Sec. 1-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>		
Full-time equated unclassified positions .....	6.0	6.0
Full-time equated classified positions .....	31.0	31.0

1	Unclassified salaries-6.0 FTE positions .....	\$	651,900	\$	651,900
2	Accounting service center .....		1,048,500		1,048,500
3	Commissions and boards .....		23,800		23,800
4	Emergency management-8.0 FTE positions .....		2,943,800		2,943,800
5	Executive direction-23.0 FTE positions .....		3,288,800		3,288,800
6	Property management .....		<u>752,400</u>		<u>752,400</u>
7	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>8,709,200</b>	<b>\$</b>	<b>8,709,200</b>
8	Appropriated from:				
9	Federal revenues:				
10	Other federal revenues .....		447,400		447,400
11	Special revenue funds:				
12	Other state restricted revenues .....		361,700		361,700
13	State general fund/general purpose .....	\$	7,900,100	\$	7,900,100
14	<b>Sec. 1-103. INFORMATION TECHNOLOGY</b>				
15	Information technology services and projects .....	\$	<u>2,337,700</u>	\$	<u>2,337,700</u>
16	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>2,337,700</b>	<b>\$</b>	<b>2,337,700</b>
17	Appropriated from:				
18	Special revenue funds:				
19	Other state restricted revenues .....		243,600		243,600
20	State general fund/general purpose .....	\$	2,094,100	\$	2,094,100
21	<b>Sec. 1-104. FOOD AND DAIRY</b>				
22	Full-time equated classified positions .....		139.0		139.0
23	Food safety and quality assurance-103.0 FTE positions	\$	18,518,900	\$	18,518,900
24	Milk safety and quality assurance-36.0 FTE positions .		<u>5,880,600</u>		<u>5,880,600</u>
25	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>24,399,500</b>	<b>\$</b>	<b>24,399,500</b>
26	Appropriated from:				
27	Federal revenues:				
28	Other federal revenues .....		2,924,200		2,924,200

1	Special revenue funds:			
2	Other state restricted revenues .....	6,541,000		6,541,000
3	State general fund/general purpose .....	\$ 14,934,300	\$	14,934,300
4	<b>Sec. 1-105. ANIMAL INDUSTRY</b>			
5	Full-time equated classified positions .....	62.0		62.0
6	Animal disease prevention and response-62.0 FTE			
7	positions .....	\$ 10,970,900	\$	10,970,900
8	Indemnification - livestock depredation .....	15,000		15,000
9	Michigan animal agriculture alliance .....	<u>3,000,000</u>		<u>3,000,000</u>
10	<b>GROSS APPROPRIATION .....</b>	<b>\$ 13,985,900</b>	<b>\$</b>	<b>13,985,900</b>
11	Appropriated from:			
12	Federal revenues:			
13	Other federal revenues .....	1,082,500		1,082,500
14	Special revenue funds:			
15	Other state restricted revenues .....	221,800		221,800
16	State general fund/general purpose .....	\$ 12,681,600	\$	12,681,600
17	<b>Sec. 1-106. PESTICIDE AND PLANT PEST MANAGEMENT</b>			
18	Full-time equated classified positions .....	101.0		101.0
19	Animal feed safety-10.0 FTE positions .....	\$ 2,116,100	\$	2,116,100
20	Pesticide and plant pest management-91.0 FTE positions	<u>15,606,400</u>		<u>15,606,400</u>
21	<b>GROSS APPROPRIATION .....</b>	<b>\$ 17,722,500</b>	<b>\$</b>	<b>17,722,500</b>
22	Appropriated from:			
23	Federal revenues:			
24	Other federal revenues .....	1,697,200		1,697,200
25	Special revenue funds:			
26	Private revenues .....	21,300		21,300
27	Other state restricted revenues .....	9,150,600		9,150,600
28	State general fund/general purpose .....	\$ 6,853,400	\$	6,853,400

<b>1</b>	<b>Sec. 1-107. ENVIRONMENTAL STEWARDSHIP</b>			
<b>2</b>	Full-time equated classified positions .....	66.5		66.5
<b>3</b>	Agricultural preservation easement grants .....	\$ 1,900,000	\$	1,900,000
<b>4</b>	Environmental stewardship - MAEAP-26.0 FTE positions .	11,752,300		11,752,300
<b>5</b>	Farmland and open space preservation-10.0 FTE			
<b>6</b>	positions .....	1,608,700		1,608,700
<b>7</b>	Intercounty drain-6.0 FTE positions .....	862,600		862,600
<b>8</b>	Local conservation districts .....	2,000,000		2,000,000
<b>9</b>	Migrant labor housing-9.0 FTE positions .....	1,357,300		1,357,300
<b>10</b>	Qualified forest program-9.0 FTE positions .....	8,078,600		8,078,600
<b>11</b>	Right-to-farm-6.5 FTE positions .....	<u>1,025,600</u>		<u>1,025,600</u>
<b>12</b>	<b>GROSS APPROPRIATION .....</b>	<b>\$ 28,585,100</b>	<b>\$</b>	<b>28,585,100</b>
<b>13</b>	Appropriated from:			
<b>14</b>	Interdepartmental grant revenues:			
<b>15</b>	IDG from department of environment, great lakes, and			
<b>16</b>	energy .....	94,800		94,800
<b>17</b>	Federal revenues:			
<b>18</b>	Other federal revenues .....	7,382,600		7,382,600
<b>19</b>	Special revenue funds:			
<b>20</b>	Other state restricted revenues .....	13,064,400		13,064,400
<b>21</b>	State general fund/general purpose .....	\$ 8,043,300	\$	8,043,300
<b>22</b>	<b>Sec. 1-108. LABORATORY SERVICES</b>			
<b>23</b>	Full-time equated classified positions .....	108.5		108.5
<b>24</b>	Central licensing and customer service call center-			
<b>25</b>	13.0 FTE positions .....	\$ 1,533,100	\$	1,533,100
<b>26</b>	Consumer protection program-42.0 FTE positions .....	7,067,100		7,067,100
<b>27</b>	Laboratory services-42.5 FTE positions .....	8,282,800		8,282,800
<b>28</b>	USDA monitoring-11.0 FTE positions .....	<u>1,704,300</u>		<u>1,704,300</u>

1	<b>GROSS APPROPRIATION .....</b>	\$	<b>18,587,300</b>	\$	<b>18,587,300</b>
2	Appropriated from:				
3	Interdepartmental grant revenues:				
4	IDG from department of licensing and regulatory				
5	affairs .....		231,900		231,900
6	Federal revenues:				
7	Other federal revenues .....		3,454,200		3,454,200
8	Special revenue funds:				
9	Other state restricted revenues .....		7,489,400		7,489,400
10	State general fund/general purpose .....	\$	7,411,800	\$	7,411,800
11	<b>Sec. 1-109. AGRICULTURE DEVELOPMENT</b>				
12	Full-time equated classified positions .....		23.0		23.0
13	Agriculture development-13.0 FTE positions .....	\$	4,806,400	\$	4,806,400
14	Fair food network - double up food bucks .....		900,000		900,000
15	Food and agriculture investment program .....		2,472,600		2,472,600
16	Michigan craft beverage council-3.0 FTE positions ....		926,100		926,100
17	Office of rural development-1.0 FTE position .....		179,800		179,800
18	Producer security/grain dealers-5.0 FTE positions ....		754,000		754,000
19	Rural development fund grant program-1.0 FTE position		<u>2,004,800</u>		<u>2,004,800</u>
20	<b>GROSS APPROPRIATION .....</b>	\$	<b>12,043,700</b>	\$	<b>12,043,700</b>
21	Appropriated from:				
22	Federal revenues:				
23	Other federal revenues .....		2,682,800		2,682,800
24	Special revenue funds:				
25	Other state restricted revenues .....		3,839,700		3,839,700
26	State general fund/general purpose .....	\$	5,521,200	\$	5,521,200
27	<b>Sec. 1-110. FAIRS AND EXPOSITIONS</b>				
28	County fairs, shows, and expositions .....	\$	500,000	\$	500,000

1	Fairs and racing .....	258,600	258,600
2	Horse racing advisory commission .....	125,000	125,000
3	Licensed tracks - light horse racing .....	40,300	40,300
4	Light horse racing - breeders' awards .....	20,000	20,000
5	Purses and supplements - fairs/licensed tracks .....	708,300	708,300
6	Standardbred breeders' awards .....	345,900	345,900
7	Standardbred purses and supplements - licensed tracks	671,800	671,800
8	Standardbred sire stakes .....	275,000	275,000
9	Thoroughbred breeders' awards .....	368,600	368,600
10	Thoroughbred sire stakes .....	378,800	378,800
11	Thoroughbred supplements - licensed tracks .....	601,900	601,900
12	<b>GROSS APPROPRIATION .....</b>	<b>\$ 4,294,200</b>	<b>\$ 4,294,200</b>
13	Appropriated from:		
14	Special revenue funds:		
15	Other state restricted revenues .....	3,794,200	3,794,200
16	State general fund/general purpose .....	\$ 500,000	\$ 500,000
17	<b>Sec. 1-111. ONE-TIME APPROPRIATIONS</b>		
18	Buy Michigan campaign .....	\$ 1,000,000	\$ 0
19	Community supported agriculture program .....	500,000	0
20	Economic development for food and agriculture .....	30,000,000	0
21	Office of rural development .....	10,000,000	0
22	<b>GROSS APPROPRIATION .....</b>	<b>\$ 41,500,000</b>	<b>\$ 0</b>
23	Appropriated from:		
24	Special revenue funds:		
25	State general fund/general purpose .....	\$ 41,500,000	\$ 0
26			
27	PART 2		
28	PROVISIONS CONCERNING APPROPRIATIONS		



## FISCAL YEAR 2023

**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 2023 is \$152,146,200.00 and state spending from state sources to be paid to local units of government for fiscal year 2023 is \$15,800,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

## DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

Agricultural preservation easement grants .....	\$	1,900,000
Environmental stewardship - MAEAP .....		4,100,000
Local conservation districts .....		2,000,000
Qualified forest program .....		1,400,000
Rural development fund grant program .....		1,400,000
Office of rural development .....		<u>5,000,000</u>
TOTAL .....	\$	15,800,000

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. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this article. This requirement shall include transmission of reports via Email to the recipients identified for each

1 reporting requirement, or it shall include placement of reports on an Internet site.

2 Sec. 1-205. To the extent permissible under MCL 18.1261:

3 (a) Funds appropriated in part 1 must not be used for the purchase of foreign goods  
4 or services, or both, if competitively priced and of comparable quality American goods or  
5 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) In addition, preference must be given to goods or services, or both, that are  
9 manufactured or provided by Michigan businesses owned and operated by veterans, if they are  
10 competitively priced and of comparable quality.

11 Sec. 1-206. To the extent permissible under the management and budget act, the  
12 director shall take all reasonable steps to ensure businesses in deprived and depressed  
13 communities compete for and perform contracts to provide services or supplies, or both. The  
14 director shall strongly encourage firms with which the department contracts to subcontract  
15 with certified businesses in depressed and deprived communities for services, supplies, or  
16 both.

17 Sec. 1-207. Consistent with MCL 18.1217, the departments and agencies receiving  
18 appropriations in part 1 shall prepare a report on out-of-state travel expenses not later  
19 than January 1 of each year. The travel report shall be a listing of all travel by  
20 classified and unclassified employees outside this state in the immediately preceding  
21 fiscal year that was funded in whole or in part with funds appropriated in the department's  
22 budget. The report shall be submitted to the senate and house appropriations committees,  
23 the house and senate fiscal agencies, and the state budget director. The report shall  
24 include the following information:

25 (a) The dates of each travel occurrence.

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

1 proportion funded with other revenues.

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

7 Sec. 1-209. Not later than December 31, the state budget office shall prepare and  
8 transmit a report that provides for estimates of the total general fund/general purpose  
9 appropriation lapses at the close of the prior fiscal year. This report shall summarize the  
10 projected year-end general fund/general purpose appropriation lapses by major departmental  
11 program or program areas. The report shall be transmitted to the chairpersons of the senate  
12 and house appropriations committees and the senate and house fiscal agencies.

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

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

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

26 (4) In addition to the funds appropriated in part 1, there is appropriated an amount  
27 not to exceed \$100,000.00 for private contingency funds. These funds are not available for  
28 expenditure until they have been transferred to another line item in this article under

section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 1-211. From the funds appropriated in part 1, the department shall provide to the department of technology, management and budget information sufficient to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

(a) Fiscal year-to-date expenditures by category.

(b) Fiscal year-to-date expenditures by appropriation unit.

(c) Fiscal year-to-date payments to a selected vendor, including the vendor name, payment date, payment amount, and payment description.

(d) The number of active department employees by job classification.

(e) Job specifications and wage rates.

Sec. 1-212. Within 14 days after the release of the executive budget recommendation, the department shall provide to the state budget office information sufficient to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2022 and September 30, 2023.

Sec. 1-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks, and regularly updates key metrics that are used to monitor and improve the department's performance.

Sec. 1-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2023 are estimated at \$11,574,600.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at \$7,027,300.00. Total agency appropriations for retiree health care legacy costs are estimated at \$4,547,300.00.

#### **DEPARTMENTAL ADMINISTRATION AND SUPPORT**

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

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

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

7           (c) Laboratory support analyses of food, livestock, and agricultural products for  
8 disease, foreign products for disease, toxic materials, foreign substances, and quality  
9 standards.

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

12           (2) The department may receive and expend revenue from the fees authorized under  
13 subsection (1), subject to appropriation, for the purpose of recovering expenses associated  
14 with the work activities and services described in subsection (1). Fee revenue collected by  
15 the department under subsection (1) shall not lapse to the state general fund at the end of  
16 the fiscal year but shall carry forward for appropriation by the legislature in the  
17 subsequent fiscal year.

18           (3) The department shall notify the subcommittees, the fiscal agencies, and the  
19 state budget office 30 days prior to proposing changes in fees authorized under this  
20 section or under section 5 of 1915 PA 91, MCL 285.35.

21           (4) On or before February 1 of each year, the department shall provide a report to  
22 the subcommittees, the fiscal agencies, and the state budget office detailing all the fees  
23 charged by the department under the authorization provided in this section, including, but  
24 not limited to, rates, number of individuals paying each fee, and the revenue generated by  
25 each fee in the previous fiscal year.

26           Sec. 1-302. (1) The department may contract with or provide grants to local units of  
27 government, institutions of higher education, or nonprofit organizations to support  
28 activities authorized by appropriations in part 1. As used in this section, contracts and

1 grants include, but are not limited to, contracts for delivery of groundwater/freshwater  
2 programs, MAEAP technical assistance, forest management, invasive species monitoring,  
3 wildlife risk mitigation, grants promoting proper pesticide disposal, and research grants  
4 for the purpose of enhancing the agricultural industries in this state.

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

#### 8 9 **FOOD AND DAIRY**

10 Sec. 1-401. (1) The department shall report on the previous fiscal year's activities  
11 of the food and dairy division. The report shall include information on activities and  
12 outcomes of the dairy safety and inspection program, the food safety inspection program,  
13 the foodborne illness and emergency response program, and the food service program.

14 (2) The report shall include information on significant foodborne outbreaks and  
15 emergencies, including any significant enforcement actions taken related to food safety  
16 during the prior calendar year.

17 (3) The report shall be transmitted to the subcommittees, the fiscal agencies, and  
18 the state budget office and posted to the department's website on or before April 1 of each  
19 year.

#### 20 21 **ANIMAL INDUSTRY**

22 Sec. 1-451. From the funds appropriated in part 1 for bovine TB, the department  
23 shall pay for all whole herd testing costs and individual animal testing costs in the  
24 modified accredited zone and buffer counties as referenced in the current memorandum of  
25 understanding between the department and the USDA to maintain split-state status  
26 requirements. These costs include indemnity and compensation for injury causing death or  
27 downer to animals.

28 Sec. 1-452. (1) The department shall report on the previous calendar year's

1 activities of the animal industry division. The report shall be transmitted to the  
2 subcommittees, the fiscal agencies, and the state budget office and posted to the  
3 department's website on or before April 1 of each year.

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

7 (a) The reason for the indemnification.

8 (b) The amount of the indemnification.

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

10 Sec. 1-454. The department shall use its resources to collaborate with the USDA to  
11 monitor bovine TB, consistent with the December 2019 memorandum of understanding between  
12 the department and the USDA.

13 Sec. 1-457. (1) On or before October 15 of each year, the department shall provide  
14 to the subcommittees, the fiscal agencies, and the state budget office a report on bovine  
15 TB status and department activities.

16 (2) For each fiscal quarter following the report required in subsection (1), the  
17 department shall provide an update to the subcommittees, the fiscal agencies, and the state  
18 budget office. The quarterly update reports shall identify significant impacts to the  
19 program, including new incidence of bovine TB in this state, department activity associated  
20 with specific new incidence of bovine TB, any changes in USDA requirements or movement  
21 orders, and information and data on wildlife risk mitigation plan implementation in the  
22 modified accredited zone; implementation of a movement certificate process; progress toward  
23 annual surveillance test requirements; efforts to work with slaughter facilities in this  
24 state, as well as those that slaughter a significant number of animals from this state;  
25 educational programs and information for this state's livestock community; and any other  
26 item the legislature should be aware of that will promote or hinder efforts to achieve  
27 bovine TB-free status for this state.

28 Sec. 1-458. From the funds appropriated in part 1 for Michigan animal agriculture

alliance, the department shall work with animal industry representatives and state research universities to establish an animal research grant program.

#### **PESTICIDE AND PLANT PEST MANAGEMENT**

Sec. 1-501. The department shall report on the previous calendar year's activities of the pesticide and plant pest management division. The report shall be transmitted to the subcommittees, the fiscal agencies, and the state budget office and posted to the department's website on or before April 1 of each year.

#### **ENVIRONMENTAL STEWARDSHIP**

Sec. 1-601. The funds appropriated in part 1 for environmental stewardship/MAEAP shall be used to support department agriculture pollution prevention programs, including groundwater and freshwater protection programs under part 87 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.8701 to 324.8717, and technical assistance in implementing conservation grants available under the federal farm bill of 2018.

Sec. 1-602. The department shall report on the previous calendar year's activities of the environmental stewardship division. The report shall be transmitted to the subcommittees, the fiscal agencies, and the state budget office and posted to the department's website on or before April 1 of each year.

Sec. 1-604. The department may receive and expend federal revenues up to a total of \$1,000,000.00 in excess of the federal revenue appropriated in section 107 of part 1 for environmental stewardship and MAEAP activities. The department shall notify the subcommittees, the fiscal agencies, and the state budget office prior to expending federal revenues authorized under this section.

Sec. 1-608. (1) The appropriations in part 1 for the qualified forest program are for the purpose of increasing the knowledge of nonindustrial private forestland owners of sound forest management practices and increasing the amount of commercial timber production



1 from those lands.

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

5 Sec. 1-609. (1) The appropriations in part 1 for local conservation districts shall  
6 be distributed in equal amounts to local conservation districts in this state that were in  
7 operation as of April 15, 2021.

8 (2) On or before March 1, 2023, the department shall report on the previous calendar  
9 year's activities of local conservation districts. The report shall include descriptions of  
10 local conservation district activities and funding, including uses of appropriations made  
11 in part 1. In preparing this report, the department shall coordinate with representatives  
12 of local conservation districts. The report shall be transmitted to the subcommittees, the  
13 fiscal agencies, and the state budget office and posted to the department's website.

14  
15 **LABORATORY SERVICES**

16 Sec. 1-651. The department shall report on the previous calendar year's activities  
17 of the laboratory division. The report shall be transmitted to the subcommittees, the  
18 fiscal agencies, and the state budget office and posted to the department's website on or  
19 before April 1 of each year.

20  
21 **AGRICULTURE DEVELOPMENT**

22 Sec. 1-701. (1) From the funds appropriated in part 1 for the food and agriculture  
23 investment program, the department shall establish and administer a food and agriculture  
24 investment program.

25 (2) The food and agriculture investment program shall expand the Michigan food and  
26 agriculture sector, grow Michigan exports, promote the development of value-added  
27 agricultural production, food hubs, food incubators, and community-based processing  
28 facilities with a focus on new and expanding protein processors, and the expansion of farm

1 markets and urban agriculture, including promotion of hoop houses, and increase food  
2 processing activities within the state by accelerating projects and infrastructure  
3 development that support growth in the food and agriculture processing industry.

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

6 (4) Before the allocation of funding, all projects shall receive approval from the  
7 Michigan commission of agriculture and rural development, except for projects selected  
8 through a competitive process by a joint evaluation committee selected by the director and  
9 consisting of representatives that have agriculture, business, and economic development  
10 expertise. Projects funded through the food and agriculture investment program will be  
11 required to have a grant agreement that outlines milestones and activities that must be met  
12 in order to receive a disbursement of funds. Projects must also identify measurable project  
13 outcomes.

14 (5) The department shall include in the agriculture development annual report a  
15 report on the food and agriculture investment program for the previous fiscal year that  
16 includes a listing of the grantees, award amounts, match funding, project locations, and  
17 project outcomes.

18 (6) The food and agriculture investment program shall be administered by the  
19 department and provide support for food and agriculture projects that will enable growth in  
20 the industry and this state's economy.

21 (7) The unexpended funds appropriated in part 1 for the food and agriculture  
22 investment program 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 for promoting and expanding the Michigan food and  
28 agriculture sector, grow Michigan exports, and increase food processing activities within

1 the state.

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

4 (c) The estimated cost of this project is \$2,472,600.00

5 (d) The tentative completion date for the work project is September 30, 2025.

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

8 (a) Grants.

9 (b) Loans or loan guarantees.

10 (c) Infrastructure development.

11 (d) Other economic assistance.

12 (e) Program administration.

13 (f) Export assistance.

14 (9) The department shall expend no more than 5% from the funds appropriated in part  
15 1 for the food and agriculture investment program for administrative purposes.

16 Sec. 1-702. The department shall work with the rural development fund board to  
17 establish a process and criteria for funding projects as well as establishing metrics and  
18 measurable outcomes for the program. Funds appropriated from the rural development fund  
19 grant program shall be used in accordance with the provisions of the rural development fund  
20 act, 2012 PA 411, MCL 286.941 to 286.947.

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

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

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

1 (b) Notify recipients of food assistance program benefits about the double up food  
2 bucks program that is administered by the fair food network. Food assistance program  
3 recipients shall receive information about the double up food bucks program, including  
4 information that explains that when program recipients spend up to \$20.00 at participating  
5 farmer's markets and grocery stores, the recipient can receive an additional \$20.00 to buy  
6 Michigan produce.

7 (3) The department shall work with the fair food network to expand access to the  
8 double up food bucks program in each of the state's counties with grocery stores or  
9 farmer's markets that meet the program's eligibility requirements.

10 (4) On or before June 1, 2023 the department shall submit a report on activities and  
11 outcomes of the double up food bucks program to the house and senate appropriations  
12 subcommittees on agriculture and rural development and the fiscal agencies. The report  
13 shall contain all of the following:

14 (a) Counties in this state with participating double up food bucks vendors the  
15 number of vendors by county, and the name and location of vendors, as of May 1, 2022.

16 (b) Counties in this state with participating double up food bucks vendors, the  
17 number of vendors by county, and the name and location of vendors, as of May 1, 2023. The  
18 report shall highlight counties and vendors added to the program since May 1, 2022.

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

20 Sec. 1-706. (1) The department shall report on the previous calendar year's  
21 activities of the agriculture development division. The report shall be transmitted to the  
22 subcommittees, the fiscal agencies, and the state budget office and posted to the  
23 department's website on or before April 1 of each year.

24 (2) The report shall include the following information on any grants awarded during  
25 the prior fiscal year:

26 (a) The name of the grantee.

27 (b) The amount of the grant.

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

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

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

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

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

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

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

Sec. 1-707. The unexpended industry support fund revenues at the end of the fiscal year may be carried forward into the industry support fund in the succeeding fiscal year and shall not lapse to the general fund.

#### **FAIRS AND EXPOSITIONS**

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

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

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

(b) Up to \$495,000.00 shall be allocated to the purses and supplements - fairs/licensed tracks line item.

(c) Any remaining funds collected through September 30, 2023, after the obligations in subdivisions (a) and (b) have been met, shall be prorated equally among the supplements,

1 breeders' awards, and sire stakes awards to eligible race meeting licensees in accordance  
2 with section 20 of the horse racing law of 1995, 1995 PA 279, MCL 431.320.

3 Sec. 1-805. (1) The department shall establish and administer a county fairs, shows,  
4 and expositions grant program. The program shall have the following objectives:

5 (a) Assist in the promotion of building improvements or other capital improvements  
6 at county fairgrounds of the state.

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

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

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

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

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

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

27 (7) The unexpended funds appropriated in part 1 for county fairs, shows, and  
28 expositions are designated as a work project appropriation, and any unencumbered or

unallotted funds shall not lapse at the end of the year and shall be available for expenditures for projects under this section until the projects have been completed. The following is in compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.145a:

(a) The purpose of the project is for supporting building improvements or other capital improvements at county fairgrounds of the state.

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

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

(d) The tentative completion date for the work project is September 30, 2025.

(8) The department shall provide a year-end report on the county fairs, shows, and expositions grants no later than December 1, 2023 to the subcommittees, the fiscal agencies, and the state budget director that includes a listing of the grantees, award amounts, match funding, and project outcomes.

#### **ONE-TIME APPROPRIATIONS**

Sec. 1-900. (1) From the funds appropriated in part 1 for the Office of Rural Development, the department shall establish a grant program to support community activities, including but not limited to enhancing or elevating broadband, housing, infrastructure, education, workforce development and address other needs uniquely experienced in rural areas of Michigan.

(2) From the funds in part 1, the department may increase capacity by a total of 3.0 FTE positions (limited term) to administer the program.

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

1 (a) The purpose of the project is for supporting rural communities.

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

4 (c) The estimated cost of this project is \$10,000,000.00.

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

6 Sec. 1-901. (1) From the funds appropriated in part 1 for the economic development  
7 for food and agriculture industries program, the department shall establish a grant program  
8 to support the food supply chain from Michigan farms and improve food safety and security  
9 in Michigan.

10 (2) From the funds appropriated in part 1, the department may increase capacity by a  
11 total of 8.0 FTE positions (limited term) to administer the program.

12 (3) The unexpended funds appropriated in part 1 for the economic development for  
13 food and agriculture industries program are designated as a work project appropriation, and  
14 any unencumbered or unallotted funds shall not lapse at the end of the fiscal year and  
15 shall be available for expenditures for projects under this section until the projects have  
16 been completed. The following is in compliance with section 451a of the management and  
17 budget act, 1984 PA 431, MCL 18.1451a:

18 (a) The purpose of the project is for stabilizing and accelerating the food supply  
19 chain while significantly increasing food security and reducing environmental risk in  
20 Michigan.

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

23 (c) The estimated cost of this project is \$30,000,000.00.

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



**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, 2023, and are anticipated to be appropriated for the fiscal year ending September 30, 2024, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

**DEPARTMENT OF ATTORNEY GENERAL**

**APPROPRIATION SUMMARY**

Full-time equated unclassified positions .....	6.0	6.0
Full-time equated classified positions .....	549.9	549.9
<b>GROSS APPROPRIATION .....</b>	<b>\$ 126,888,000</b>	<b>\$ 111,888,000</b>
Total interdepartmental grants and interdepartmental transfers .....	35,954,600	35,954,600
<b>ADJUSTED GROSS APPROPRIATION .....</b>	<b>\$ 90,933,400</b>	<b>\$ 75,933,400</b>
Total federal revenues .....	10,101,900	10,101,900
Total local revenues .....	0	0
Total private revenues .....	0	0
Total other state restricted revenues .....	20,786,700	20,786,700
State general fund/general purpose .....	\$ 60,044,800	\$ 45,044,800
<i>State general fund/general purpose schedule:</i>		
<i>Ongoing state general fund/general purpose .....</i>	<i>45,044,800</i>	<i>45,044,800</i>
<i>One-time state general fund/general purpose .....</i>	<i>15,000,000</i>	<i>0</i>

**Sec. 2-102. ATTORNEY GENERAL OPERATIONS**

Full-time equated unclassified positions .....	6.0	6.0
Full-time equated classified positions .....	549.9	549.9

1	Attorney general-1.0 FTE position .....	\$	112,500	\$	112,500
2	Unclassified salaries-5.0 FTE positions .....		900,300		900,300
3	Child support enforcement-25.0 FTE positions .....		3,753,400		3,753,400
4	Operations-504.9 FTE positions .....		100,438,100		100,438,100
5	Prosecuting attorneys coordinating council-14.0 FTE				
6	positions .....		2,678,100		2,678,100
7	Public safety initiative-1.0 FTE position .....		888,600		888,600
8	Sexual assault law enforcement-5.0 FTE positions .....		1,465,000		1,465,000
9	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>110,236,000</b>	<b>\$</b>	<b>110,236,000</b>
10	Appropriated from:				
11	Interdepartmental grant revenues:				
12	IDG from department of corrections .....		714,800		714,800
13	IDG from department of education .....		805,700		805,700
14	IDG from department of environment, great lakes, and				
15	energy .....		2,182,000		2,182,000
16	IDG from department of health and human services .....		8,094,300		8,094,300
17	IDG from department of insurance and financial				
18	services .....		1,244,400		1,244,400
19	IDG from department of labor and economic opportunity		1,747,200		1,747,200
20	IDG from department of licensing and regulatory				
21	affairs .....		7,679,900		7,679,900
22	IDG from department of military and veterans affairs .		177,500		177,500
23	IDG from department of state .....		45,000		45,000
24	IDG from department of state police .....		282,700		282,700
25	IDG from department of technology, management and				
26	budget .....		3,013,500		3,013,500
27	IDG from department of transportation .....		2,474,000		2,474,000
28	IDG from department of treasury .....		7,493,600		7,493,600

1	Federal revenues:			
2	Other federal revenues .....	10,101,900		10,101,900
3	Special revenue funds:			
4	Michigan merit award trust fund .....	530,800		530,800
5	Other state restricted revenues .....	20,255,900		20,255,900
6	State general fund/general purpose .....	\$ 43,392,800	\$	43,392,800
7	<b>Sec. 2-103. INFORMATION TECHNOLOGY</b>			
8	Information technology services and projects .....	\$ 1,652,000	\$	1,652,000
9	<b>GROSS APPROPRIATION .....</b>	<b>\$ 1,652,000</b>	<b>\$</b>	<b>1,652,000</b>
10	Appropriated from:			
11	Special revenue funds:			
12	State general fund/general purpose .....	\$ 1,652,000	\$	1,652,000
13	<b>Sec. 2-104. ONE-TIME APPROPRIATIONS</b>			
14	Job court .....	\$ 5,000,000	\$	0
15	Prosecuting attorneys association of Michigan digital			
16	evidence storage .....	10,000,000		0
17	<b>GROSS APPROPRIATION .....</b>	<b>\$ 15,000,000</b>	<b>\$</b>	<b>0</b>
18	Appropriated from:			
19	Special revenue funds:			
20	State general fund/general purpose .....	\$ 15,000,000	\$	0
21				
22	PART 2			
23	PROVISIONS CONCERNING APPROPRIATIONS			
24	FISCAL YEAR 2023			
25				
26	<b><u>GENERAL SECTIONS</u></b>			
27	Sec. 2-201. Pursuant to section 30 of article IX of the state constitution of 1963,			
28	total state spending from state sources under part 1 for the fiscal year 2023 is			

1 \$80,831,500.00 and state spending from state sources to be paid to local units of  
2 government for fiscal year 2023 is \$0.00.

3 Sec. 2-202. 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. 2-203. As used in this article:

6 (a) "Department" means the department of attorney general.

7 (b) "Director" means the director of the department.

8 (c) "FTE" means full-time equated.

9 (d) "IDG" means interdepartmental grant.

10 (e) "DNA" means deoxyribonucleic acid.

11 (f) "PFAS" means Perfluoroalkyl and polyfluoroalkyl substances.

12 Sec. 2-204. The departments and agencies receiving appropriations in part 1 shall  
13 use the Internet to fulfill the reporting requirements of this article. This requirement  
14 shall include transmission of reports via Email to the recipients identified for each  
15 reporting requirement, or it shall include placement of reports on an Internet site.

16 Sec. 2-205. To the extent permissible under MCL 18.1261:

17 (a) Funds appropriated in part 1 must not be used for the purchase of foreign goods  
18 or services, or both, if competitively priced and of comparable quality American goods or  
19 services, or both, are available.

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

22 (c) In addition, preference must be given to goods or services, or both, that are  
23 manufactured or provided by Michigan businesses owned and operated by veterans, if they are  
24 competitively priced and of comparable quality.

25 Sec. 2-206. To the extent permissible under the management and budget act, the  
26 director shall take all reasonable steps to ensure businesses in deprived and depressed  
27 communities compete for and perform contracts to provide services or supplies, or both. The  
28 director shall strongly encourage firms with which the department contracts to subcontract

1 with certified businesses in depressed and deprived communities for services, supplies, or  
2 both.

3 Sec. 2-207. Consistent with MCL 18.1217, the departments and agencies receiving  
4 appropriations in part 1 shall prepare a report on out-of-state travel expenses not later  
5 than January 1 of each year. The travel report shall be a listing of all travel by  
6 classified and unclassified employees outside this state in the immediately preceding  
7 fiscal year that was funded in whole or in part with funds appropriated in the department's  
8 budget. The report shall be submitted to the senate and house appropriations committees,  
9 the house and senate fiscal agencies, and the state budget director. The report shall  
10 include the following information:

11 (a) The dates of each travel occurrence.

12 (b) The transportation and related costs of each travel occurrence, including the  
13 proportion funded with state general fund/general purpose revenues, the proportion funded  
14 with state restricted revenues, the proportion funded with federal revenues, and the  
15 proportion funded with other revenues.

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

21 Sec. 2-209. Not later than December 31, the state budget office shall prepare and  
22 transmit a report that provides for estimates of the total general fund/general purpose  
23 appropriation lapses at the close of the prior fiscal year. This report shall summarize the  
24 projected year-end general fund/general purpose appropriation lapses by major departmental  
25 program or program areas. The report shall be transmitted to the chairpersons of the senate  
26 and house appropriations committees and the senate and house fiscal agencies.

27 Sec. 2-210. (1) In addition to the funds appropriated in part 1, there is  
28 appropriated an amount not to exceed \$750,000.00 for federal contingency funds. These funds

are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

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

Sec. 2-211. From the funds appropriated in part 1, the department shall provide to the department of technology, management and budget information sufficient to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

(a) Fiscal year-to-date expenditures by category.

(b) Fiscal year-to-date expenditures by appropriation unit.

(c) Fiscal year-to-date payments to a selected vendor, including the vendor name, payment date, payment amount, and payment description.

(d) The number of active department employees by job classification.

(e) Job specifications and wage rates.

Sec. 2-212. Within 14 days after the release of the executive budget recommendation, the department shall provide to the state budget office information sufficient to provide the senate and house appropriations chairs, the senate and house appropriations

subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2022 and September 30, 2023.

Sec. 2-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks, and regularly updates key metrics that are used to monitor and improve the department's performance.

Sec. 2-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2023 are estimated at \$17,285,100.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at \$10,494,300.00. Total agency appropriations for retiree health care legacy costs are estimated at \$6,790,800.00.

#### **DEPARTMENT OF ATTORNEY GENERAL**

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

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

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

Sec. 2-303. The attorney general may sell copies of the biennial report in excess of the 350 copies that the attorney general may distribute on a gratis basis. Gratis copies shall not be provided to members of the legislature. Electronic copies of biennial reports

1 shall be made available on the department of attorney general's website. The attorney  
2 general shall sell copies of the report at not less than the actual cost of the report and  
3 shall deposit the money received into the general fund.

4 Sec. 2-304. The department of attorney general is responsible for the legal  
5 representation for state of Michigan state employee worker's disability compensation cases.  
6 The risk management revolving fund revenue appropriation in part 1 is to be satisfied by  
7 billings from the department of attorney general for the actual costs of legal  
8 representation, including salaries and support costs.

9 Sec. 2-305. In addition to the funds appropriated in part 1, not more than  
10 \$400,000.00 shall be reimbursed per fiscal year for food stamp fraud cases heard by the  
11 third circuit court of Wayne County that were initiated by the department of attorney  
12 general pursuant to the existing contract between the department of health and human  
13 services, the Prosecuting Attorneys Association of Michigan, and the department of attorney  
14 general. The source of this funding is money earned by the department of attorney general  
15 under the agreement after the allowance for reimbursement to the department of attorney  
16 general for costs associated with the prosecution of food stamp fraud cases. It is  
17 recognized that the federal funds are earned by the department of attorney general for its  
18 documented progress on the prosecution of food stamp fraud cases according to the United  
19 States Department of Agriculture regulations and that, once earned by this state, the funds  
20 become state funds.

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

24 Sec. 2-307. (1) In addition to the antitrust revenues in part 1, antitrust,  
25 securities fraud, consumer protection or class action enforcement revenues, or attorney  
26 fees recovered by the department, not to exceed \$250,000.00, are appropriated to the  
27 department for antitrust, securities fraud, and consumer protection or class action  
28 enforcement cases.



1           (2) Any unexpended funds from antitrust, securities fraud, or consumer protection or  
2 class action enforcement revenues at the end of the fiscal year, including antitrust funds  
3 in part 1, may be carried forward for expenditure in the following fiscal year up to the  
4 maximum authorization of \$250,000.00.

5           (3) The attorney general's office shall make available upon request information  
6 detailing the amount of revenue from subsection (1) recovered by the attorney general,  
7 including a description of the source of the revenue and the carryforward amount.

8           Sec. 2-308. (1) In addition to the funds appropriated in part 1, there is  
9 appropriated up to \$500,000.00 from litigation expense reimbursements awarded to the state.

10           (2) The funds may be expended for the payment of court judgments, settlements,  
11 arbitration awards or other administrative and litigation decisions, attorney fees, and  
12 litigation costs, assessed against the office of the governor, the department of the  
13 attorney general, the governor, or the attorney general when acting in an official capacity  
14 as the named party in litigation against the state. The funds may also be expended for the  
15 payment of state costs incurred under section 16 of chapter X of the code of criminal  
16 procedure, 1927 PA 175, MCL 770.16.

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

19           Sec. 2-309. (1) From the prisoner reimbursement funds appropriated in part 1, the  
20 department may spend up to \$564,100.00 on activities related to the state correctional  
21 facility reimbursement act, 1935 PA 253, MCL 800.401 to 800.406. In addition to the funds  
22 appropriated in part 1, if the department collects in excess of \$1,131,000.00 in gross  
23 annual prisoner reimbursement receipts provided to the general fund, the excess, up to a  
24 maximum of \$1,000,000.00, is appropriated to the department of attorney general and may be  
25 spent on the representation of the department of corrections and its officers, employees,  
26 and agents, including, but not limited to, the defense of litigation against the state, its  
27 departments, officers, employees, or agents in civil actions filed by prisoners.

28           (2) The attorney general's office shall make available upon request information on

1 the dollar amount of prisoner reimbursements collected from subsection (1) as well as  
2 descriptions of all expenditures made from the reimbursements, including what activities  
3 related to the state correctional facility reimbursement act, 1935 PA 253, MCL 800.401 to  
4 800.406, funds were spent on.

5 Sec. 2-309a. Not later than March 1, the department of attorney general must report  
6 to the house and senate appropriations subcommittees with jurisdiction over the budget of  
7 the department of corrections, and the house and senate fiscal agencies, the total amount  
8 of reimbursements received under section 6 of the state correctional facility reimbursement  
9 act, 1935 PA 253, MCL 800.406, the amount paid to conduct the investigations from these  
10 reimbursements, and the amount credited to the general fund from these reimbursements.

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

15 (2) The attorney general or his or her designee shall, to the extent allowable under  
16 federal law, have access to any information used by the state to locate parents who fail to  
17 pay court-ordered child support.

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

22 Sec. 2-313. The department of attorney general must submit a quarterly report to the  
23 house and senate standing committees on appropriations, the house and senate appropriations  
24 subcommittees on general government, the house and senate fiscal agencies, and the state  
25 budget office, regarding the lawsuit settlement proceeds fund that includes all of the  
26 following:

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

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

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

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

7 Sec. 2-314. (1) From the lawsuit settlement proceeds fund appropriated in part 1,  
8 the department may spend the funds for the costs of all associated expenses related to the  
9 declaration of emergency due to drinking water contamination up to \$2,667,100.00.

10 (2) The attorney general's office must submit a quarterly report to the house and  
11 senate standing committees on appropriations, the house and senate appropriations  
12 subcommittees on general government, the senate and house fiscal agencies, and the state  
13 budget director, detailing how funds in subsection (1) and all other currently and  
14 previously budgeted funds associated with legal costs pertaining to the Flint water  
15 declaration of emergency were expended. The report must itemize expenditures by case,  
16 purpose, hourly rate of retained attorney, and department involved.

17 (3) As a condition of receiving funds appropriated in part 1, the attorney general  
18 must not retain the services of an outside counsel associated with the declaration of  
19 emergency due to drinking water contamination at an hourly rate of more than \$250.00 unless  
20 all reporting requirements under subsection (2) are satisfied.

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

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

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

28 (c) To provide victim services.

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

3 (a) The number of sexual assault kits across this state that remain untested as of  
4 January 31.

5 (b) A detailed work plan outlining the department's action plan to eliminate all  
6 outstanding sexual assault kits and the time frame for completion of testing of all  
7 untested sexual assault kits.

8 (c) A detailed work and spending plan outlining anticipated litigation action and  
9 expenditures resulting from findings of the sexual assault kit testing. The report shall be  
10 submitted to the state budget office, the senate and house fiscal agencies, and the senate  
11 and house of representatives standing committees on appropriations subcommittees on general  
12 government.

13 (3) Any funds remaining after the department has met the obligations required under  
14 subsection (1) may be used for the purpose of retesting any previously tested sexual  
15 assault kits across this state using currently available DNA testing. Funds only may be  
16 used for DNA testing on previously tested kits that were not tested for DNA. If there are  
17 remaining untested sexual assault kits on January 31, 2023, funds appropriated in part 1  
18 shall only be used for the testing of those kits.

19 Sec. 2-317. (1) The department of attorney general shall report all legal costs and  
20 associated expenses related to the declaration of emergency due to drinking water  
21 contamination, and the investigations and any resulting prosecutions, for publication in  
22 the Flint water emergency-financial and activities tracking and reporting document that is  
23 posted by the state budget director on the public website, michigan.gov/flintwater. The  
24 tracking and reporting documents shall include the budget line item source for each  
25 expenditure.

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

1           Sec. 2-319. From the funds appropriated in part 1, the attorney general shall  
2 provide a quarterly report on the wrongful imprisonment compensation fund to the  
3 chairpersons of the appropriations subcommittees on general government, the senate and  
4 house fiscal agencies, and the state budget director. The report shall include at least the  
5 following:

6           (a) All payments made from the wrongful imprisonment fund in the previous quarter,  
7 including if the payment is part of a new settlement or part of an installment plan.

8           (b) Any settlements that have been decided, but have yet to receive a payment.

9           (c) The number of known cases seeking a settlement, but do not have a final  
10 judgment, and the dollar amount of each potential payment for these known cases.

11           (d) The balance of the wrongful imprisonment fund at the end of the previous  
12 quarter.

13           Sec. 2-320. From the funds appropriated in part 1, the department of attorney  
14 general shall do all of the following:

15           (a) Notify the appropriation chairs and fiscal agencies of all lawsuit settlements  
16 with a fiscal impact of \$2,000,000.00 or more no later than 10 days after a settlement is  
17 reached.

18           (b) Enforce the laws of this state.

19           Sec. 2-322. (1) The department must provide a quarterly report to the chairpersons  
20 of the appropriations subcommittees on general government, the house and senate fiscal  
21 agencies, and the state budget director on the total dollar expenditure amount related to  
22 each of the following department initiatives and activities:

23           (a) Catholic church investigation.

24           (b) Elder abuse task force.

25           (c) Conviction integrity unit.

26           (d) Opioid litigation.

27           (e) Hate crimes unit.

28           (f) Payroll fraud enforcement unit.

1 (g) PFAS contamination.

2 (h) Human trafficking.

3 (i) Robocall enforcement.

4 (2) For each expenditure required under subsection (1) the report must include the  
5 dollar amount spent by line item appropriation and fund source.

6 Sec. 2-324. Not later than September 30, 2023, the department of attorney general  
7 must make available to the public on its website a report on the activities and findings,  
8 since April 1, 2019, of the payroll fraud enforcement unit. Information in the report must  
9 include, but is not limited to, a listing of each complaint received by the unit, what  
10 enforcement action, if any, was taken, and what complaints were not subject to any action  
11 being taken by the department. The report must also be submitted to the house and senate  
12 appropriations committees, the house and senate appropriations subcommittees on general  
13 government, the state budget office, and the house and senate fiscal agencies. In the event  
14 the payroll fraud enforcement unit requests another department or agency investigate the  
15 validity of a report received, or if they refer a complaint to another department or  
16 agency, the office of attorney general shall request those departments or agencies to  
17 report back on their findings so that the department of attorney general can comply with  
18 this section.

**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, 2023, and are anticipated to be appropriated for the fiscal year ending September 30, 2024, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

**DEPARTMENT OF CIVIL RIGHTS****APPROPRIATION SUMMARY**

Full-time equated unclassified positions .....	6.0	6.0
Full-time equated classified positions .....	109.0	109.0
<b>GROSS APPROPRIATION .....</b>	<b>\$ 21,601,600</b>	<b>\$ 17,949,700</b>
Total interdepartmental grants and interdepartmental transfers .....	0	0
<b>ADJUSTED GROSS APPROPRIATION .....</b>	<b>\$ 21,601,600</b>	<b>\$ 17,949,700</b>
Total federal revenues .....	2,890,900	2,890,900
Total local revenues .....	0	0
Total private revenues .....	18,700	18,700
Total other state restricted revenues .....	58,500	58,500
State general fund/general purpose .....	\$ 18,633,500	\$ 14,981,600
<i>State general fund/general purpose schedule:</i>		
<i>Ongoing state general fund/general purpose .....</i>	<i>14,981,600</i>	<i>14,981,600</i>
<i>One-time state general fund/general purpose .....</i>	<i>3,651,900</i>	<i>0</i>
<b>Sec. 3-102. CIVIL RIGHTS OPERATIONS</b>		
Full-time equated unclassified positions .....	6.0	6.0
Full-time equated classified positions .....	109.0	109.0

1	Unclassified salaries-6.0 FTE positions .....	\$	788,500	\$	788,500
2	Complaint investigation and enforcement-53.0 FTE				
3	positions .....		7,906,700		7,906,700
4	Division on deaf, deafblind, and hard of hearing-6.0				
5	FTE positions .....		741,400		741,400
6	Executive office-23.0 FTE positions .....		2,980,900		2,980,900
7	Law and policy-15.0 FTE positions .....		1,543,500		1,543,500
8	Museums support .....		1,500,000		1,500,000
9	Public affairs-12.0 FTE positions .....		<u>1,718,400</u>		<u>1,718,400</u>
10	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>17,179,400</b>	<b>\$</b>	<b>17,179,400</b>
11	Appropriated from:				
12	Federal revenues:				
13	Other federal revenues .....		2,875,900		2,875,900
14	Special revenue funds:				
15	Private revenues .....		18,700		18,700
16	Other state restricted revenues .....		58,500		58,500
17	State general fund/general purpose .....	\$	14,226,300	\$	14,226,300
18	<b>Sec. 3-103. INFORMATION TECHNOLOGY</b>				
19	Information technology services and projects .....	\$	<u>770,300</u>	\$	<u>770,300</u>
20	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>770,300</b>	<b>\$</b>	<b>770,300</b>
21	Appropriated from:				
22	Federal revenues:				
23	Other federal revenues .....		15,000		15,000
24	Special revenue funds:				
25	State general fund/general purpose .....	\$	755,300	\$	755,300
26	<b>Sec. 3-104. ONE-TIME APPROPRIATIONS</b>				
27	Complaint investigation and enforcement .....	\$	3,151,900	\$	0
28	Native American boarding school study .....		<u>500,000</u>		<u>0</u>



GROSS APPROPRIATION .....	\$	3,651,900	\$	0
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Appropriated from:

Special revenue funds:

State general fund/general purpose .....	\$	3,651,900	\$	0
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## PART 2

## PROVISIONS CONCERNING APPROPRIATIONS

## FISCAL YEAR 2023

## 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 2023 is \$18,692,000.00 and state spending from state sources to be paid to local units of government for fiscal year 2023 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.

Sec. 3-204. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this article. This requirement shall include transmission of reports via Email to the recipients identified for each reporting requirement, or it shall include placement of reports on an Internet site.

Sec. 3-205. To the extent permissible under MCL 18.1261:

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

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

6 Sec. 3-206. To the extent permissible under the management and budget act, the  
7 director shall take all reasonable steps to ensure businesses in deprived and depressed  
8 communities compete for and perform contracts to provide services or supplies, or both. The  
9 director shall strongly encourage firms with which the department contracts to subcontract  
10 with certified businesses in depressed and deprived communities for services, supplies, or  
11 both.

12 Sec. 3-207. Consistent with MCL 18.1217, the departments and agencies receiving  
13 appropriations in part 1 shall prepare a report on out-of-state travel expenses not later  
14 than January 1 of each year. The travel report shall be a listing of all travel by  
15 classified and unclassified employees outside this state in the immediately preceding  
16 fiscal year that was funded in whole or in part with funds appropriated in the department's  
17 budget. The report shall be submitted to the senate and house appropriations committees,  
18 the house and senate fiscal agencies, and the state budget director. The report shall  
19 include the following information:

20 (a) The dates of each travel occurrence.

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

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

1 authorizes.

2 Sec. 3-209. Not later than December 31, 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 report shall be transmitted to the chairpersons of the senate  
7 and house appropriations committees and the senate and house fiscal agencies.

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

17 Sec. 3-211. From the funds appropriated in part 1, the department shall provide to  
18 the department of technology, management and budget information sufficient to maintain a  
19 searchable website accessible by the public at no cost that includes, but is not limited  
20 to, all of the following for each department or agency:

21 (a) Fiscal year-to-date expenditures by category.

22 (b) Fiscal year-to-date expenditures by appropriation unit.

23 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,  
24 payment date, payment amount, and payment description.

25 (d) The number of active department employees by job classification.

26 (e) Job specifications and wage rates.

27 Sec. 3-212. Within 14 days after the release of the executive budget recommendation,  
28 the department shall provide to the state budget office information sufficient to provide

the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2022 and September 30, 2023.

Sec. 3-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks, and regularly updates key metrics that are used to monitor and improve the department's performance.

Sec. 3-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2023 are \$2,291,000.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at \$1,390,900.00. Total agency appropriations for retiree health care legacy costs are estimated at \$900,100.00.

#### **CIVIL RIGHTS OPERATIONS**

Sec. 3-402. (1) In addition to the appropriations contained in part 1, the department of civil rights may receive and expend funds from local or private sources, for all of the following purposes:

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

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

(c) The provision of copy material made available under freedom of information requests.

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

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

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

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

2 (2) The department of civil rights shall annually report to the state budget  
3 director, the senate and house of representatives standing committees on appropriations,  
4 the chairpersons of the relevant appropriations subcommittees, and the senate and house  
5 fiscal agencies the amount of funds received and expended for purposes authorized under  
6 this section.

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

11 Sec. 3-404. (1) The department of civil rights shall prepare and transmit a detailed  
12 report that includes, but is not limited to, the following information for the most recent  
13 fiscal year:

14 (a) A detailed description of the department operations.

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

18 (c) The number of complaints by type of complaint.

19 (d) The average cost of, and time expended, investigating complaints.

20 (e) The percentage of complaints that are meritorious and worthy of investigation or  
21 settlement and the percentage of complaints that have no merit.

22 (f) A listing of amounts awarded to claimants.

23 (g) Expenditures associated with complaint investigation and enforcement.

24 (h) A listing of complaint investigations closed per FTE position for each of the  
25 past 5 years.

26 (i) A listing of complaint evaluations completed per FTE position for each of the  
27 past 5 years.

28 (j) Productivity projections for the current fiscal year, including investigations

closed per FTE, complaint evaluations completed per FTE, and average time expended investigating complaints.

(k) Revenues and expenditures associated with section 403 of this part by local unit.

(2) The report required under subsection (1) shall be posted online and transmitted electronically not later than November 30 to the state budget director, the chairpersons of the senate and house of representatives standing committees on appropriations, the senate and house appropriations subcommittees on general government, and the senate and house fiscal agencies.

Sec. 3-405. The department of civil rights shall notify the state budget office, senate and house of representatives standing committees on appropriations, the chairpersons of the appropriations subcommittees on general government, and senate and house fiscal agencies prior to submitting a report or complaint to the United States Commission on Civil Rights or other federal departments.

Sec. 3-411. (1) From the funds appropriated in part 1 for museums support, \$500,000.00 shall be awarded to support an Arab-American museum located in a county with a population over 1,300,000 and in a city with a population between 97,000 and 500,000 according to the most recent federal decennial census.

(2) From the funds appropriated in part 1 for museums support, \$500,000.00 shall be awarded to support capital improvements to an African-American museum in a city with a population greater than 600,000 according to the most recent federal decennial census.

(3) From the funds appropriated in part 1 from museums support, \$500,000.00 shall be awarded to support a memorial center in a county with a population between 1,000,000 and 1,700,000 in a city with a population between 79,000 and 80,000 according to the most recent federal decennial census to expand educational access.

#### **ONE-TIME APPROPRIATIONS**

Sec. 3-412. From the appropriation contained in part 1 for an Indian Boarding School

1 study, a statewide study will be performed to research the number of Native American  
2 children forced to attend boarding schools in Michigan, the number of children who were  
3 abused, died, or went missing while at these schools, and the long-term impacts on these  
4 children and the families of children forced to attend such schools. The funds should be  
5 used to locate, analyze, and preserve records and should work in concert, when appropriate,  
6 with the Federal Indian Boarding School Initiative. The funds should also be used to  
7 interview boarding school survivors, their family members, and a broad cross-section of  
8 Michigan tribal representatives and experts specializing in duration, health, and children  
9 and families with the purpose of fully understanding the impacts of policies of Native  
10 American child removal. The study should finish no later than January 30, 2024, and shall  
11 provide a final report on findings and recommendations to be shared with the public and the  
12 state of Michigan.

13 Sec. 3-413. (1) From the one-time funds appropriated in part 1 for complaint  
14 investigation and enforcement, the department shall expand complaint investigation and  
15 enforcement to eliminate an ongoing backlog of housing, employment, law enforcement, public  
16 accommodation, and education cases.

17 (2) From the one-time funds appropriated in part 1, the department may increase  
18 capacity by a total of 25.0 FTE limited term positions to address the backlog cases.

19 (3) Unexpended funds appropriated in part 1 for complaint investigation and  
20 enforcement 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 projects under this section until the projects have been completed. The  
23 following is in compliance with section 451a(1) of the management and budget act, 1984 PA  
24 431, MCL 18.1451a:

25 (a) The purpose of the project is to eliminate a backlog of complaint investigation  
26 and enforcement cases.

27 (b) The project will be accomplished by hiring up to 25.0 FTE limited term  
28 positions.

- 1 (c) The estimated cost of this project is \$3,151,900.00.
- 2 (d) The tentative completion date for the work project is September 30, 2027.

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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, 2023, and are anticipated to be appropriated for the fiscal year ending September 30, 2024, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

**DEPARTMENT OF CORRECTIONS****APPROPRIATION SUMMARY**

Full-time equated unclassified positions .....	16.0	16.0
Full-time equated classified positions .....	13,498.4	13,498.4
<b>GROSS APPROPRIATION .....</b>	<b>\$ 2,139,968,000</b>	<b>\$ 2,084,968,000</b>
Total interdepartmental grants and interdepartmental transfers .....	0	0
<b>ADJUSTED GROSS APPROPRIATION .....</b>	<b>\$ 2,139,968,000</b>	<b>\$ 2,084,968,000</b>
Total federal revenues .....	5,148,400	5,148,400
Total local revenues .....	9,879,500	9,879,500
Total private revenues .....	0	0
Total other state restricted revenues .....	29,831,800	29,831,800
State general fund/general purpose .....	\$ 2,095,108,300	\$ 2,040,108,300
<i>State general fund/general purpose schedule:</i>		
<i>Ongoing state general fund/general purpose .....</i>	<i>2,040,108,300</i>	<i>2,040,108,300</i>
<i>One-time state general fund/general purpose .....</i>	<i>55,000,000</i>	<i>0</i>
<b>Sec. 4-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>		
Full-time equated unclassified positions .....	16.0	16.0
Full-time equated classified positions .....	355.0	355.0

1	Unclassified salaries-16.0 FTE positions .....	\$	2,142,100	\$	2,142,100
2	Administrative hearings officers .....		3,478,000		3,478,000
3	Budget and operations administration-266.0 FTE				
4	positions .....		38,091,600		38,091,600
5	Compensatory buyout and union leave bank .....		100		100
6	County jail reimbursement program .....		14,814,600		14,814,600
7	Employee wellness programming-6.0 FTE positions .....		2,021,400		2,021,400
8	Equipment and special maintenance .....		1,559,700		1,559,700
9	Executive direction-22.0 FTE positions .....		4,667,700		4,667,700
10	Judicial data warehouse user fees .....		50,600		50,600
11	New custody staff training .....		21,616,300		21,616,300
12	Prison industries operations-61.0 FTE positions .....		10,230,300		10,230,300
13	Property management .....		2,479,200		2,479,200
14	Prosecutorial and detainer expenses .....		4,801,000		4,801,000
15	Worker's compensation .....		12,991,700		12,991,700
16	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>118,944,300</b>	<b>\$</b>	<b>118,944,300</b>
17	Appropriated from:				
18	Federal revenues:				
19	Other federal revenues .....		674,700		674,700
20	Special revenue funds:				
21	Other state restricted revenues .....		16,851,900		16,851,900
22	State general fund/general purpose .....	\$	101,417,700	\$	101,417,700
23	<b>Sec. 4-103. OFFENDER SUCCESS ADMINISTRATION</b>				
24	Full-time equated classified positions .....		342.9		342.9
25	Community corrections comprehensive plans and services	\$	13,198,100	\$	13,198,100
26	Education/skilled trades/career readiness programs-				
27	264.9 FTE positions .....		39,100,400		39,100,400
28	Enhanced food technology program-11.0 FTE positions ..		1,640,000		1,640,000

1	Goodwill flip the script .....	1,250,000	1,250,000
2	Offender success federal grants .....	751,000	751,000
3	Offender success community partners .....	14,500,000	14,500,000
4	Offender success programming .....	16,122,800	16,122,800
5	Offender success services-67.0 FTE positions .....	17,545,600	17,545,600
6	Public safety initiative .....	4,000,000	4,000,000
7	Residential probation diversions .....	<u>16,575,500</u>	<u>16,575,500</u>
8	<b>GROSS APPROPRIATION .....</b>	<b>\$ 124,683,400</b>	<b>\$ 124,683,400</b>
9	Appropriated from:		
10	Federal revenues:		
11	Other federal revenues .....	2,350,400	2,350,400
12	Special revenue funds:		
13	State general fund/general purpose .....	\$ 122,333,000	\$ 122,333,000
14	<b>Sec. 4-104. FIELD OPERATIONS ADMINISTRATION</b>		
15	Full-time equated classified positions .....	1,880.5	1,880.5
16	Criminal justice reinvestment .....	\$ 3,748,400	\$ 3,748,400
17	Field operations-1,849.5 FTE positions .....	227,464,600	227,464,600
18	Parole board operations-31.0 FTE positions .....	3,942,800	3,942,800
19	Parole/probation services .....	940,000	940,000
20	Residential alternative to prison program .....	<u>1,500,000</u>	<u>1,500,000</u>
21	<b>GROSS APPROPRIATION .....</b>	<b>\$ 237,595,800</b>	<b>\$ 237,595,800</b>
22	Appropriated from:		
23	Special revenue funds:		
24	Local revenues .....	275,000	275,000
25	Other state restricted revenues .....	7,580,500	7,580,500
26	State general fund/general purpose .....	\$ 229,740,300	\$ 229,740,300
27	<b>Sec. 4-105. CORRECTIONAL FACILITIES ADMINISTRATION</b>		
28	Full-time equated classified positions .....	660.0	660.0

1	Central records-43.0 FTE positions .....	\$	4,904,400	\$	4,904,400
2	Correctional facilities administration-37.0 FTE				
3	positions .....		6,702,400		6,702,400
4	Housing inmates in federal institutions .....		511,000		511,000
5	Inmate housing fund .....		100		100
6	Inmate legal services .....		290,900		290,900
7	Leased beds and alternatives to leased beds .....		100		100
8	Prison food service-336.0 FTE positions .....		74,415,900		74,415,900
9	Prison store operations-33.0 FTE positions .....		3,472,500		3,472,500
10	Transportation-211.0 FTE positions .....		31,555,800		31,555,800
11	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>121,853,100</b>	<b>\$</b>	<b>121,853,100</b>
12	Appropriated from:				
13	Federal revenues:				
14	Other federal revenues .....		683,000		683,000
15	Special revenue funds:				
16	Other state restricted revenues .....		4,143,300		4,143,300
17	State general fund/general purpose .....	\$	117,026,800	\$	117,026,800
18	<b>Sec. 4-106. HEALTH CARE</b>				
19	Full-time equated classified positions .....		1,469.3		1,469.3
20	Clinical complexes-1,033.3 FTE positions .....	\$	154,703,900	\$	154,703,900
21	Health care administration-18.0 FTE positions .....		3,660,100		3,660,100
22	Healthy Michigan plan administration-12.0 FTE				
23	positions .....		1,019,000		1,019,000
24	Hepatitis C treatment .....		8,810,700		8,810,700
25	Interdepartmental grant to health and human services,				
26	eligibility specialists .....		120,200		120,200
27	Mental health and substance use treatment services-				
28	406.0 FTE positions .....		52,914,000		52,914,000

1	Prisoner health care services .....	94,793,600	94,793,600
2	Vaccination program .....	691,200	691,200
3	<b>GROSS APPROPRIATION .....</b>	<b>\$ 316,712,700</b>	<b>\$ 316,712,700</b>
4	Appropriated from:		
5	Federal revenues:		
6	Other federal revenues .....	405,500	405,500
7	Special revenue funds:		
8	Other state restricted revenues .....	257,200	257,200
9	State general fund/general purpose .....	\$ 316,050,000	\$ 316,050,000
10	<b>Sec. 4-107. CORRECTIONAL FACILITIES</b>		
11	Full-time equated classified positions.....	8,790.7	8,790.7
12	Alger Correctional Facility - Munising-259.0 FTE		
13	positions.....	\$ 32,785,600	\$ 32,785,600
14	Baraga Correctional Facility - Baraga-295.8 FTE		
15	positions.....	39,038,000	39,038,000
16	Bellamy Creek Correctional Facility - Ionia-392.2 FTE		
17	positions.....	47,952,000	47,952,000
18	Carson City Correctional Facility - Carson City-421.4		
19	FTE positions.....	52,521,700	52,521,700
20	Central Michigan Correctional Facility - St. Louis-		
21	386.6 FTE positions.....	49,518,200	49,518,200
22	Charles E. Egeler Correctional Facility - Jackson-		
23	386.6 FTE positions.....	49,282,900	49,282,900
24	Chippewa Correctional Facility - Kincheloe-443.6 FTE		
25	positions.....	55,403,800	55,403,800
26	Cooper Street Correctional Facility - Jackson-254.6		
27	FTE positions.....	31,773,300	31,773,300
28	Detroit Detention Center-75.8 FTE positions .....	9,604,500	9,604,500

1	Earnest C. Brooks Correctional Facility - Muskegon-		
2	248.2 FTE positions .....	32,733,100	32,733,100
3	G. Robert Cotton Correctional Facility - Jackson-		
4	396.0 FTE positions .....	48,836,300	48,836,300
5	Gus Harrison Correctional Facility - Adrian-443.6 FTE		
6	positions .....	54,123,800	54,123,800
7	Ionia Correctional Facility - Ionia-288.3 FTE		
8	positions .....	36,863,100	36,863,100
9	Kinross Correctional Facility - Kincheloe-258.6 FTE		
10	positions .....	35,253,100	35,253,100
11	Lakeland Correctional Facility - Coldwater-275.4 FTE		
12	positions .....	35,548,100	35,548,100
13	Macomb Correctional Facility - New Haven-313.3 FTE		
14	positions .....	40,421,100	40,421,100
15	Marquette Branch Prison - Marquette-319.7 FTE		
16	positions .....	40,821,000	40,821,000
17	Michigan Reformatory - Ionia-310.1 FTE positions .....	38,104,200	38,104,200
18	Muskegon Correctional Facility - Muskegon-208.0 FTE		
19	positions .....	28,472,700	28,472,700
20	Newberry Correctional Facility - Newberry-199.1 FTE		
21	positions .....	26,335,100	26,335,100
22	Oaks Correctional Facility - Eastlake-289.4 FTE		
23	positions .....	37,750,800	37,750,800
24	Parnall Correctional Facility - Jackson-266.1 FTE		
25	positions .....	31,673,400	31,673,400
26	Richard A. Handlon Correctional Facility - Ionia-		
27	258.0 FTE positions .....	33,662,700	33,662,700
28	Saginaw Correctional Facility - Freeland-276.9 FTE		

1	positions .....	35,767,400	35,767,400
2	Special alternative incarceration program - Jackson-		
3	26.2 FTE positions .....	5,206,400	5,206,400
4	St. Louis Correctional Facility - St. Louis-306.6 FTE		
5	positions .....	40,700,000	40,700,000
6	Thumb Correctional Facility - Lapeer-283.6 FTE		
7	positions .....	36,432,500	36,432,500
8	Womens Huron Valley Correctional Complex - Ypsilanti-		
9	505.1 FTE positions .....	63,863,000	63,863,000
10	Woodland Correctional Facility - Whitmore Lake-296.9		
11	FTE positions .....	39,396,200	39,396,200
12	Northern region administration and support-43.0 FTE		
13	positions .....	4,582,900	4,582,900
14	Southern region administration and support-63.0 FTE		
15	positions .....	<u>19,368,300</u>	<u>19,368,300</u>
16	<b>GROSS APPROPRIATION .....</b>	<b>\$ 1,133,795,200</b>	<b>\$ 1,133,795,200</b>
17	Appropriated from:		
18	Federal revenues:		
19	Other federal revenues .....	1,034,800	1,034,800
20	Special revenue funds:		
21	Local revenues .....	9,604,500	9,604,500
22	Other state restricted revenues .....	102,100	102,100
23	State general fund/general purpose .....	\$ 1,123,053,800	\$ 1,123,053,800
24	<b>Sec. 4-108. INFORMATION TECHNOLOGY</b>		
25	Information technology services and projects .....	\$ <u>31,383,500</u>	\$ <u>31,383,500</u>
26	<b>GROSS APPROPRIATION .....</b>	<b>\$ 31,383,500</b>	<b>\$ 31,383,500</b>
27	Appropriated from:		
28	Special revenue funds:		

1	Other state restricted revenues .....	896,800	896,800
2	State general fund/general purpose .....	\$ 30,486,700	\$ 30,486,700
3	<b>Sec. 4-109. ONE-TIME APPROPRIATIONS</b>		
4	Electronic prisoner-staff communications .....	\$ 30,000,000	\$ 0
5	John Does v. MDOC settlement agreement .....	15,000,000	0
6	Prisoner live tracking system .....	<u>10,000,000</u>	<u>0</u>
7	<b>GROSS APPROPRIATION .....</b>	<b>\$ 55,000,000</b>	<b>\$ 0</b>
8	Appropriated from:		
9	Special revenue funds:		
10	State general fund/general purpose .....	\$ 55,000,000	\$ 0
11			
12	PART 2		
13	PROVISIONS CONCERNING APPROPRIATIONS		
14	FISCAL YEAR 2023		
15			
16	<b><u>GENERAL SECTIONS</u></b>		
17	Sec. 4-201. Pursuant to section 30 of article IX of the state constitution of 1963,		
18	total state spending from state sources under part 1 for the fiscal year 2023 is		
19	\$2,124,940,100.00 and state spending from state sources to be paid to local units of		
20	government for fiscal year 2023 is \$124,615,400.00. The itemized statement below identifies		
21	appropriations from which spending to local units of government will occur:		
22	DEPARTMENT OF CORRECTIONS		
23	County jail reimbursement program .....	\$	14,814,600
24	Prosecutorial and detainer expenses .....		4,801,000
25	Community corrections comprehensive plans and services .....		13,198,100
26	Public safety initiative .....		4,000,000
27	Residential probation diversions .....		16,575,500
28	Field operations .....		69,726,100



1	Residential alternative to prison program.....	1,500,000
2	Leased beds and alternatives to leased beds .....	<u>100</u>
3	TOTAL .....	\$ 124,615,400

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

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

7       (a) "Administrative segregation" means confinement for maintenance of order or  
8 discipline to a cell or room apart from accommodations provided for inmates who are  
9 participating in programs of the facility.

10       (b) "Department" means the Michigan department of corrections.

11       (c) "Evidence-based" means a decision-making process that integrates the best  
12 available research, clinician expertise, and client characteristics.

13       (d) "Federally-qualified health center" means that term as defined in section  
14 1396d(1)(2)(B) of the social security act, 42 USC 1396d.

15       (e) "FTE" means full-time equated.

16       (f) "Jail" means a facility operated by a local unit of government for the physical  
17 detention and correction of persons charged with or convicted of criminal offenses.

18       (g) "Offender success" means that an offender has, with the support of the  
19 community, intervention of the field agent, and benefit of any participation in programs  
20 and treatment, made an adjustment while at liberty in the community such that the offender  
21 has not been sentenced to or returned to prison for the conviction of a new crime or the  
22 revocation of probation or parole.

23       (h) "Recidivism" means that term as defined in section 1 of 2017 PA 5, MCL 798.31.

24       (i) "Serious emotional disturbance" means that term as defined in section 100d(2) of  
25 the mental health code, 1974 PA 258, MCL 330.1100d.

26       (j) "Serious mental illness" means that term as defined in section 100d(3) of the  
27 mental health code, 1974 PA 258, MCL 330.1100d.

28       Sec. 4-204. The departments and agencies receiving appropriations in part 1 shall

1 use the Internet to fulfill the reporting requirements of this article. This requirement  
2 shall include transmission of reports via Email to the recipients identified for each  
3 reporting requirement, or it shall include placement of reports on an Internet site.

4 Sec. 4-205. To the extent permissible under MCL 18.1261:

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

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

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

13 Sec. 4-206. To the extent permissible under the management and budget act, the  
14 director shall take all reasonable steps to ensure businesses in deprived and depressed  
15 communities compete for and perform contracts to provide services or supplies, or both. The  
16 director shall strongly encourage firms with which the department contracts to subcontract  
17 with certified businesses in depressed and deprived communities for services, supplies, or  
18 both.

19 Sec. 4-207. Consistent with MCL 18.1217, the departments and agencies receiving  
20 appropriations in part 1 shall prepare a report on out-of-state travel expenses not later  
21 than January 1 of each year. The travel report shall be a listing of all travel by  
22 classified and unclassified employees outside this state in the immediately preceding  
23 fiscal year that was funded in whole or in part with funds appropriated in the department's  
24 budget. The report shall be submitted to the senate and house appropriations committees,  
25 the house and senate fiscal agencies, and the state budget director. The report shall  
26 include the following information:

27 (a) The dates of each travel occurrence.

28 (b) The transportation and related costs of each travel occurrence, including the

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

4 Sec. 4-208. 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. 4-209. Not later than December 31, 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 report shall be transmitted to the chairpersons of the senate  
14 and house appropriations committees and the senate and house fiscal agencies.

15 Sec. 4-210. (1) In addition to the funds appropriated in part 1, there is  
16 appropriated an amount not to exceed \$10,000,000.00 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 \$10,000,000.00 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 \$2,000,000.00 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

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

Sec. 4-211. From the funds appropriated in part 1, the department shall provide to the department of technology, management and budget information sufficient to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

(a) Fiscal year-to-date expenditures by category.

(b) Fiscal year-to-date expenditures by appropriation unit.

(c) Fiscal year-to-date payments to a selected vendor, including the vendor name, payment date, payment amount, and payment description.

(d) The number of active department employees by job classification.

(e) Job specifications and wage rates.

Sec. 4-212. Within 14 days after the release of the executive budget recommendation, the department shall provide to the state budget office information sufficient to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2022 and September 30, 2023.

Sec. 4-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks, and regularly updates key metrics that are used to monitor and improve the department's performance.

Sec. 4-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2023 are estimated at \$270,855,400.00. From this amount, total department appropriations for pension-related legacy costs are estimated at \$164,444,700.00. Total department appropriations for retiree health care legacy costs are estimated at \$106,410,700.00.

1           Sec. 4-220. The department may charge fees and collect revenues in excess of  
2           appropriations in part 1 not to exceed the cost of offender services and programming,  
3           employee meals, parolee loans, academic/vocational services, custody escorts, compassionate  
4           visits, union steward activities, and public works programs and services provided to local  
5           units of government or private nonprofit organizations. The revenues and fees collected are  
6           appropriated for all expenses associated with these services and activities.

7           Sec. 4-247. The department shall provide the state court administrative office data  
8           sufficient to administer the swift and sure sanctions program.

9           Sec. 4-248. Except as otherwise provided in this part, any report required to be  
10          provided by the department shall be submitted to the senate and house appropriations  
11          subcommittees on corrections, the senate and house fiscal agencies, the legislative  
12          corrections ombudsman, and the state budget office.

13  
14          DEPARTMENTAL ADMINISTRATION AND SUPPORT

15          Sec. 4-301. For 3 years after a felony offender is released from the department's  
16          jurisdiction, the department shall maintain the offender's file on the offender tracking  
17          information system and make it publicly accessible in the same manner as the file of the  
18          current offender. However, the department shall immediately remove the offender's file from  
19          the offender tracking information system upon determination that the offender was  
20          wrongfully convicted and the offender's file is not otherwise required to be maintained on  
21          the offender tracking information system.

22          Sec. 4-302. From the funds appropriated in part 1, the department shall submit a  
23          report by March 1 on the department's staff retention strategies.

24          Sec. 4-303. From the funds appropriated in part 1, the department shall submit a  
25          report by March 1 on the number of employee departures. The report must include the number  
26          of corrections officers that departed from employment at a state correctional facility in  
27          the immediately preceding fiscal year and the number of years they worked for the  
28          department. The report shall include a chart that shows the normal distribution of employee

1 departures in these positions based on years of service. Years of service shall be grouped  
2 into the following ranges: 1 to 3 years, 3 to 5 years, 5 to 10 years, 10 to 15 years, 15 to  
3 20 years, and 20 and more years. The department shall review all reasons for employee  
4 departures and summarize in the report the primary reasons for departure for each of the  
5 ranges of years of service based on the available responses. The report shall include a  
6 section that shows the distinction between recruits who are in-training at the academy that  
7 depart employment, recruits who are in-training at a facility that depart employment, and  
8 employees who have been on the job that depart employment.

9 Sec. 4-305. From the funds appropriated in part 1 for prosecutorial and detainer  
10 expenses, the department shall reimburse counties for housing and custody of parole  
11 violators and offenders being returned by the department from community placement who are  
12 available for return to institutional status and for prisoners who volunteer for placement  
13 in a county jail.

14 Sec. 4-306. The department shall provide fiduciary oversight of funds received under  
15 the local corrections officers training act, 2003 PA 125, MCL 791.531 to 791.546.

16 Sec. 4-307. The department shall issue an annual report for all vendor contracts  
17 with a value of \$500,000.00 or more and include all of the following:

18 (a) The original start date and the current expiration date of each contract.

19 (b) The number, if any, of contract compliance monitoring site visits completed by  
20 the department for each vendor.

21 (c) The number and amount of fines, if any, for service-level agreement  
22 noncompliance for each vendor broken down by area of noncompliance.

23 Sec. 4-308. From the funds appropriated in part 1, the department shall provide for  
24 the training of all custody staff in effective and safe ways of handling prisoners with  
25 mental illness and referring prisoners to mental health treatment programs. Mental health  
26 awareness training shall be incorporated into the training of new custody staff.

27 Sec. 4-310. (1) By March 1, the department shall provide a strategic plan update  
28 report that details the progress being made in achieving the strategic plan of the

1 department. The report shall contain updates on relevant strategic plan objectives, as well  
2 as key statistics and information about the department's efforts to decrease the overall  
3 recidivism rate and promote offender success by ensuring readiness to reenter society.

4 (2) Reports and studies related to the effectiveness of departmental programming  
5 created as part of a strategic plan objective shall be submitted to the recipients listed  
6 in Section 248, within 30 days of being received by or completed by the department.

7 Sec. 4-311. By December 1, the department shall provide a report on the Michigan  
8 state industries program that shall include, but not be limited to, the locations of the  
9 programs, the total number of participants at each location, a description of job duties  
10 and typical inmate schedules, the products that are produced, and how the program provides  
11 marketable skills that lead to employable outcomes after release from a department  
12 facility.

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

17 (2) By December 15, the department shall submit a report for the prior fiscal year  
18 on programs the department has established, the level of employee involvement, and  
19 expenditures made by the department for employee wellness programming.

20 Sec. 4-313. (1) From the funds appropriated in part 1 for new custody staff  
21 training, the department shall work to hire and train new corrections officers to address  
22 attrition of corrections officers and to decrease overtime costs.

23 (2) The department shall submit quarterly reports on new employee schools that shall  
24 include the following information for the immediately preceding fiscal quarter, and as much  
25 of the information as possible for the current and next fiscal year.

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

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

28 (c) The number of recruits that graduated from each employee school and continued

1 employment with the department.

2 Sec. 4-315. The department may establish agreements and exchange offender data with  
3 local, state, and federal agencies, law enforcement, community service and treatment  
4 providers, and research partners in order to improve offender success, reduce recidivism  
5 risk, and enhance public safety. This data sharing may include, but is not limited to,  
6 efforts to support the following:

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

9 (b) Establishing assistance program eligibility and participation.

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

12 (d) Providing ongoing cognitive and behavioral treatment programming in the  
13 community.

14 (e) Providing substance abuse testing and referrals for counseling services and  
15 treatment.

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

18 (g) Determining educational attainment and needs.

19 (h) Establishing accurate offender identification, criminal histories, and  
20 monitoring new criminal activity.

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

23 Sec. 4-317. From the funds appropriated in part 1, the department shall submit a  
24 status report on the corrections officer training academy on January 30 and June 30 to the  
25 joint capital outlay subcommittee and recipients listed in section 248. The report shall  
26 include, but not be limited to, the following:

27 (a) History of appropriations for the project, including appropriations made  
28 specifically for the project and appropriations made from other operating line items to



1 support project expenditures.

2 (b) Anticipated costs of the project, by phase.

3 (c) Actual expenditures made for the project by line item, fund source, fiscal year,  
4 and phase of the project, starting with initial expenditures.

5 (d) Any other information the department considers necessary.

6 Sec. 4-319. The department shall submit 3-year and 5-year prison population  
7 projection updates concurrent with submission of the executive budget recommendation. The  
8 report shall include explanations of the methodology and assumptions used in developing the  
9 projection updates.

10 Sec. 4-321. By June 30, the department shall place the statistical report from the  
11 immediately preceding calendar year on an internet site. The statistical report shall  
12 include, but not be limited to, the information as provided in the 2004 statistical report.

13 Sec. 4-323. The department shall measure the reincarceration recidivism rates of  
14 offenders based on available data.

15 Sec. 4-325. (1) The department shall administer a county jail reimbursement program  
16 from the funds appropriated in part 1 for the purpose of reimbursing counties for housing  
17 in jails certain felons who otherwise would have been sentenced to prison.

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

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

27 (b) The felon's minimum sentencing guidelines range minimum is more than 12 months  
28 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  
22 sentenced to the county jail and is either housed in a county jail, is in custody but is  
23 being housed at a hospital or medical facility for a medical or mental health purpose or  
24 has been released from jail and is being monitored through the use of the sheriff's  
25 electronic 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

1 documented requests for reimbursements are received. A request shall be considered to be  
2 properly documented if it meets departmental requirements for documentation. By October 15,  
3 the department shall distribute the documentation requirements to all counties.

4 (6) Any county that receives funding under this section for the purpose of housing  
5 in jails certain felons who otherwise would have been sentenced to prison shall, as a  
6 condition of receiving the funding, report by September 30 an annual average jail capacity  
7 and annual average jail occupancy for the immediately preceding fiscal year.

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

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

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

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

15 (d) The number of inmates sentenced to the custody of the sheriff under each of the  
16 3 categories: presumptive prison, group 1 crime, and group 2 crime in subsection (3).

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

19 (f) The total number of days inmates were in the custody of the sheriff under each  
20 of the 3 categories: presumptive prison, group 1 crime, and group 2 crime in subsection  
21 (3).

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

24 Sec. 4-327. (1) The department shall provide monthly email reports on prisoner  
25 populations by security levels by facility, prison facility capacities, and parolee and  
26 probationer populations.

27 (2) The department shall provide monthly email reports that shall include  
28 information on end-of-month prisoner populations in county jails, the net operating

capacity according to the most recent certification report, identified by date, the number of beds in currently closed housing units by facility, and end-of-month data, year-to-date data, and comparisons to the prior year for the following:

(a) Community residential program populations, separated by centers and electronic monitoring.

(b) Parole populations.

(c) Probation populations, with identification of the number in special alternative incarceration.

(d) Prison and camp populations, with separate identification of the number in special alternative incarceration and the number of lifers.

(e) Prisoners classified as past their earliest release date.

(f) Parole board activity, including the numbers and percentages of parole grants and parole denials.

(g) Prisoner exits, identifying transfers to community placement, paroles from prisons and camps, paroles from community placement, total movements to parole, prison intake, prisoner deaths, prisoners discharging on the maximum sentence, and other prisoner exits.

(h) Prison intake and returns, including probation violators, new court commitments, violators with new sentences, escaper new sentences, total prison intake, returns from court with additional sentences, community placement returns, technical parole violator returns, and total returns to prison and camp.

(3) If the department knows it will not meet the reporting requirements under this section, the department shall immediately report that fact and shall specify in the notice the reasons the department will not meet the reporting requirements.

#### **OFFENDER SUCCESS ADMINISTRATION**

Sec. 4-402. (1) By March 1, the department shall provide a report on offender success expenditures that shall include details on prior-year expenditures, including

1 amounts spent on each project funded, itemized by service provided and service provider.

2 (2) The department may accept cash or in-kind donations to supplement funds for  
3 prison education training, supplies, and materials necessary to complete the academic and  
4 jobs skills related programs. All funds received are appropriated and may be expended by  
5 the department.

6 Sec. 4-403. The department shall partner with nonprofit faith-based, business and  
7 professional, civic, and community organizations for the purpose of providing offender  
8 success services. Offender success services include, but are not limited to, counseling,  
9 providing information on housing and job placement, and money management assistance.

10 Sec. 4-404. From the funds appropriated in part 1 for offender success services, the  
11 department, when reasonably possible, shall ensure that inmates have potential employer  
12 matches in the communities to which they will return prior to each inmate's initial parole  
13 hearing.

14 Sec. 4-409. (1) From the funds appropriated in part 1, the department shall design  
15 services for offender success and vocational education programs, collaborating with the  
16 department of labor and economic opportunity and local entities to the extent deemed  
17 necessary by the director. The department shall ensure the program provides relevant  
18 professional development opportunities to prisoners who are high quality, demand driven,  
19 locally receptive, and responsive to the needs of communities where the prisoners are  
20 expected to reside after their release from correctional facilities.

21 (2) By March 1, the department shall provide a report detailing the results of the  
22 workforce development program.

23 Sec. 4-410. (1) Funds awarded for residential probation diversions in part 1 shall  
24 provide for a per diem reimbursement of not more than \$55.50.

25 (2) Pursuant to an approved comprehensive plan, allowable uses of community  
26 corrections comprehensive plans and services funds shall include reimbursing counties for  
27 transportation, treatment costs, and housing drunk drivers during a period of assessment  
28 for treatment and case planning. Reimbursements for housing during the assessment process

1 shall be at the rate of \$43.50 per day per offender, up to a maximum of 5 days per  
2 offender.

3 Sec. 4-412. (1) The department shall submit a report on the following information  
4 for each county and counties consolidated for community corrections comprehensive plans:

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

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

11 (c) Status of the community corrections information system and the jail population  
12 information system.

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

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

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

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

22 Sec. 4-413. From the funds appropriated in part 1 for public safety initiative, the  
23 law enforcement agency receiving funding under part 1 shall submit quarterly expenditure  
24 reports including a detailed listing of expenditures made, the purpose for which the  
25 expenditures were made, the amounts of expenditures by purpose, specific services provided,  
26 and the number of individuals served. The report must be submitted to the department, the  
27 senate and house of representatives appropriations subcommittees on corrections, the senate  
28 and house fiscal agencies, and the state budget office.

1           Sec. 4-418. The department shall establish and maintain policies and procedures that  
2 allow prisoners to obtain a birth certificate, duplicate social security card, if eligible,  
3 DD Form 214 or other military documentation, state identification card, and operator's  
4 license prior to parole or discharge.

5           Sec. 4-424. From the funds appropriated in part 1, the department shall maintain an  
6 enhanced food technology program that provides on-the-job training in prison kitchens that  
7 will lead to prisoners earning food service training credentials recognized by the  
8 restaurant industry. The department shall collaborate with restaurant industry stakeholders  
9 to provide job placement assistance to individuals on probation or parole.

10          Sec. 4-425. (1) From the funds appropriated in part 1 for offender success  
11 programming, the department shall establish medication-assisted treatment offender success  
12 programs to provide prerelease treatment and post release referral for opioid-addicted and  
13 alcohol-addicted offenders who voluntarily participate in the medication-assisted treatment  
14 offender success pilot programs. The department shall collaborate with residential and  
15 nonresidential substance abuse treatment providers and with community-based clinics to  
16 provide post release treatment. The programs shall employ a multifaceted approach to  
17 treatment, including a long-acting nonaddictive medication approved by the Food and Drug  
18 Administration for the treatment of opioid and alcohol dependence, counseling, and post  
19 release referral to community-based providers.

20          (2) The manufacturer of a long-acting nonaddictive medication approved by the Food  
21 and Drug Administration for opioid and alcohol dependence shall provide the department with  
22 samples of the medication, at no cost to the department, during the duration of the  
23 medication-assisted treatment offender success pilot programs. Offenders shall receive 1  
24 injection prior to being released from custody and shall be connected with an aftercare  
25 plan and assistance with obtaining insurance to cover subsequent injections.

26          (3) Participants of the programs shall be required to attend substance abuse  
27 treatment programming as directed by their agent, including coordination of both direct or  
28 indirect services through federally-qualified health centers in Wayne, Washtenaw, Genesee,

1 Berrien, Van Buren, and Allegan Counties, but not limited to only those counties, shall be  
2 subject to routine drug and alcohol testing, shall not be allowed to consume drugs or  
3 alcohol, and shall possess a strong will to overcome addiction.

4 (4) The department shall submit a report by December 1 on the number of offenders  
5 who received injections upon release, the number of offenders who received injections and  
6 tested positive for drugs or alcohol, the number of offenders who received injections in  
7 the community for a duration of at least 3 months, and the number of offenders who received  
8 injections and were subsequently returned to prison during the prior fiscal year.

9 Sec. 4-426. From the funds appropriated in part 1, the department shall ensure that  
10 any inmate with a diagnosed mental illness is referred to a local mental health care  
11 provider that is able and willing to treat the inmate upon parole or discharge. The  
12 department shall ensure that the provider is informed of the inmate's current treatment  
13 plan including any medications that are currently prescribed to the inmate.

14 Sec. 4-430. The department shall report by March 1 on academic and vocational  
15 programs, including, but not limited to, all of the following:

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

18 (b) The number of prisoners enrolled in each program, the number of prisoners  
19 completing each program, the number of prisoners who do not complete each program and are  
20 not subsequently reenrolled, and the reason for not completing the program, the number of  
21 prisoners transferred to another facility while enrolled in a program and not subsequently  
22 reenrolled, the number of prisoners enrolled who are repeating the program, and the number  
23 of prisoners on waiting lists for each program, all itemized by facility.

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

26 (d) The number of prisoners paroled without a high school diploma and the number of  
27 prisoners paroled without a high school equivalency.

28 (e) An explanation of the value and purpose of each program, for example, to improve



1 employability, reduce recidivism, reduce prisoner idleness, or some combination of these  
2 and other factors.

3 (f) An identification of program outcomes for each academic and vocational program.

4 (g) The number of prisoners not paroled at their earliest release date due to lack  
5 of a high school equivalency, and the reason those prisoners have not obtained a high  
6 school equivalency.

7 Sec. 4-433. From the funds appropriated in part 1, the department may consider  
8 funding faith-based reentry or rehabilitation programs that have been demonstrated to  
9 reduce prison violence and recidivism.

10 Sec. 4-437. (1) Funds appropriated in part 1 for Goodwill Flip the Script shall be  
11 distributed to a Michigan-chartered 501(c)(3) nonprofit corporation operating in a county  
12 with greater than 1,500,000 people for administration and expansion of a program that  
13 serves a population of individuals aged 16 to 39. The program shall target those who are  
14 entering the criminal justice system for the first or second time and shall assist those  
15 individuals through the following program types:

16 (a) Alternative sentencing programs in partnership with a local district or circuit  
17 court.

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

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

21 (2) The program selected shall provide a report by March 30 that includes program  
22 performance measurements, the number of individuals diverted from incarceration, the number  
23 of individuals served, and outcomes of participants who complete the program.

24  
25 **FIELD OPERATIONS ADMINISTRATION**

26 Sec. 4-604. (1) The funds appropriated in part 1 for criminal justice reinvestment  
27 shall be used only to fund data collection and evidence-based programs designed to reduce  
28 recidivism among probationers and parolees.

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

(3) The department shall report on programs described under this section by March 30. The report shall include the reincarceration recidivism rate of program participants, the employment rate of participants who complete the program, and the cost of the program per participant.

Sec. 4-615. The department shall submit a report by April 30 detailing the number of prisoners who have received life imprisonment sentences with the possibility of parole and who are currently eligible for parole.

Sec. 4-617. From the funds appropriated in part 1 for the residential alternative to prison program, the department shall provide vocational, educational, and cognitive programming in a secure environment to enhance existing alternative sentencing options, increase employment readiness and successful placement rates, and reduce new criminal behavior for the west Michigan probation violator population. The department shall measure and set metric goals.

Sec. 4-619. On a quarterly basis, the department shall issue a report detailing the outcomes of prisoners who have been reviewed for parole. The report shall include all of the following:

(a) How many prisoners in each quarter were reviewed.

(b) How many prisoners were granted parole.

(c) How many prisoners were denied parole.

(d) How many parole decisions were deferred.

(e) The distribution of the total number of prisoners reviewed during that quarter grouped by whether the prisoner had been interviewed for the first, second, third, fourth, fifth, sixth, or more than sixth time.

(f) The number of paroles granted, denied, or deferred for each of the parole guideline scores of low, average, and high.

(g) The reason for denying or deferring parole.

#### **HEALTH CARE**

Sec. 4-802. By April 1, the department shall provide reports on the following:

(a) Physical and mental health care, pharmaceutical services, and durable medical equipment for prisoners detailing prior fiscal year expenditures. The report shall include a breakdown of all payments to the integrated care provider and to other providers itemized by physical health care, mental health care, pharmaceutical, and durable medical equipment expenditures.

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

Sec. 4-803. (1) The department shall assure that all prisoners, upon any health care treatment funded from appropriations in part 1, are given the opportunity to sign a release of information form designating a family member or other individual to whom the department shall release records information regarding a prisoner. A release of information form signed by a prisoner shall remain in effect for 1 year, and the prisoner may elect to withdraw or amend the release form at any time.

(2) The department shall assure that any such signed release forms follow a prisoner

upon transfer to another department facility or to the supervision of a parole officer.

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

Sec. 4-804. The department shall provide a report by April 1 on prisoner health care utilization that includes the number of inpatient hospital days, outpatient visits, emergency room visits, and prisoners receiving off-site inpatient medical care in the fiscal year, by facility.

Sec. 4-807. The funds appropriated in part 1 for Hepatitis C treatment shall be used only to purchase specialty medication for Hepatitis C treatment in the prison population. In addition to the above appropriation, any rebates received from the medications used shall be used only to purchase specialty medication for Hepatitis C treatment. By February 15, the department shall issue a report for the prior fiscal year detailing the total amount spent on specialty medication for the treatment of Hepatitis C, the number of prisoners who were treated, the amount of any rebates that were received from the purchase of specialty medication, and what outstanding rebates are expected to be received. The report shall also include the number of offenders requiring retreatment for Hepatitis C, broken down by the number of those who have been retreated while incarcerated and the number of those treated and released and then retreated upon reincarceration.

Sec. 4-812. By February 1, the department shall provide a report on the utilization of Medicaid benefits for prisoners during the prior fiscal year.

Sec. 4-814. By March 1, the department shall report the number of prisoners who received medication assisted therapies, the length of time on therapies, and the number of prisoners who have discontinued treatment while incarcerated.

#### **CORRECTIONAL FACILITIES AND ADMINISTRATION**

Sec. 4-903. From the funds appropriated in part 1 for prison food service, the department shall report by January 1 the following:

(a) Average per-meal cost for prisoner food service. Per-meal cost shall include all costs directly related to the provision of food for the prisoner population, and shall

1 include, but not be limited to, actual food costs, total compensation for all food service  
2 workers, including benefits and legacy costs, and inspection and compliance costs for food  
3 service.

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

6 (c) Major sanitation violations.

7 Sec. 4-904. The department shall calculate the cost per prisoner per day for each  
8 security custody level. This calculation shall include all actual direct and indirect costs  
9 for the previous fiscal year. To calculate the cost per prisoner per day, the department  
10 shall divide the prisoner-related costs by the total number of prisoner days for each  
11 custody level and correctional facility. For multilevel facilities, costs that cannot be  
12 accurately allocated to each custody level can be included in the calculation on a per-  
13 prisoner basis for each facility. A report summarizing these calculations shall be  
14 submitted not later than January 15. Prisoner-related costs included in the cost per  
15 prisoner per day calculation shall include all expenditures for the following, from all  
16 fund sources:

17 (a) New custody staff training.

18 (b) Prison industries operations.

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

20 (d) Enhanced food technology program.

21 (e) Offender success programming.

22 (f) Central records.

23 (g) Correctional facilities administration.

24 (h) Housing inmates in federal institutions.

25 (i) Inmate legal services.

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

27 (k) Prison food service.

28 (l) Prison store operations.

1 (m) Public works program.

2 (n) Transportation.

3 (o) Health care.

4 (p) Correctional facilities.

5 (q) Northern and southern region administration and support.

6 Sec. 4-906. Any local unit of government or private nonprofit organization that  
7 contracts with the department for public works services shall be responsible for financing  
8 the entire cost of such an agreement.

9 Sec. 4-910. The department shall allow the Michigan Braille transcribing fund  
10 program to operate at designated locations. The department shall continue to encourage the  
11 Michigan Braille transcribing fund program to produce high-quality materials for use by the  
12 visually impaired.

13 Sec. 4-911. The department shall report by March 1, the number of critical incidents  
14 occurring each month at each facility during the immediately preceding calendar year,  
15 categorized by type and severity of each incident.

16 Sec. 4-912. The department shall report by March 1 on the ratio of correctional  
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. 4-913. (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, assaultive offender programming, sexual  
24 offender programming, substance abuse treatment programming, thinking for a change  
25 programming, and any other programming that is required as a condition of parole.

26 (2) The department shall submit a report by December 15 detailing enrollment in sex  
27 offender programming, assaultive offender programming, violent offender programming, and  
28 thinking for a change programming. At a minimum, the report shall include the following:

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

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

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

7 Sec. 4-924. The department shall evaluate all prisoners at intake for substance  
8 abuse disorders, serious developmental disorders, serious mental illness, and other mental  
9 health disorders. Prisoners with serious mental illness or serious developmental disorders  
10 shall not be removed from the general population as a punitive response to behavior caused  
11 by their serious mental illness or serious developmental disorder. Due to persistent high  
12 violence risk or severe disruptive behavior that is unresponsive to treatment, prisoners  
13 with serious mental illness or serious developmental disorders may be placed in secure  
14 residential housing programs that will facilitate access to institutional programming and  
15 ongoing mental health services funded from appropriations in part 1. A prisoner with  
16 serious mental illness or serious developmental disorder who is confined in these  
17 specialized housing programs shall be evaluated or monitored by a medical professional at a  
18 frequency of not less than every 12 hours.

19 Sec. 4-925. By March 1, the department shall report on the annual number of  
20 prisoners during the prior fiscal year in administrative segregation and, of those, the  
21 number who at any time during the current or prior prison term were diagnosed with serious  
22 mental illness or have a developmental disorder and the number of days each of the  
23 prisoners with serious mental illness or a developmental disorder have been confined to  
24 administrative segregation.

25 Sec. 4-929. From the funds appropriated in part 1, the department shall do all of  
26 the following:

27 (a) Ensure that any inmate care and control staff in contact with prisoners less  
28 than 18 years of age are adequately trained with regard to the developmental and mental

1 health needs of prisoners less than 18 years of age. By April 1, the department shall  
2 report on the training curriculum used and the number and types of staff receiving annual  
3 training under that curriculum.

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

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

21 Sec. 4-930. The department shall submit a report by April 1 on the number of youth  
22 in prison including, but not be limited to, the following information:

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

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

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



1           Sec. 4-945. From the funds appropriated in part 1, the department shall provide  
2 notice at least 30 days prior to effective date of closure, consolidation, or relocation of  
3 any correctional facility.

4           Sec. 4-946. The department shall consult with the legislature and other appropriate  
5 state agencies to develop a framework to provide investment in communities that have  
6 formerly operational state correctional facilities that have been closed. This framework  
7 shall include plans to ensure that vacant state correctional facilities do not become a  
8 nuisance or danger to the community.

9           Sec. 4-948. The department shall make an information packet for the families of  
10 incoming prisoners available on the department's website, updating the packet as necessary.  
11 The packet shall provide information on topics including, but not limited to: how to put  
12 money into prisoner accounts, how to make phone calls or create Jpay email accounts, how to  
13 visit in person, proper procedures for filing complaints or grievances, the rights of  
14 prisoners to physical and mental health care, how to utilize the offender tracking  
15 information system (OTIS), truth-in-sentencing and how it applies to minimum sentences, the  
16 parole process, and guidance on the importance of the role of families in the reentry  
17 process. The department may partner with external advocacy groups and actual families of  
18 prisoners in the packet-writing process to ensure that the information is useful and  
19 complete.

20           Sec. 4-950. The department may accept in-kind services and equipment donations to  
21 facilitate the addition of a cable network that provides programming that will address the  
22 religious needs of incarcerated individuals. This network may be a cable television network  
23 that presently reaches the majority of households in the United States. A bilingual channel  
24 affiliated with this network may also be added to department programming to assist the  
25 religious needs of Spanish-speaking inmates. The addition of these channels shall be at no  
26 additional cost to this state.

**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, 2023, and are anticipated to be appropriated for the fiscal year ending September 30, 2024, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

**DEPARTMENT OF EDUCATION****APPROPRIATION SUMMARY**

Full-time equated unclassified positions .....	6.0	6.0
Full-time equated classified positions .....	626.5	626.5
<b>GROSS APPROPRIATION .....</b>	<b>\$ 419,531,000</b>	<b>\$ 419,171,000</b>
Total interdepartmental grants and interdepartmental transfers .....	0	0
<b>ADJUSTED GROSS APPROPRIATION .....</b>	<b>\$ 419,531,000</b>	<b>\$ 419,171,000</b>
Total federal revenues .....	302,950,800	302,950,800
Total local revenues .....	5,878,600	5,878,600
Total private revenues .....	2,240,400	2,240,400
Total other state restricted revenues .....	9,919,700	9,919,700
State general fund/general purpose .....	\$ 98,541,500	\$ 98,181,500
<i>State general fund/general purpose schedule:</i>		
Ongoing state general fund/general purpose .....	98,181,500	98,181,500
One-time state general fund/general purpose .....	360,000	0
<b>Sec. 5-102. STATE BOARD OF EDUCATION/OFFICE OF THE SUPERINTENDENT</b>		
Full-time equated unclassified positions .....	6.0	6.0
Full-time equated classified positions .....	11.0	11.0

1	Unclassified salaries-6.0 FTE positions .....	\$	1,078,900	\$	1,078,900
2	Education commission of the states .....		120,800		120,800
3	State board of education, per diem payments .....		24,400		24,400
4	State board/superintendent operations-11.0 FTE				
5	positions .....		<u>2,483,700</u>		<u>2,483,700</u>
6	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>3,707,800</b>	<b>\$</b>	<b>3,707,800</b>
7	Appropriated from:				
8	Federal revenues:				
9	Other federal revenues .....		296,700		296,700
10	Special revenue funds:				
11	Private revenues .....		28,100		28,100
12	Other state restricted revenues .....		820,600		820,600
13	State general fund/general purpose .....	\$	2,562,400	\$	2,562,400
14	<b>Sec. 5-103. DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>				
15	Full-time equated classified positions .....		47.6		47.6
16	Central support operations-38.6 FTE positions .....	\$	6,161,400	\$	6,161,400
17	Federal and private grants .....		3,000,000		3,000,000
18	Grant and contract operations-9.0 FTE positions .....		2,786,200		2,786,200
19	Property management .....		3,755,900		3,755,900
20	Terminal leave payments .....		353,300		353,300
21	Training and orientation workshops .....		150,000		150,000
22	Worker's compensation .....		<u>33,900</u>		<u>33,900</u>
23	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>16,240,700</b>	<b>\$</b>	<b>16,240,700</b>
24	Appropriated from:				
25	Federal revenues:				
26	Other federal revenues .....		9,273,400		9,273,400
27	Special revenue funds:				
28	Private revenues .....		1,000,000		1,000,000

1	Other state restricted revenues .....	746,800	746,800
2	State general fund/general purpose .....	\$ 5,220,500	\$ 5,220,500
3	<b>Sec. 5-104. INFORMATION TECHNOLOGY</b>		
4	Information technology services and projects .....	\$ <u>4,938,300</u>	\$ <u>4,938,300</u>
5	<b>GROSS APPROPRIATION .....</b>	<b>\$ 4,938,300</b>	<b>\$ 4,938,300</b>
6	Appropriated from:		
7	Federal revenues:		
8	Other federal revenues .....	2,591,200	2,591,200
9	Special revenue funds:		
10	Other state restricted revenues .....	932,900	932,900
11	State general fund/general purpose .....	\$ 1,414,200	\$ 1,414,200
12	<b>Sec. 5-105. SPECIAL EDUCATION SERVICES</b>		
13	Full-time equated classified positions .....	47.0	47.0
14	Special education operations-47.0 FTE positions .....	\$ <u>9,431,900</u>	\$ <u>9,431,900</u>
15	<b>GROSS APPROPRIATION .....</b>	<b>\$ 9,431,900</b>	<b>\$ 9,431,900</b>
16	Appropriated from:		
17	Federal revenues:		
18	Other federal revenues .....	8,837,800	8,837,800
19	Special revenue funds:		
20	Private revenues .....	111,300	111,300
21	Other state restricted revenues .....	47,500	47,500
22	State general fund/general purpose .....	\$ 435,300	\$ 435,300
23	<b>Sec. 5-106. MICHIGAN SCHOOLS FOR THE DEAF AND BLIND</b>		
24	Full-time equated classified positions .....	82.0	82.0
25	Camp Tuhsmeheeta-1.0 FTE position .....	\$ 501,000	\$ 501,000
26	Low incidence outreach program .....	1,000,000	1,000,000
27	Michigan schools for the deaf and blind operations-		
28	81.0 FTE positions .....	16,680,700	16,680,700

1	Private gifts - blind .....	200,000	200,000
2	Private gifts - deaf .....	<u>150,000</u>	<u>150,000</u>
3	<b>GROSS APPROPRIATION .....</b>	<b>\$ 18,531,700</b>	<b>\$ 18,531,700</b>
4	Appropriated from:		
5	Federal revenues:		
6	Other federal revenues .....	7,596,000	7,596,000
7	Special revenue funds:		
8	Local revenues .....	5,878,600	5,878,600
9	Private revenues .....	851,000	851,000
10	Other state restricted revenues .....	1,206,100	1,206,100
11	State general fund/general purpose .....	\$ 3,000,000	\$ 3,000,000
12	<b>Sec. 5-107. EDUCATOR EXCELLENCE</b>		
13	Full-time equated classified positions .....	53.0	53.0
14	Educator excellence operations-52.0 FTE positions ....	\$ 10,388,900	\$ 10,388,900
15	Educator recruitment and preparation programs-1.0 FTE		
16	position .....	1,670,000	1,670,000
17	Teacher license renewals .....	<u>280,000</u>	<u>280,000</u>
18	<b>GROSS APPROPRIATION .....</b>	<b>\$ 12,338,900</b>	<b>\$ 12,338,900</b>
19	Appropriated from:		
20	Federal revenues:		
21	Other federal revenues .....	3,168,400	3,168,400
22	Special revenue funds:		
23	Other state restricted revenues .....	4,367,400	4,367,400
24	State general fund/general purpose .....	\$ 4,803,100	\$ 4,803,100
25	<b>Sec. 5-108. MICHIGAN OFFICE OF GREAT START</b>		
26	Full-time equated classified positions .....	72.0	72.0
27	Before and after school programs .....	\$ 1,090,000	\$ 1,090,000
28	Child development and care contracted services .....	17,400,000	17,400,000

1	Child development and care external support .....	31,178,300	31,178,300
2	Child development and care public assistance .....	199,080,000	199,080,000
3	Head start collaboration office-1.0 FTE position .....	322,900	322,900
4	Office of great start operations-71.0 FTE positions ..	<u>14,413,200</u>	<u>14,413,200</u>
5	<b>GROSS APPROPRIATION .....</b>	<b>\$ 263,484,400</b>	<b>\$ 263,484,400</b>
6	Appropriated from:		
7	Federal revenues:		
8	Other federal revenues .....	220,388,300	220,388,300
9	Special revenue funds:		
10	Private revenues .....	250,000	250,000
11	Other state restricted revenues .....	64,600	64,600
12	State general fund/general purpose .....	\$ 42,781,500	\$ 42,781,500
13	<b>Sec. 5-109. SYSTEMS, EVALUATION, AND TECHNOLOGY</b>		
14	Full-time equated classified positions.....	10.0	10.0
15	Office of systems, evaluation, and technology		
16	operations-10.0 FTE positions.....	\$ <u>2,023,900</u>	\$ <u>2,023,900</u>
17	<b>GROSS APPROPRIATION .....</b>	<b>\$ 2,023,900</b>	<b>\$ 2,023,900</b>
18	Appropriated from:		
19	Federal revenues:		
20	Other federal revenues .....	1,143,300	1,143,300
21	Special revenue funds:		
22	Other state restricted revenues .....	10,700	10,700
23	State general fund/general purpose .....	\$ 869,900	\$ 869,900
24	<b>Sec. 5-110. STRATEGIC PLANNING AND IMPLEMENTATION</b>		
25	Full-time equated classified positions.....	6.0	6.0
26	Strategic planning and implementation operations-6.0		
27	FTE positions.....	\$ <u>1,105,200</u>	\$ <u>1,105,200</u>
28	<b>GROSS APPROPRIATION .....</b>	<b>\$ 1,105,200</b>	<b>\$ 1,105,200</b>

1	Appropriated from:			
2	Federal revenues:			
3	Other federal revenues .....	570,400		570,400
4	Special revenue funds:			
5	State general fund/general purpose .....	\$ 534,800	\$	534,800
6	<b>Sec. 5-111. ADMINISTRATIVE LAW SERVICES</b>			
7	Full-time equated classified positions .....	2.0		2.0
8	Administrative law operations-2.0 FTE positions .....	\$ 1,439,900	\$	1,439,900
9	<b>GROSS APPROPRIATION .....</b>	<b>\$ 1,439,900</b>	<b>\$</b>	<b>1,439,900</b>
10	Appropriated from:			
11	Federal revenues:			
12	Other federal revenues .....	585,100		585,100
13	Special revenue funds:			
14	Other state restricted revenues .....	749,000		749,000
15	State general fund/general purpose .....	\$ 105,800	\$	105,800
16	<b>Sec. 5-112. ACCOUNTABILITY SERVICES</b>			
17	Full-time equated classified positions .....	63.6		63.6
18	Accountability services operations-63.6 FTE positions .....	\$ 14,770,200	\$	14,770,200
19	<b>GROSS APPROPRIATION .....</b>	<b>\$ 14,770,200</b>	<b>\$</b>	<b>14,770,200</b>
20	Appropriated from:			
21	Federal revenues:			
22	Other federal revenues .....	12,851,000		12,851,000
23	Special revenue funds:			
24	State general fund/general purpose .....	\$ 1,919,200	\$	1,919,200
25	<b>Sec. 5-113. SCHOOL SUPPORT SERVICES</b>			
26	Full-time equated classified positions .....	75.6		75.6
27	Adolescent and school health .....	\$ 328,100	\$	328,100
28	School support services operations-75.6 FTE positions .....	14,183,400		14,183,400

1	<b>GROSS APPROPRIATION .....</b>	\$	<b>14,511,500</b>	\$	<b>14,511,500</b>
2	Appropriated from:				
3	Federal revenues:				
4	Other federal revenues .....		12,872,300		12,872,300
5	Special revenue funds:				
6	Other state restricted revenues .....		71,700		71,700
7	State general fund/general purpose .....	\$	1,567,500	\$	1,567,500
8	<b>Sec. 5-114. EDUCATIONAL SUPPORTS</b>				
9	Full-time equated classified positions .....		82.7		82.7
10	Educational supports operations-82.7 FTE positions ...	\$	<u>17,139,300</u>	\$	<u>17,139,300</u>
11	<b>GROSS APPROPRIATION .....</b>	\$	<b>17,139,300</b>	\$	<b>17,139,300</b>
12	Appropriated from:				
13	Federal revenues:				
14	Other federal revenues .....		12,976,100		12,976,100
15	Special revenue funds:				
16	Other state restricted revenues .....		602,400		602,400
17	State general fund/general purpose .....	\$	3,560,800	\$	3,560,800
18	<b>Sec. 5-115. CAREER AND TECHNICAL EDUCATION</b>				
19	Full-time equated classified positions .....		28.0		28.0
20	Career and technical education operations-28.0 FTE				
21	positions .....	\$	<u>5,454,700</u>	\$	<u>5,454,700</u>
22	<b>GROSS APPROPRIATION .....</b>	\$	<b>5,454,700</b>	\$	<b>5,454,700</b>
23	Appropriated from:				
24	Federal revenues:				
25	Other federal revenues .....		4,062,200		4,062,200
26	Special revenue funds:				
27	State general fund/general purpose .....	\$	1,392,500	\$	1,392,500
28	<b>Sec. 5-116. LIBRARY OF MICHIGAN</b>				



1	Full-time equated classified positions .....	33.0	33.0
2	Library of Michigan operations-31.0 FTE positions ....	\$ 5,032,000	\$ 5,032,000
3	Library pilot program .....	800,000	800,000
4	Library services and technology program-1.0 FTE		
5	position.....	5,624,100	5,624,100
6	Michigan eLibrary-1.0 FTE position .....	1,732,200	1,732,200
7	Renaissance zone reimbursements .....	2,200,000	2,200,000
8	State aid to libraries .....	<u>15,067,700</u>	<u>15,067,700</u>
9	<b>GROSS APPROPRIATION .....</b>	<b>\$ 30,456,000</b>	<b>\$ 30,456,000</b>
10	Appropriated from:		
11	Federal revenues:		
12	Other federal revenues .....	5,624,100	5,624,100
13	Special revenue funds:		
14	Other state restricted revenues .....	300,000	300,000
15	State general fund/general purpose .....	\$ 24,531,900	\$ 24,531,900
16	<b>Sec. 5-117. PARTNERSHIP DISTRICT SUPPORT</b>		
17	Full-time equated classified positions.....	13.0	13.0
18	Partnership district support operations-13.0 FTE		
19	positions.....	\$ <u>3,596,600</u>	\$ <u>3,596,600</u>
20	<b>GROSS APPROPRIATION .....</b>	<b>\$ 3,596,600</b>	<b>\$ 3,596,600</b>
21	Appropriated from:		
22	Federal revenues:		
23	Other federal revenues .....	114,500	114,500
24	Special revenue funds:		
25	State general fund/general purpose .....	\$ 3,482,100	\$ 3,482,100
26	<b>Sec. 5-118. ONE-TIME APPROPRIATIONS</b>		
27	Michigan's poet laureate .....	\$ 100,000	\$ 0
28	School board member training .....	<u>260,000</u>	<u>0</u>

GROSS APPROPRIATION .....	\$	360,000	\$	0
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Appropriated from:

Special revenue funds:

State general fund/general purpose .....	\$	360,000	\$	0
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## PART 2

## PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2023

## 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 2023 is \$108,461,200.00 and state spending from state sources to be paid to local units of government for fiscal year 2023 is \$18,327,700.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

## DEPARTMENT OF EDUCATION

Library pilot program.....	\$	800,000
Renaissance zone reimbursements.....		2,200,000
State aid to libraries.....		15,067,700
School board member training.....		<u>260,000</u>
TOTAL .....	\$	18,327,700

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.

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

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

3 Sec. 5-204. The departments and agencies receiving appropriations in part 1 shall  
4 use the Internet to fulfill the reporting requirements of this article. This requirement  
5 shall include transmission of reports via Email to the recipients identified for each  
6 reporting requirement, or it shall include placement of reports on an Internet site.

7 Sec. 5-205. To the extent permissible under MCL 18.1261:

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

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

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

16 Sec. 5-206. To the extent permissible under the management and budget act, the state  
17 superintendent of public instruction shall take all reasonable steps to ensure businesses  
18 in deprived and depressed communities compete for and perform contracts to provide services  
19 or supplies, or both. The state superintendent of public instruction shall strongly  
20 encourage firms with which the department contracts to subcontract with certified  
21 businesses in depressed and deprived communities for services, supplies, or both.

22 Sec. 5-207. Consistent with MCL 18.1217, the departments and agencies receiving  
23 appropriations in part 1 shall prepare a report on out-of-state travel expenses not later  
24 than January 1 of each year. The travel report shall be a listing of all travel by  
25 classified and unclassified employees outside this state in the immediately preceding  
26 fiscal year that was funded in whole or in part with funds appropriated in the department's  
27 budget. The report shall be submitted to the senate and house appropriations committees,  
28 the house and senate fiscal agencies, and the state budget director. The report shall

1 include the following information:

2 (a) The dates of each travel occurrence.

3 (b) The transportation and related costs of each travel occurrence, including the  
4 proportion funded with state general fund/general purpose revenues, the proportion funded  
5 with state restricted revenues, the proportion funded with federal revenues, and the  
6 proportion funded with other revenues.

7 Sec. 5-208. 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. 5-209. Not later than December 31, 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 report shall be transmitted to the chairpersons of the senate  
17 and house appropriations committees and the senate and house fiscal agencies.

18 Sec. 5-210. (1) In addition to the funds appropriated in part 1, there is  
19 appropriated an amount not to exceed \$10,000,000.00 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 \$700,000.00 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 \$250,000.00 for local contingency funds. These funds are not available for

expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

Sec. 5-211. From the funds appropriated in part 1, the department shall provide to the department of technology, management and budget information sufficient to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

(a) Fiscal year-to-date expenditures by category.

(b) Fiscal year-to-date expenditures by appropriation unit.

(c) Fiscal year-to-date payments to a selected vendor, including the vendor name, payment date, payment amount, and payment description.

(d) The number of active department employees by job classification.

(e) Job specifications and wage rates.

Sec. 5-212. Within 14 days after the release of the executive budget recommendation, the department shall provide to the state budget office information sufficient to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2022 and September 30, 2023.

Sec. 5-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks, and regularly updates key metrics that are used to monitor and improve the department's performance.

Sec. 5-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2023 are estimated at \$13,385,100.00. From

1 this amount, total agency appropriations for pension-related legacy costs are estimated at  
2 \$8,126,500.00. Total agency appropriations for retiree health care legacy costs are  
3 estimated at \$5,258,600.00.

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

9 Sec. 5-217. From the funds appropriated in part 1, the department may assist the  
10 department of health and human services, other departments, intermediate school districts,  
11 and local school districts to secure reimbursement for eligible services provided in  
12 Michigan schools from the federal Medicaid program. The department may submit reports of  
13 direct expenses related to this effort to the department of health and human services for  
14 reimbursement.

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

20 Sec. 5-226. From the funds appropriated in part 1, the department shall coordinate  
21 with the other departments to streamline state services and resources, reduce duplication,  
22 and increase efficiency. This includes, but is not limited to, working with the department  
23 of treasury to coordinate with the financial independence team and overseeing deficit  
24 districts and working with the department of health and human services and department of  
25 licensing and regulatory affairs to coordinate with early childhood programs and overseeing  
26 child care providers.

27 Sec. 5-228. (1) As a condition of receiving appropriations in part 1, in  
28 collaboration with the DHHS, the department shall promote and support initiatives in

schools and other educational organizations that include, but are not limited to, training for educators, teachers, and other personnel in school settings for all of the following:

(a) Utilization of trauma-informed practices.

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

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

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

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

#### **STATE BOARD/OFFICE OF THE SUPERINTENDENT**

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

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

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

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

#### **SPECIAL EDUCATION SERVICES**

Sec. 5-350. From the funds in part 1 for special education operations, the department shall use \$100,000.00 to design and distribute to all parents and legal guardians of a student with a disability information about federal and state mandates

1 regarding the rights and protections of students with disabilities, including, but not  
2 limited to, individualized education programs to ensure that parents and legal guardians  
3 are fully informed about laws, rules, procedural safeguards, problem-solving options, and  
4 any other information the department determines is necessary so that parents and legal  
5 guardians may be able to provide meaningful input in collaboration with districts to  
6 develop and implement an individualized education program.

7  
8 **MICHIGAN SCHOOLS FOR THE DEAF AND BLIND**

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

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

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

22 (2) Upon knowledge of or recognition by an intermediate school district that a child  
23 in the district is deaf or hard of hearing or blind or visually impaired, the intermediate  
24 school district shall provide to the parents of the child the literature distributed by the  
25 Michigan Schools for the Deaf and Blind to intermediate school districts under subsection  
26 (1).

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



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

4           Sec. 5-408. (1) The funds appropriated in part 1 for the low incidence outreach fund  
5 are appropriated from money collected by the Michigan Schools for the Deaf and Blind and  
6 the low incidence outreach program for providing qualified services and may be used for any  
7 expenses necessary to provide the qualified services. Any money that is unexpended at the  
8 end of the current fiscal year may be carried forward into the succeeding fiscal year.

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

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

17  
18 **EDUCATOR EXCELLENCE**

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

22           Sec. 5-502. The funds appropriated in part 1 for teacher license renewals shall be  
23 used to implement a program to waive fees or associated costs for former teachers whose  
24 teaching licenses have expired.

25           Sec. 5-503. From the funds appropriated in part 1, the department shall, upon  
26 request, consult with the Michigan Virtual Learning Research Institute and external  
27 stakeholders in connection with the department's implementation and administration of  
28 professional development training described in section 35a of the state school aid act of

1979, 1979 PA 94, MCL 388.1635a, including, but not limited to, the online training of educators of pupils in grades K to 3 described in that section.

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

Sec. 5-505. From the funds appropriated in part 1 for educator recruitment and preparation programs, not less than \$190,000.00 and not fewer than 1.0 FTE positions are allocated for educator recruitment and preparation programs. These amounts are in addition to any funding and FTEs utilized for this purpose.

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

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

#### **SCHOOL SUPPORT SERVICES**

Sec. 5-601. From the funds appropriated in part 1 for adolescent and school health, there is appropriated \$328,100.00 to replace federal funding reductions from the HHS - Centers for Disease Control and Prevention to the department and section 39a(2)(a) of the

1 state school aid act of 1979, 1979 PA 94, MCL 388.1639a.

2  
3 **EDUCATIONAL SUPPORTS**

4 Sec. 5-701. (1) From the funds appropriated in part 1 for educational supports, the  
5 department shall produce a report detailing the progress made by districts with grades K to  
6 12 receiving at-risk funding under section 31a of the state school aid act of 1979, 1979 PA  
7 94, MCL 388.1631a, in implementing multitiered systems of supports in the prior school  
8 fiscal year for grades K to 12, and in providing reading intervention services described in  
9 section 1280f of the revised school code, 1976 PA 451, MCL 380.1280f, for pupils in grades  
10 K to 12.

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

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

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

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

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

22 (3) The department shall provide the report described in subsection (1) to the state  
23 budget director, the house and senate subcommittees that oversee the department of  
24 education and school aid budgets, and the house and senate fiscal agencies by September 30,  
25 2023.

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

94, MCL 388.1635a.

**LIBRARY OF MICHIGAN**

Sec. 5-801. (1) The funds appropriated in part 1 for library fees are appropriated from money collected by the Library of Michigan for providing qualified services and may be used for any expenses necessary to provide the qualified services. Any money that is unexpended at the end of the current fiscal year may be carried forward into the succeeding fiscal year.

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

Sec. 5-802. (1) From the funds appropriated in part 1 for school library pilot program, the department shall award library pilot program grants to school districts headquartered in 4 counties. The grants shall be used to contract for the administration of libraries of a school district by a librarian with a public librarian certificate issued by the library of Michigan. A grant to a school district may not exceed \$10,000.00 per library facility. A district must employ a certified school media specialist to be eligible for this grant. The 4 counties that are eligible for school districts to receive grants shall include:

(a) One county with a population between 600,000 and 700,000 according to the 2010 federal decennial census.

(b) One county with a population between 11,000 and 11,300 according to the 2010 federal decennial census.

(c) One county with a population between 400,000 and 500,000 according to the 2010 federal decennial census.

(d) One county with a population between 155,000 and 158,000 according to the 2010 federal decennial census.

(2) The department may contract with the Michigan library association for assistance

1 in administering the pilot program provided for in subsection (1).

2 (3) A librarian providing contractual services under the pilot program provided for  
3 in subsection (1) may not provide library or educational services to a pupil unless the  
4 librarian has a valid Michigan teaching certificate with a library of science endorsement.

5 Sec. 5-804. (1) The funds appropriated in part 1 for renaissance zone reimbursements  
6 shall be used to reimburse public libraries under section 12 of the Michigan renaissance  
7 zone act, 1996 PA 376, MCL 125.2692, for taxes levied in 2022. The allocations shall be  
8 made not later than 60 days after the department of treasury certifies to the department  
9 and to the state budget director that the department of treasury has received all necessary  
10 information to properly determine the amounts due to each eligible recipient.

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

14  
15 **MICHIGAN OFFICE OF GREAT START**

16 Sec. 5-1001. From the funds appropriated in part 1 for before and after school  
17 programs, there is appropriated \$500,000.00 for administrative cost associated with  
18 implementing the program funded under section 32n of the state school aid act of 1979, 1979  
19 PA 94, MCL 388.1632n.

20 Sec. 5-1002. From the funds appropriated in part 1, the department shall ensure that  
21 the final child development and care provider reimbursement rates are published on the  
22 department and Great Start to Quality webpages.

23 Sec. 5-1003. (1) From the funds appropriated in part 1 for child development and  
24 care contracted service, the department shall provide the house and senate appropriations  
25 subcommittees on the department budget with an annual report on all funding appropriated to  
26 contracts for the early childhood comprehensive systems planning by this state during the  
27 previous fiscal year. The report is due by February 15 and must contain at least the  
28 following information:

1 (a) Total funding appropriated to contracts for the early childhood comprehensive  
2 systems planning by the state during the previous fiscal year.

3 (b) The amount of funding for each grant awarded.

4 (c) The grant recipients.

5 (d) The activities funded by each grant.

6 (e) An analysis of each grant recipient's success in addressing the development of a  
7 comprehensive system of early childhood services and supports.

8 (2) All department contracts for early childhood comprehensive systems planning  
9 shall be bid out through a statewide request-for-proposal process.

10 Sec. 5-1007. (1) From the funds appropriated in part 1 for child development and  
11 care - external support, the department shall create progress reports that shall include,  
12 but are not limited to, the following:

13 (a) Both the on-site and off-site activities that are intended to improve child care  
14 provider quality and the number of times those activities are performed by the licensing  
15 consultants.

16 (b) How many on-site visits a single licensing consultant has made since the start  
17 of the current fiscal year.

18 (c) The types of on-site visits and the number of visits for each type that a single  
19 consultant has made since the start of the current fiscal year.

20 (d) The number of providers that have improved their quality rating since the start  
21 of the current fiscal year compared to the same time period in the preceding fiscal year,  
22 reported as the number of providers in each regional prosperity zone.

23 (e) The types of activities that are intended to improve licensing consultant  
24 performance and child care provider quality and the number of times those activities are  
25 performed by the managers and administrators.

26 (2) The progress reports shall be sent to the state budget director, the house and  
27 senate subcommittees that oversee the department of education, and the house and senate  
28 fiscal agencies by April 1, 2023 and September 30, 2023.

1           Sec. 5-1008. From the amount appropriated in part 1 for office of great start  
2 operations, the department shall ensure efficient service provisions to coordinate services  
3 provided to families for home visits, reduce duplication of state services and spending,  
4 and increase efficiencies including the home visits funded under section 32p of the state  
5 school aid act of 1979, 1979 PA 94, MCL 388.1632p, and work with the department of health  
6 and human services as necessary.

7           Sec. 5-1009. Except as otherwise provided in this section, from the funds  
8 appropriated in part 1 for child development and care public assistance, the income  
9 entrance eligibility threshold for the child development and care program is set to not  
10 more than 200% of the federal poverty guidelines.

11           Sec. 5-1011. From the funds appropriated in part 1 for child development and care  
12 public assistance, the department shall implement a biweekly block reimbursement rate  
13 schedule through the following block segments:

14           (a) The block segment for a biweekly block reimbursement rate schedule for child  
15 care centers, group homes, and registered family homes, for paid part-time hours between 1  
16 to 30 hours, shall be reimbursed at the hourly reimbursement rate.

17           (b) The block segment for a biweekly block reimbursement rate schedule for child  
18 care centers, group homes, and registered family homes, for paid part-time hours between 31  
19 to 60 hours, shall be reimbursed as 60 hours.

20           (c) The block segment for a biweekly block reimbursement rate schedule for child  
21 care centers, group homes, and registered family homes, for paid full-time hours between 61  
22 to 80 hours, shall be reimbursed as 80 hours.

23           (d) The block segment for a biweekly block reimbursement rate schedule for child  
24 care centers, group homes, and registered family homes, for paid full-time plus hours  
25 between 81 to 90 hours, shall be reimbursed as 90 hours.

26           (e) The block segment for a biweekly block reimbursement rate schedule for license  
27 exempt providers shall be reimbursed at their current hourly reimbursement rates.  
28

**ONE-TIME APPROPRIATIONS**

Sec. 5-1100. (1) From the funds appropriated in part 1 for school board member training, the department shall approve 1 or more training programs for school board members that includes courses of instruction for school board members in 1 or more of the following topic areas:

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

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

(c) Education law, including, but not limited to, the revised school code, 1976 PA 451, MCL 380.1 to 380.1852, the state school aid act of 1979, 1979 PA 94, MCL 388.1601 to 388.1896, the open meetings act, 1976 PA 267, MCL 15.261 to 15.275, and 1937 (Ex Sess) PA 4, MCL 38.71 to 38.191, dealing with teacher tenure.

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

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

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

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

(4) As used in this section:

(a) "Eligible training program" means a training program that is approved under



1 subsection (1).

2 (b) "School board member" means a member of the board of a school district or  
3 intermediate school district or a member of the board of directors of a public school  
4 academy in this state.

5 Sec. 5-1102. From the funds appropriated in part 1 for Michigan's poet laureate,  
6 there is \$100,000.00 appropriated for support of the Michigan poet laureate program to  
7 promote poetry, the spoken word, and literary arts across this state.

1 **Article 6**

2 **DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY**

3 **PART 1**

4 **LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS**

5 Sec. 6-101. Subject to the conditions set forth in this article, the amounts listed  
 6 in this part for the department of environment, great lakes, and energy are appropriated  
 7 for the fiscal year ending September 30, 2023, and are anticipated to be appropriated for  
 8 the fiscal year ending September 30, 2024, from the funds indicated in this part. The  
 9 following is a summary of the appropriations and anticipated appropriations in this part:

10 **DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY**

11 **APPROPRIATION SUMMARY**

12	Full-time equated unclassified positions .....	6.0	6.0
13	Full-time equated classified positions .....	1,537.0	1,537.0
14	<b>GROSS APPROPRIATION .....</b>	<b>\$ 1,004,099,200</b>	<b>\$ 816,633,400</b>
15	Total interdepartmental grants and interdepartmental		
16	transfers .....	3,406,400	3,406,400
17	<b>ADJUSTED GROSS APPROPRIATION .....</b>	<b>\$ 1,000,692,800</b>	<b>\$ 813,227,000</b>
18	Total federal revenues .....	453,641,700	453,641,700
19	Total local revenues .....	0	0
20	Total private revenues .....	1,415,500	1,415,500
21	Total other state restricted revenues .....	327,354,900	280,584,000
22	State general fund/general purpose .....	\$ 218,280,700	\$ 77,585,800
23	<i>State general fund/general purpose schedule:</i>		
24	<i>Ongoing state general fund/general purpose .....</i>	<i>77,585,800</i>	<i>77,585,800</i>
25	<i>One-time state general fund/general purpose .....</i>	<i>140,694,900</i>	<i>0</i>
26	<b>Sec. 6-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>		
27	Full-time equated unclassified positions .....	6.0	6.0
28	Full-time equated classified positions .....	107.0	107.0

1	Unclassified salaries-6.0 FTE positions .....	\$	900,700	\$	900,700
2	Accounting service center .....		1,463,500		1,463,500
3	Administrative hearings officers .....		926,600		926,600
4	Environmental investigations-12.0 FTE positions .....		2,013,700		2,013,700
5	Environmental support-56.0 FTE positions .....		8,786,800		8,786,800
6	Environmental support projects .....		6,000,000		6,000,000
7	Executive direction-20.0 FTE positions .....		3,465,300		3,465,300
8	Facilities management .....		1,000,000		1,000,000
9	Financial support-13.0 FTE positions .....		2,735,800		2,735,800
10	Grants and records management-6.0 FTE positions .....		935,400		935,400
11	Property management .....		8,573,500		8,573,500
12	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>36,801,300</b>	<b>\$</b>	<b>36,801,300</b>
13	Appropriated from:				
14	Interdepartmental grant revenues:				
15	IDG from department of state police .....		84,000		84,000
16	IDG from department of transportation .....		119,700		119,700
17	Federal revenues:				
18	Other federal revenues .....		767,000		767,000
19	Special revenue funds:				
20	Private revenues .....		750,400		750,400
21	Other state restricted revenues .....		26,349,300		26,349,300
22	State general fund/general purpose .....	\$	8,730,900	\$	8,730,900
23	<b>Sec. 6-104. WATER RESOURCES DIVISION</b>				
24	Full-time equated classified positions .....		381.0		381.0
25	Aquatic nuisance control program-6.0 FTE positions ...	\$	982,200	\$	982,200
26	Coastal management grants-7.0 FTE positions .....		2,534,800		2,534,800
27	Expedited water/wastewater permits-1.0 FTE position ..		52,400		52,400
28	Federal - Great Lakes remedial action plan grants ....		583,800		583,800

1	Federal - nonpoint source water pollution grants .....	4,083,300	4,083,300
2	Fish contaminant monitoring .....	316,100	316,100
3	Great Lakes restoration initiative-9.0 FTE positions .	11,239,900	11,239,900
4	Groundwater discharge permit program-22.0 FTE		
5	positions .....	3,419,600	3,419,600
6	Land and water interface permit programs-119.0 FTE		
7	positions .....	18,285,200	18,285,200
8	Nonpoint source pollution prevention and control		
9	project program .....	2,000,000	2,000,000
10	NPDES nonstormwater program-98.0 FTE positions .....	15,558,400	15,558,400
11	Program direction and project assistance-27.0 FTE		
12	positions .....	3,325,300	3,325,300
13	Sewage sludge land application program-7.0 FTE		
14	positions .....	903,400	903,400
15	Stormwater activities-27.5 FTE positions .....	5,832,100	5,832,100
16	Surface water-52.5 FTE positions .....	9,009,100	9,009,100
17	Technology advancements for water monitoring .....	500,000	500,000
18	Water quality protection grants .....	100,000	100,000
19	Water withdrawal assessment program-5.0 FTE positions	863,800	863,800
20	Wetlands program .....	<u>1,021,200</u>	<u>1,021,200</u>
21	<b>GROSS APPROPRIATION .....</b>	<b>\$ 80,610,600</b>	<b>\$ 80,610,600</b>
22	Appropriated from:		
23	Interdepartmental grant revenues:		
24	IDG from department of transportation .....	1,363,900	1,363,900
25	Federal revenues:		
26	Other federal revenues .....	34,607,700	34,607,700
27	Special revenue funds:		
28	Other state restricted revenues .....	19,212,400	19,212,400

1	State general fund/general purpose .....	\$	25,426,600	\$	25,426,600
2	<b>Sec. 6-105. AIR QUALITY DIVISION</b>				
3	Full-time equated classified positions .....		211.0		211.0
4	Air quality programs-211.0 FTE positions .....	\$	<u>35,486,600</u>	\$	<u>35,486,600</u>
5	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>35,486,600</b>	<b>\$</b>	<b>35,486,600</b>
6	Appropriated from:				
7	Federal revenues:				
8	Other federal revenues .....		7,663,900		7,663,900
9	Special revenue funds:				
10	Other state restricted revenues .....		15,053,200		15,053,200
11	State general fund/general purpose .....	\$	12,769,500	\$	12,769,500
12	<b>Sec. 6-106. REMEDIATION AND REDEVELOPMENT DIVISION</b>				
13	Full-time equated classified positions .....		327.0		327.0
14	Brownfield grants .....	\$	1,100,000	\$	1,100,000
15	Contaminated site investigations, cleanup and				
16	revitalization-146.0 FTE positions .....		21,944,100		21,944,100
17	Emergency cleanup actions .....		2,000,000		2,000,000
18	Environmental cleanup and redevelopment program .....		27,600,000		0
19	Environmental cleanup support .....		1,000,000		1,000,000
20	Federal cleanup project management-40.0 FTE positions		7,387,100		7,387,100
21	Laboratory services-42.0 FTE positions .....		8,535,700		8,535,700
22	Refined petroleum product cleanup program-99.0 FTE				
23	positions .....		35,386,000		35,386,000
24	Superfund cleanup .....		<u>11,000,000</u>		<u>11,000,000</u>
25	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>115,952,900</b>	<b>\$</b>	<b>88,352,900</b>
26	Appropriated from:				
27	Federal revenues:				
28	Other federal revenues .....		16,616,200		16,616,200

1	Special revenue funds:			
2	Other state restricted revenues .....	99,042,100		71,442,100
3	State general fund/general purpose .....	\$ 294,600	\$	294,600
4	<b>Sec. 6-107. UNDERGROUND STORAGE TANK AUTHORITY</b>			
5	Full-time equated classified positions .....	8.0		8.0
6	Underground storage tank cleanup program-8.0 FTE			
7	positions .....	\$ 20,098,000	\$	20,098,000
8	<b>GROSS APPROPRIATION .....</b>	<b>\$ 20,098,000</b>	<b>\$</b>	<b>20,098,000</b>
9	Appropriated from:			
10	Special revenue funds:			
11	Other state restricted revenues .....	20,098,000		20,098,000
12	State general fund/general purpose .....	\$ 0	\$	0
13	<b>Sec. 6-108. RENEWING MICHIGAN'S ENVIRONMENT</b>			
14	Full-time equated classified positions .....	131.0		131.0
15	Information management-20.0 FTE positions .....	\$ 5,652,200	\$	5,652,200
16	Renew Michigan program-111.0 FTE positions .....	70,255,200		70,255,200
17	<b>GROSS APPROPRIATION .....</b>	<b>\$ 75,907,400</b>	<b>\$</b>	<b>75,907,400</b>
18	Appropriated from:			
19	Interdepartmental grant revenues:			
20	IDG from department of state police .....	6,100		6,100
21	IDG from department of transportation .....	6,100		6,100
22	Federal revenues:			
23	Other federal revenues .....	5,800		5,800
24	Special revenue funds:			
25	Private revenues .....	1,100		1,100
26	Other state restricted revenues .....	71,442,900		71,442,900
27	State general fund/general purpose .....	\$ 4,445,400	\$	4,445,400
28	<b>Sec. 6-109. INFORMATION TECHNOLOGY</b>			

1	Information technology services and projects .....	\$	<u>9,239,200</u>	\$	<u>9,239,200</u>
2	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>9,239,200</b>	<b>\$</b>	<b>9,239,200</b>
3	Appropriated from:				
4	Interdepartmental grant revenues:				
5	IDG from department of state police .....		24,300		24,300
6	IDG from department of transportation .....		35,000		35,000
7	Federal revenues:				
8	Other federal revenues .....		1,799,600		1,799,600
9	Special revenue funds:				
10	Private revenues .....		14,500		14,500
11	Other state restricted revenues .....		5,586,600		5,586,600
12	State general fund/general purpose .....	\$	1,779,200	\$	1,779,200
13	<b>Sec. 6-111. DRINKING WATER AND ENVIRONMENTAL HEALTH</b>				
14	Full-time equated classified positions .....		154.0		154.0
15	Drinking water-104.0 FTE positions .....	\$	15,385,100	\$	15,385,100
16	Drinking water program grants .....		830,000		830,000
17	Environmental health-49.0 FTE positions .....		16,586,800		16,586,800
18	Lead line replacement-1.0 FTE position .....		196,600		196,600
19	Noncommunity water grants .....		1,905,700		1,905,700
20	Septage waste compliance grants .....		<u>125,000</u>		<u>125,000</u>
21	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>35,029,200</b>	<b>\$</b>	<b>35,029,200</b>
22	Appropriated from:				
23	Federal revenues:				
24	Other federal revenues .....		13,652,100		13,652,100
25	Special revenue funds:				
26	Other state restricted revenues .....		7,008,200		7,008,200
27	State general fund/general purpose .....	\$	14,368,900	\$	14,368,900
28	<b>Sec. 6-112. MATERIALS MANAGEMENT DIVISION</b>				

1	Full-time equated classified positions .....	134.0	134.0
2	Energy efficiency revolving fund .....	\$ 7,200,000	\$ 7,200,000
3	Environmental sustainability and stewardship-16.0 FTE		
4	positions .....	22,048,900	22,048,900
5	Hazardous waste management program-45.0 FTE positions	6,248,100	6,248,100
6	Low-level radioactive waste authority-2.0 FTE		
7	positions .....	248,300	248,300
8	Medical waste program-2.0 FTE positions .....	325,700	325,700
9	Pollution prevention-7.0 FTE positions .....	2,330,800	2,330,800
10	Radiological protection program-12.0 FTE positions ...	2,035,900	2,035,900
11	Recycling initiative-3.0 FTE positions .....	1,046,400	1,046,400
12	Scrap tire grants .....	3,500,000	3,500,000
13	Scrap tire regulatory program-10.0 FTE positions .....	1,388,600	1,388,600
14	Solid waste management program-37.0 FTE positions ....	<u>6,771,400</u>	<u>6,771,400</u>
15	<b>GROSS APPROPRIATION .....</b>	<b>\$ 53,144,100</b>	<b>\$ 53,144,100</b>
16	Appropriated from:		
17	Interdepartmental grant revenues:		
18	IDG from department of state police .....	1,544,200	1,544,200
19	Federal revenues:		
20	Other federal revenues .....	30,204,800	30,204,800
21	Special revenue funds:		
22	Private revenues .....	649,500	649,500
23	Other state restricted revenues .....	20,470,600	20,470,600
24	State general fund/general purpose .....	\$ 275,000	\$ 275,000
25	<b>Sec. 6-113. OIL, GAS, AND MINERALS DIVISION</b>		
26	Full-time equated classified positions .....	61.0	61.0
27	Oil, gas, and mineral services-61.0 FTE positions ....	<u>\$ 42,838,800</u>	<u>\$ 42,838,800</u>
28	<b>GROSS APPROPRIATION .....</b>	<b>\$ 42,838,800</b>	<b>\$ 42,838,800</b>



1	Appropriated from:			
2	Interdepartmental grant revenues:			
3	IDG from department of licensing and regulatory			
4	affairs .....	223,100		223,100
5	Federal revenues:			
6	Other federal revenues .....	31,153,100		31,153,100
7	Special revenue funds:			
8	Other state restricted revenues .....	6,966,900		6,966,900
9	State general fund/general purpose .....	\$ 4,495,700	\$	4,495,700
10	<b>Sec. 6-114. WATER INFRASTRUCTURE</b>			
11	Full-time equated classified positions .....	23.0		23.0
12	Municipal assistance-23.0 FTE positions .....	\$ 5,125,300	\$	5,125,300
13	Water state revolving funds .....	334,000,000		334,000,000
14	<b>GROSS APPROPRIATION .....</b>	<b>\$ 339,125,300</b>	<b>\$</b>	<b>339,125,300</b>
15	Appropriated from:			
16	Federal revenues:			
17	Other federal revenues .....	317,171,500		317,171,500
18	Special revenue funds:			
19	Other state restricted revenues .....	16,953,800		16,953,800
20	State general fund/general purpose .....	\$ 5,000,000	\$	5,000,000
21	<b>Sec. 6-115. ONE-TIME APPROPRIATIONS</b>			
22	Community technical, managerial, and financial support			
23	for lead line replacement .....	\$ 48,000,000	\$	0
24	Contaminated site cleanup .....	20,000,000		0
25	Grants and records management .....	2,000,000		0
26	High water infrastructure grants .....	34,325,000		0
27	Refined petroleum product cleanup program .....	19,170,900		0
28	Water state revolving funds .....	36,369,900		0

1	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>159,865,800</b>	<b>\$</b>	<b>0</b>
2	Appropriated from:				
3	Special revenue funds:				
4	Other state restricted revenues .....		19,170,900		0
5	State general fund/general purpose .....	<b>\$</b>	<b>140,694,900</b>	<b>\$</b>	<b>0</b>

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## PART 2

8

## PROVISIONS CONCERNING APPROPRIATIONS

9

FISCAL YEAR 2023

10 **GENERAL SECTIONS**

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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 2023 is \$545,635,600.00 and state spending from state sources to be paid to local units of government for fiscal year 2023 is \$30,716,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

## DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY

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Surface water .....	\$	200,000
Technology advancements for water monitoring .....		500,000
Brownfield grants .....		1,000,000
Emergency cleanup actions .....		116,000
Refined petroleum product cleanup program .....		5,000,000
Renew Michigan program .....		20,000,000
Environmental health .....		400,000
Noncommunity water grants .....		2,000,000
Septage waste compliance grants .....		130,000
Environmental sustainability and stewardship .....		100,000
Medical waste program .....		70,000
Pollution prevention .....		200,000

1	Scrap tire grants .....	1,000,000
2	TOTAL .....	\$ 30,716,000

3       Sec. 6-202. 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. 6-203. As used in this article:

6       (a) "Department" means the department of environment, Great Lakes, and energy.

7       (b) "Director" means the director of the department.

8       (c) "FTE" means full-time equated.

9       (d) "IDG" means interdepartmental grant.

10       (e) "NPDES" means national pollution discharge elimination system.

11       (f) "IIJA" means infrastructure investment and jobs act.

12       Sec. 6-204. The departments and agencies receiving appropriations in part 1 shall  
13 use the Internet to fulfill the reporting requirements of this article. This requirement  
14 shall include transmission of reports via Email to the recipients identified for each  
15 reporting requirement, or it shall include placement of reports on an Internet site.

16       Sec. 6-205. To the extent permissible under MCL 18.1261:

17       (a) Funds appropriated in part 1 must not be used for the purchase of foreign goods  
18 or services, or both, if competitively priced and of comparable quality American goods or  
19 services, or both, are available.

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

22       (c) In addition, preference must be given to goods or services, or both, that are  
23 manufactured or provided by Michigan businesses owned and operated by veterans, if they are  
24 competitively priced and of comparable quality.

25       Sec. 6-206. To the extent permissible under the management and budget act, the  
26 director shall take all reasonable steps to ensure businesses in deprived and depressed  
27 communities compete for and perform contracts to provide services or supplies, or both. The  
28 director shall strongly encourage firms with which the department contracts to subcontract

1 with certified businesses in depressed and deprived communities for services, supplies, or  
2 both.

3 Sec. 6-207. Consistent with MCL 18.1217, the departments and agencies receiving  
4 appropriations in part 1 shall prepare a report on out-of-state travel expenses not later  
5 than January 1 of each year. The travel report shall be a listing of all travel by  
6 classified and unclassified employees outside this state in the immediately preceding  
7 fiscal year that was funded in whole or in part with funds appropriated in the department's  
8 budget. The report shall be submitted to the senate and house appropriations committees,  
9 the house and senate fiscal agencies, and the state budget director. The report shall  
10 include the following information:

11 (a) The dates of each travel occurrence.

12 (b) The transportation and related costs of each travel occurrence, including the  
13 proportion funded with state general fund/general purpose revenues, the proportion funded  
14 with state restricted revenues, the proportion funded with federal revenues, and the  
15 proportion funded with other revenues.

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

21 Sec. 6-209. Not later than December 31, the state budget office shall prepare and  
22 transmit a report that provides for estimates of the total general fund/general purpose  
23 appropriation lapses at the close of the prior fiscal year. This report shall summarize the  
24 projected year-end general fund/general purpose appropriation lapses by major departmental  
25 program or program areas. The report shall be transmitted to the chairpersons of the senate  
26 and house appropriations committees and the senate and house fiscal agencies.

27 Sec. 6-210. (1) In addition to the funds appropriated in part 1, there is  
28 appropriated an amount not to exceed \$30,000,000.00 for federal contingency funds. These

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

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

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

12 Sec. 6-211. From the funds appropriated in part 1, the department shall provide to  
13 the department of technology, management and budget information sufficient to maintain a  
14 searchable website accessible by the public at no cost that includes, but is not limited  
15 to, all of the following for each department or agency:

16 (a) Fiscal year-to-date expenditures by category.

17 (b) Fiscal year-to-date expenditures by appropriation unit.

18 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,  
19 payment date, payment amount, and payment description.

20 (d) The number of active department employees by job classification.

21 (e) Job specifications and wage rates.

22 Sec. 6-212. Within 14 days after the release of the executive budget recommendation,  
23 the department shall provide to the state budget office information sufficient to provide  
24 the senate and house appropriations chairs, the senate and house appropriations  
25 subcommittees chairs, and the senate and house fiscal agencies with an annual report on  
26 estimated state restricted fund balances, state restricted fund projected revenues, and  
27 state restricted fund expenditures for the fiscal years ending September 30, 2022 and  
28 September 30, 2023.

1           Sec. 6-213. The department shall maintain, on a publicly accessible website, a  
2 department scorecard that identifies, tracks, and regularly updates key metrics that are  
3 used to monitor and improve the department's performance.

4           Sec. 6-214. Total authorized appropriations from all sources under part 1 for legacy  
5 costs for the fiscal year ending September 30, 2023 are estimated at \$34,914,100.00. From  
6 this amount, total agency appropriations for pension-related legacy costs are estimated at  
7 \$21,197,400.00. Total agency appropriations for retiree health care legacy costs are  
8 estimated at \$13,716,700.00.

9           Sec. 6-223. (1) The department may expend amounts remaining from the current and  
10 prior fiscal year appropriations to meet funding needs of the environmental cleanup and  
11 redevelopment program, contaminated site cleanup, the renew Michigan program, the refined  
12 petroleum product cleanup program, brownfield grants and loans, waterfront grants, and the  
13 environmental bond site reclamation program.

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

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

21           (4) Unexpended and unencumbered amounts remaining from the appropriations from the  
22 strategic water quality initiatives fund contained in 2011 PA 50, 2011 PA 63, 2012 PA 200,  
23 2013 PA 59, 2014 PA 252, 2015 PA 84, 2016 PA 268, 2017 PA 107, and 2018 PA 207 are  
24 appropriated for expenditure.

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

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

4 (7) Unexpended and unencumbered amounts remaining from the appropriations from the  
5 general fund contained in 2021 PA 87 are appropriated for expenditure.

6 Sec. 6-224. Revenues remaining in the settlements fund at the end of the fiscal year  
7 shall carry forward into the succeeding fiscal year.

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

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

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

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

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

17 (d) The estimated date for project completion.

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

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

21 Sec. 6-236. The department shall provide a report detailing the expenditure of  
22 departmental funds appropriated in 2015 PA 143, 2016 PA 3, 2016 PA 268, and 2016 PA 340.  
23 The report shall include the following:

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

25 (b) The purpose for each expenditure.

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

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

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

**REMEDICATION AND REDEVELOPMENT DIVISION**

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

Sec. 6-308. The unexpended funds appropriated in part 1 for emergency cleanup actions, environmental cleanup support, brownfield grants, and the refined petroleum product cleanup program are designated as work project appropriations, and any unencumbered or unallotted funds shall not lapse at the end of the fiscal year and shall be available for expenditures for projects under this section until the projects have been completed. The following is in compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

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

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

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

(d) The tentative completion date is September 30, 2027.

Sec. 6-310. (1) Upon approval by the state budget director, the department may expend from the general fund of the state an amount to meet the cash-flow requirements of projects funded under any of the following that are financed from bond proceeds and for which bonds have been authorized but not yet issued:

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

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

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



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

4 Sec. 6-315. In addition to the money appropriated in part 1, the department may  
5 receive and expend money from the environmental response fund, MCL 324.20108(4) or the  
6 natural resource damages fund, MCL 324.20108(3) to provide funding for actions by the  
7 department that are authorized by a court of competent jurisdiction and set forth in a  
8 final court order or judgment in an action to which the department is a party. The  
9 department shall prepare an annual report to the appropriations subcommittees, the fiscal  
10 agencies, and the state budget office by February 1, 2024 providing a summary of the  
11 expenditures incurred under this section during the fiscal year ending September 30, 2023.  
12

13 **WATER RESOURCES DIVISION**

14 Sec. 6-401. From the funds appropriated in part 1 for land and water interface  
15 permit programs, not less than \$350,000.00 and not fewer than 2.0 FTE positions are  
16 allocated for dam safety programs. These amounts are in addition to any funding and FTEs  
17 utilized for this purpose in the fiscal year ending September 30, 2022.

18 Sec. 6-405. If a certified health department does not exist in a city, county, or  
19 district or does not fulfill its responsibilities under part 117 of the natural resources  
20 and environmental protection act, 1994 PA 451, MCL 324.11701 to 324.11721, then the  
21 department may spend funds appropriated in part 1 under the septage waste compliance  
22 program in accordance with section 11716 of the natural resources and environmental  
23 protection act, 1994 PA 451, MCL 324.11716.

24 Sec. 6-410. From the funds appropriated in part 1, the department shall compile a  
25 report by November 1 on the status of the implementation plan for the western Lake Erie  
26 basin collaborative agreement. In an effort to learn more about the presence and timing of  
27 harmful algal blooms, the report shall contain all of the following:

28 (a) An estimated cost of removal of total phosphorus per pound at the 4 major

wastewater treatment plants.

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

(c) A description of the work that has commenced on the issue of dissolved reactive phosphorus, the expected objectives and outcomes of that work, and a list of the parties involved in that effort. (d) A description of the efforts and outcomes aimed at the total phosphorus reduction for the River Raisin watershed.

#### **UNDERGROUND STORAGE TANK AUTHORITY**

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

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

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

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

(d) The tentative completion date is September 30, 2027.

#### **RENEWING MICHIGAN'S ENVIRONMENT**

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

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

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

1 service providers, or both.

2 (c) The total estimated cost of the project is \$69,000,000.00.

3 (d) The tentative completion date is September 30, 2027.

4  
5 **MATERIALS MANAGEMENT DIVISION**

6 Sec. 6-901. In addition to the money appropriated in part 1, the department may  
7 receive and expend money from the Volkswagen Environmental Mitigation Trust Agreement to  
8 provide funding for activities as outlined within the State's Mitigation Plan. The  
9 department shall prepare an annual report to the appropriations subcommittees, the fiscal  
10 agencies, and the state budget office by February 1, 2024 of the expenditures incurred  
11 under this section during the fiscal year ending September 30, 2023.

12  
13 **ONE-TIME APPROPRIATIONS**

14 Sec. 6-1000. The unexpended funds appropriated in part 1 for water state revolving  
15 funds are designated as a work project appropriation, and any unencumbered or unallotted  
16 funds shall not lapse at the end of the fiscal year and shall be available for expenditures  
17 for projects under this section until the projects have been completed. The following is in  
18 compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

19 (a) The purpose of the project is for provision financing of water infrastructure  
20 projects.

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

23 (c) The total estimated cost of the project is \$36,369,900.00.

24 (d) The tentative completion date is September 30, 2027.

**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, 2023, and are anticipated to be appropriated for the fiscal year ending September 30, 2024, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

**EXECUTIVE OFFICE****APPROPRIATION SUMMARY**

Full-time equated unclassified positions .....	10.0	10.0
Full-time equated classified positions .....	79.2	79.2
<b>GROSS APPROPRIATION .....</b>	<b>\$ 7,708,600</b>	<b>\$ 7,708,600</b>
Total interdepartmental grants and interdepartmental transfers .....	0	0
<b>ADJUSTED GROSS APPROPRIATION .....</b>	<b>\$ 7,708,600</b>	<b>\$ 7,708,600</b>
Total federal revenues .....	0	0
Total local revenues .....	0	0
Total private revenues .....	0	0
Total other state restricted revenues .....	0	0
<b>State general fund/general purpose .....</b>	<b>\$ 7,708,600</b>	<b>\$ 7,708,600</b>
<i>State general fund/general purpose schedule:</i>		
<i>Ongoing state general fund/general purpose .....</i>	<i>7,708,600</i>	<i>7,708,600</i>
<i>One-time state general fund/general purpose .....</i>	<i>0</i>	<i>0</i>
<b>Sec. 7-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>		
Full-time equated unclassified positions .....	10.0	10.0
Full-time equated classified positions .....	79.2	79.2

1	Governor-1.0 FTE position .....	\$	159,300	\$	159,300
2	Lieutenant governor-1.0 FTE position .....		111,600		111,600
3	Unclassified salaries-8.0 FTE positions .....		1,478,100		1,478,100
4	Executive office-79.2 FTE positions .....		<u>5,959,600</u>		<u>5,959,600</u>
5	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>7,708,600</b>	<b>\$</b>	<b>7,708,600</b>
6	Appropriated from:				
7	Special revenue funds:				
8	State general fund/general purpose .....	\$	7,708,600	\$	7,708,600

## PART 2

## PROVISIONS CONCERNING APPROPRIATIONS

## FISCAL YEAR 2023

**GENERAL SECTIONS**

Sec. 7-201. 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 2023 is \$7,708,600.00 and state spending from state sources to be paid to local units of government for fiscal year 2023 is \$0.00.

**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, 2023, and are anticipated to be appropriated for the fiscal year ending September 30, 2024, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

**DEPARTMENT OF HEALTH AND HUMAN SERVICES****APPROPRIATION SUMMARY**

Full-time equated unclassified positions .....	6.0	6.0
Full-time equated classified positions .....	15,794.5	15,794.5
<b>GROSS APPROPRIATION .....</b>	<b>\$ 33,444,665,900</b>	<b>\$ 32,849,953,600</b>
Total interdepartmental grants and interdepartmental transfers .....	14,696,000	14,696,000
<b>ADJUSTED GROSS APPROPRIATION .....</b>	<b>\$ 33,429,969,900</b>	<b>\$ 32,835,257,600</b>
Total federal revenues .....	23,617,962,500	23,562,797,700
Total local revenues .....	183,502,800	183,502,800
Total private revenues .....	179,716,400	179,716,400
Total other state restricted revenues .....	2,991,928,100	2,991,928,100
State general fund/general purpose .....	\$ 6,456,860,100	\$ 5,917,312,600
<i>State general fund/general purpose schedule:</i>		
Ongoing state general fund/general purpose .....	5,933,772,400	5,917,312,600
One-time state general fund/general purpose .....	523,087,700	0
<b>Sec. 8-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>		
Full-time equated unclassified positions .....	6.0	6.0
Full-time equated classified positions .....	856.4	856.4

1	Unclassified salaries-6.0 FTE positions .....	\$	1,336,600	\$	1,336,600
2	Administrative hearings officers .....		10,004,500		10,004,500
3	Demonstration projects-7.0 FTE positions .....		7,070,800		7,070,800
4	Departmental administration and management-632.4 FTE				
5	positions .....		103,951,700		103,951,700
6	Legal services .....		12,300,000		12,300,000
7	Office of inspector general-197.0 FTE positions .....		25,965,700		25,965,700
8	Property management .....		64,701,200		64,701,200
9	Terminal leave payments .....		7,092,100		7,092,100
10	Training and program support-20.0 FTE positions .....		2,616,500		2,616,500
11	Warehouse operations .....		3,400,000		3,400,000
12	Worker's compensation .....		<u>8,682,500</u>		<u>8,682,500</u>
13	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>247,121,600</b>	<b>\$</b>	<b>247,121,600</b>
14	Appropriated from:				
15	Interdepartmental grant revenues:				
16	IDG from department of education .....		1,951,100		1,951,100
17	IDG from department of technology, management and				
18	budget .....		600		600
19	Federal revenues:				
20	Other federal revenues .....		115,181,500		115,181,500
21	Special revenue funds:				
22	Local revenues .....		86,000		86,000
23	Private revenues .....		3,847,500		3,847,500
24	Other state restricted revenues .....		1,342,800		1,342,800
25	State general fund/general purpose .....	\$	124,712,100	\$	124,712,100
26	<b>Sec. 8-103. CHILD SUPPORT ENFORCEMENT</b>				
27	Full-time equated classified positions .....		193.7		193.7
28	Child support enforcement operations-187.7 FTE				

1	positions .....	\$	25,769,000	\$	25,769,000
2	Child support incentive payments .....		24,409,600		24,409,600
3	Legal support contracts .....		113,600,300		113,600,300
4	State disbursement unit-6.0 FTE positions .....		<u>7,365,800</u>		<u>7,365,800</u>
5	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>171,144,700</b>	<b>\$</b>	<b>171,144,700</b>
6	Appropriated from:				
7	Federal revenues:				
8	Other federal revenues .....		145,855,400		145,855,400
9	Special revenue funds:				
10	State general fund/general purpose .....	\$	25,289,300	\$	25,289,300
11	<b>Sec. 8-104. COMMUNITY SERVICES AND OUTREACH</b>				
12	Full-time equated classified positions .....		80.6		80.6
13	Bureau of community services and outreach-27.0 FTE				
14	positions .....	\$	3,482,700	\$	3,482,700
15	Child advocacy centers-0.5 FTE position .....		2,407,000		2,407,000
16	Community services and outreach administration-19.0				
17	FTE positions .....		5,345,000		5,345,000
18	Community services block grant .....		25,840,000		25,840,000
19	Crime victim grants administration services-17.0 FTE				
20	positions .....		3,045,200		3,045,200
21	Crime victim justice assistance grants .....		98,579,300		98,579,300
22	Crime victim rights services grants .....		19,869,900		19,869,900
23	Diaper assistance grant .....		250,000		250,000
24	Domestic violence prevention and treatment-15.6 FTE				
25	positions .....		18,357,000		18,357,000
26	Homeless programs .....		24,082,500		24,082,500
27	Housing and support services .....		13,031,000		13,031,000
28	Human trafficking intervention services .....		200,000		200,000



1	Rape prevention and services-0.5 FTE position .....	5,097,300	5,097,300
2	Runaway and homeless youth grants .....	7,784,000	7,784,000
3	School success partnership program .....	525,000	525,000
4	Uniform statewide sexual assault evidence kit tracking		
5	system-1.0 FTE position .....	369,500	369,500
6	Weatherization assistance .....	<u>15,505,000</u>	<u>15,505,000</u>
7	<b>GROSS APPROPRIATION .....</b>	<b>\$ 243,770,400</b>	<b>\$ 243,770,400</b>
8	Appropriated from:		
9	Federal revenues:		
10	Other federal revenues .....	197,097,100	197,097,100
11	Special revenue funds:		
12	Other state restricted revenues .....	24,211,600	24,211,600
13	State general fund/general purpose .....	\$ 22,461,700	\$ 22,461,700
14	<b>Sec. 8-105. CHILDREN'S SERVICES AGENCY - CHILD WELFARE</b>		
15	Full-time equated classified positions .....	4,166.2	4,166.2
16	Adoption subsidies .....	\$ 212,189,700	\$ 212,189,700
17	Adoption support services-10.0 FTE positions .....	41,602,300	41,602,300
18	Attorney general contract .....	5,191,100	5,191,100
19	Child abuse and neglect - children's justice act-1.0		
20	FTE position .....	627,900	627,900
21	Child care fund .....	276,783,500	276,783,500
22	Child care fund - indirect cost allotment .....	3,500,000	3,500,000
23	Child legal representation .....	500,000	500,000
24	Child protection .....	2,050,300	2,050,300
25	Child welfare administration travel .....	390,000	390,000
26	Child welfare field staff - noncaseload compliance-		
27	353.0 FTE positions .....	41,350,200	41,350,200
28	Child welfare institute-53.0 FTE positions .....	9,331,000	9,331,000

1	Child welfare licensing-59.0 FTE positions .....	7,357,400	7,357,400
2	Child welfare medical/psychiatric evaluations .....	10,428,500	10,428,500
3	Children's protective services - caseload staff-		
4	1,615.0 FTE positions .....	171,293,200	171,293,200
5	Children's protective services supervisors-387.0 FTE		
6	positions .....	47,996,600	47,996,600
7	Children's services administration-214.2 FTE positions	26,785,500	26,785,500
8	Children's trust fund-12.0 FTE positions .....	4,737,600	4,737,600
9	Contractual services, supplies, and materials .....	9,567,600	9,567,600
10	Court appointed special advocates .....	1,000,000	1,000,000
11	Family preservation and prevention services		
12	administration-9.0 FTE positions .....	1,412,100	1,412,100
13	Family preservation programs-34.0 FTE positions .....	58,035,600	58,035,600
14	Foster care payments .....	328,396,200	328,396,200
15	Foster care services - caseload staff-981.0 FTE		
16	positions .....	99,825,900	99,825,900
17	Foster care services supervisors-227.0 FTE positions .	31,054,200	31,054,200
18	Guardianship assistance program .....	11,741,200	11,741,200
19	Interstate compact .....	179,600	179,600
20	Peer coaches-45.5 FTE positions .....	6,291,100	6,291,100
21	Performance based funding implementation-3.0 FTE		
22	positions .....	1,363,100	1,363,100
23	Permanency resource managers-28.0 FTE positions .....	3,479,500	3,479,500
24	Prosecuting attorney contracts .....	8,142,800	8,142,800
25	Raise the age fund .....	16,838,900	16,838,900
26	Second line supervisors and technical staff-126.0 FTE		
27	positions .....	19,848,000	19,848,000
28	Settlement monitor .....	2,219,900	2,219,900

1	Strong families/safe children .....	12,600,000	12,600,000
2	Title IV-E compliance and accountability office-4.0		
3	FTE positions .....	458,600	458,600
4	Youth in transition-4.5 FTE positions .....	<u>8,192,500</u>	<u>8,192,500</u>
5	<b>GROSS APPROPRIATION .....</b>	<b>\$ 1,482,761,600</b>	<b>\$ 1,482,761,600</b>
6	Appropriated from:		
7	Interdepartmental grant revenues:		
8	IDG from department of education .....	244,400	244,400
9	Federal revenues:		
10	Other federal revenues .....	712,626,800	712,626,800
11	Special revenue funds:		
12	Local revenues .....	42,770,200	42,770,200
13	Private revenues .....	2,700,000	2,700,000
14	Other state restricted revenues .....	4,895,300	4,895,300
15	State general fund/general purpose .....	\$ 719,524,900	\$ 719,524,900
16	<b>Sec. 8-106. CHILDREN'S SERVICES AGENCY - JUVENILE JUSTICE</b>		
17	Full-time equated classified positions .....	120.5	120.5
18	Bay pines center-47.0 FTE positions .....	\$ 5,856,400	\$ 5,856,400
19	Committee on juvenile justice administration-2.5 FTE		
20	positions .....	363,400	363,400
21	Committee on juvenile justice grants .....	3,000,000	3,000,000
22	Community support services-3.0 FTE positions .....	2,137,100	2,137,100
23	County juvenile officers .....	3,977,600	3,977,600
24	Juvenile justice, administration and maintenance-21.0		
25	FTE positions .....	3,812,300	3,812,300
26	Shawono center-47.0 FTE positions .....	<u>5,893,100</u>	<u>5,893,100</u>
27	<b>GROSS APPROPRIATION .....</b>	<b>\$ 25,039,900</b>	<b>\$ 25,039,900</b>
28	Appropriated from:		

1	Federal revenues:			
2	Other federal revenues .....	8,559,300		8,559,300
3	Special revenue funds:			
4	Local revenues .....	5,889,400		5,889,400
5	State general fund/general purpose .....	\$ 10,591,200	\$	10,591,200
6	<b>Sec. 8-107. PUBLIC ASSISTANCE</b>			
7	Full-time equated classified positions .....	1.0		1.0
8	Emergency services local office allocations .....	\$ 8,813,500	\$	8,813,500
9	Family independence program .....	64,322,300		64,322,300
10	Food assistance program benefits .....	4,188,184,600		4,188,184,600
11	Food Bank Council of Michigan .....	2,045,000		2,045,000
12	Indigent burial .....	4,369,100		4,369,100
13	Low-income home energy assistance program .....	174,951,600		174,951,600
14	Michigan energy assistance program-1.0 FTE position ..	50,000,000		50,000,000
15	Refugee assistance program .....	3,054,200		3,054,200
16	State disability assistance payments .....	3,576,700		3,576,700
17	State supplementation .....	54,992,200		54,992,200
18	State supplementation administration .....	<u>1,806,100</u>		<u>1,806,100</u>
19	<b>GROSS APPROPRIATION .....</b>	<b>\$ 4,556,115,300</b>	<b>\$</b>	<b>4,556,115,300</b>
20	Appropriated from:			
21	Federal revenues:			
22	Other federal revenues .....	4,420,668,100		4,420,668,100
23	Special revenue funds:			
24	Other state restricted revenues .....	64,476,300		64,476,300
25	State general fund/general purpose .....	\$ 70,970,900	\$	70,970,900
26	<b>Sec. 8-108. FIELD OPERATIONS AND SUPPORT SERVICES</b>			
27	Full-time equated classified positions .....	5,738.5		5,738.5
28	Administrative support workers-221.0 FTE positions ...	\$ 14,270,600	\$	14,270,600

1	Adult services field staff-520.0 FTE positions .....	62,342,500	62,342,500
2	Contractual services, supplies, and materials .....	24,919,700	24,919,700
3	Donated funds positions-238.0 FTE positions .....	28,530,400	28,530,400
4	Elder law of Michigan MiCAFE contract .....	350,000	350,000
5	Electronic benefit transfer (EBT) .....	7,989,000	7,989,000
6	Employment and training support services .....	4,219,100	4,219,100
7	Field policy and administration-124.0 FTE positions ..	19,518,600	19,518,600
8	Field staff travel .....	8,109,900	8,109,900
9	Food assistance reinvestment-16.0 FTE positions .....	7,446,700	7,446,700
10	Medical/psychiatric evaluations .....	1,120,100	1,120,100
11	Nutrition education-2.0 FTE positions .....	33,062,900	33,062,900
12	Pathways to potential-231.0 FTE positions .....	25,390,700	25,390,700
13	Public assistance field staff-4,386.5 FTE positions ..	480,282,900	480,282,900
14	SSI advocacy legal services grant .....	325,000	325,000
15	<b>GROSS APPROPRIATION</b> .....	<b>\$ 717,878,100</b>	<b>\$ 717,878,100</b>
16	Appropriated from:		
17	Interdepartmental grant revenues:		
18	IDG from department of corrections .....	120,200	120,200
19	IDG from department of education .....	7,772,200	7,772,200
20	Federal revenues:		
21	Other federal revenues .....	402,002,900	402,002,900
22	Special revenue funds:		
23	Local revenues .....	4,251,200	4,251,200
24	Private revenues .....	10,045,000	10,045,000
25	State general fund/general purpose .....	\$ 293,686,600	\$ 293,686,600
26	<b>Sec. 8-109. DISABILITY DETERMINATION SERVICES</b>		
27	Full-time equated classified positions .....	585.4	585.4
28	Disability determination operations-581.3 FTE		

1	positions .....	\$	116,419,500	\$	116,419,500
2	Retirement disability determination-4.1 FTE positions		<u>636,800</u>		<u>636,800</u>
3	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>117,056,300</b>	<b>\$</b>	<b>117,056,300</b>
4	Appropriated from:				
5	Interdepartmental grant revenues:				
6	IDG from department of technology, management and				
7	budget .....		813,400		813,400
8	Federal revenues:				
9	Other federal revenues .....		112,224,900		112,224,900
10	Special revenue funds:				
11	State general fund/general purpose .....	\$	4,018,000	\$	4,018,000
12	<b>Sec. 8-110. BEHAVIORAL HEALTH PROGRAM ADMINISTRATION AND SPECIAL PROJECTS</b>				
13	Full-time equated classified positions .....		107.0		107.0
14	Behavioral health program administration-76.0 FTE				
15	positions .....	\$	48,605,200	\$	48,605,200
16	Community substance use disorder prevention,				
17	education, and treatment-9.0 FTE positions .....		79,705,200		79,705,200
18	Family support subsidy .....		10,195,100		10,195,100
19	Federal and other special projects .....		2,535,600		2,535,600
20	Gambling addiction-1.0 FTE position .....		5,518,200		5,518,200
21	Mental health diversion council .....		3,850,000		3,850,000
22	Office of recipient rights-21.0 FTE positions .....		2,920,100		2,920,100
23	Opioid response activities .....		83,155,600		83,155,600
24	Protection and advocacy services support .....		<u>194,400</u>		<u>194,400</u>
25	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>236,679,400</b>	<b>\$</b>	<b>236,679,400</b>
26	Appropriated from:				
27	Federal revenues:				
28	Other federal revenues .....		172,698,700		172,698,700

1	Special revenue funds:		
2	Private revenues .....	2,904,700	2,904,700
3	Other state restricted revenues .....	23,802,400	23,802,400
4	State general fund/general purpose .....	\$ 37,273,600	\$ 37,273,600
5	<b>Sec. 8-111. BEHAVIORAL HEALTH SERVICES</b>		
6	Full-time equated classified positions .....	20.0	20.0
7	Autism services .....	\$ 286,697,900	\$ 282,790,300
8	Behavioral health community supports and services-		
9	7.0 FTE positions .....	43,950,800	43,950,800
10	Certified community behavioral health clinic		
11	demonstration .....	101,252,100	101,252,100
12	Civil service charges .....	297,500	297,500
13	Community mental health non-Medicaid services .....	125,578,200	125,578,200
14	Federal mental health block grant-5.0 FTE positions ..	20,611,800	20,611,800
15	Health homes-1.0 FTE position .....	61,337,400	61,337,400
16	Healthy Michigan plan - behavioral health .....	583,086,100	567,168,100
17	Medicaid mental health services .....	2,975,480,500	2,948,521,300
18	Medicaid substance use disorder services .....	82,657,700	81,457,000
19	Multicultural integration funding .....	17,284,900	17,284,900
20	Nursing home PAS/ARR-OBRA-7.0 FTE positions .....	13,961,700	13,961,700
21	State disability assistance program substance use		
22	disorder services .....	<u>2,018,800</u>	<u>2,018,800</u>
23	<b>GROSS APPROPRIATION .....</b>	<b>\$ 4,314,215,400</b>	<b>\$ 4,266,229,900</b>
24	Appropriated from:		
25	Federal revenues:		
26	Other federal revenues .....	2,889,350,000	2,854,272,900
27	Special revenue funds:		
28	Local revenues .....	15,285,600	15,285,600

1	Other state restricted revenues .....	45,764,800	45,764,800
2	State general fund/general purpose .....	\$ 1,363,815,000	\$ 1,350,906,600
3	<b>Sec. 8-112. STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL HEALTH SERVICES</b>		
4	Full-time equated classified positions .....	2,654.6	2,654.6
5	Caro Regional Mental Health Center - psychiatric		
6	hospital - adult-543.7 FTE positions .....	\$ 60,021,600	\$ 60,021,600
7	Center for forensic psychiatry-711.5 FTE positions ...	110,813,700	110,813,700
8	Developmental disabilities council and projects-10.0		
9	FTE positions .....	3,169,400	3,169,400
10	Gifts and bequests for patient living and treatment		
11	environment .....	1,000,000	1,000,000
12	Hawthorn Center - psychiatric hospital - children and		
13	adolescents-373.4 FTE positions .....	51,944,200	51,944,200
14	IDEA, federal special education .....	120,000	120,000
15	Kalamazoo Psychiatric Hospital - adult-565.2 FTE		
16	positions .....	71,129,000	71,129,000
17	Purchase of medical services for residents of		
18	hospitals and centers .....	445,600	445,600
19	Revenue recapture .....	750,100	750,100
20	Special maintenance .....	924,600	924,600
21	State hospital administration-32.0 FTE positions .....	5,339,800	5,339,800
22	Walter P. Reuther Psychiatric Hospital - adult-418.8		
23	FTE positions .....	<u>68,510,400</u>	<u>68,510,400</u>
24	<b>GROSS APPROPRIATION .....</b>	<b>\$ 374,168,400</b>	<b>\$ 374,168,400</b>
25	Appropriated from:		
26	Federal revenues:		
27	Other federal revenues .....	45,847,000	45,847,000
28	Special revenue funds:		



1	Local revenues .....	23,283,200	23,283,200
2	Private revenues .....	1,000,000	1,000,000
3	Other state restricted revenues .....	15,189,200	15,189,200
4	State general fund/general purpose .....	\$ 288,849,000	\$ 288,849,000
5	<b>Sec. 8-113. HEALTH AND HUMAN SERVICES POLICY AND INITIATIVES</b>		
6	Full-time equated classified positions .....	41.7	41.7
7	Bone marrow donor and blood bank programs .....	\$ 750,000	\$ 750,000
8	Certificate of need program administration-10.8 FTE		
9	positions .....	2,716,700	2,716,700
10	Policy and planning administration-21.9 FTE positions	3,044,100	3,044,100
11	Michigan essential health provider .....	3,519,600	3,519,600
12	Minority health grants and contracts-3.0 FTE positions	1,146,200	1,146,200
13	Nurse education and research program-3.0 FTE positions	816,500	816,500
14	Primary care services-3.0 FTE positions .....	3,805,100	3,805,100
15	Rural health services .....	<u>175,000</u>	<u>175,000</u>
16	<b>GROSS APPROPRIATION .....</b>	<b>\$ 15,973,200</b>	<b>\$ 15,973,200</b>
17	Appropriated from:		
18	Interdepartmental grant revenues:		
19	IDG from department of education .....	2,400	2,400
20	IDG from department of licensing and regulatory		
21	affairs .....	816,500	816,500
22	IDG from department of treasury .....	117,700	117,700
23	Federal revenues:		
24	Other federal revenues .....	3,266,200	3,266,200
25	Special revenue funds:		
26	Private revenues .....	865,000	865,000
27	Other state restricted revenues .....	3,270,200	3,270,200
28	State general fund/general purpose .....	\$ 7,635,200	\$ 7,635,200

<b>1</b>	<b>Sec. 8-114. EPIDEMIOLOGY, EMERGENCY MEDICAL SERVICES, AND LABORATORY</b>			
<b>2</b>	Full-time equated classified positions .....	416.9		416.9
<b>3</b>	Bioterrorism preparedness-53.0 FTE positions .....	\$ 30,841,600	\$	30,841,600
<b>4</b>	Childhood lead program-4.5 FTE positions .....	2,332,200		2,332,200
<b>5</b>	Emergency medical services program-20.0 FTE positions	10,008,800		10,008,800
<b>6</b>	Epidemiology administration-82.5 FTE positions .....	26,091,200		26,091,200
<b>7</b>	Healthy homes program-21.0 FTE positions .....	32,799,400		32,799,400
<b>8</b>	Laboratory services-102.0 FTE positions .....	29,008,000		29,008,000
<b>9</b>	Newborn screening follow-up and treatment services-			
<b>10</b>	10.5 FTE positions .....	8,363,000		8,363,000
<b>11</b>	PFAS and environmental contamination response-48.0 FTE			
<b>12</b>	positions .....	20,367,600		20,367,600
<b>13</b>	Vital records and health statistics-75.4 FTE positions	<u>11,412,100</u>		<u>11,412,100</u>
<b>14</b>	<b>GROSS APPROPRIATION .....</b>	<b>\$ 171,223,900</b>	<b>\$</b>	<b>171,223,900</b>
<b>15</b>	Appropriated from:			
<b>16</b>	Interdepartmental grant revenues:			
<b>17</b>	IDG from department of environment, great lakes, and			
<b>18</b>	energy .....	1,797,800		1,797,800
<b>19</b>	Federal revenues:			
<b>20</b>	Other federal revenues .....	77,108,600		77,108,600
<b>21</b>	Special revenue funds:			
<b>22</b>	Private revenues .....	342,600		342,600
<b>23</b>	Other state restricted revenues .....	32,674,400		32,674,400
<b>24</b>	State general fund/general purpose .....	\$ 59,300,500	\$	59,300,500
<b>25</b>	<b>Sec. 8-115. LOCAL HEALTH AND ADMINISTRATIVE SERVICES</b>			
<b>26</b>	Full-time equated classified positions .....	159.1		159.1
<b>27</b>	AIDS prevention, testing, and care programs-59.5 FTE			
<b>28</b>	positions .....	\$ 109,609,200	\$	109,609,200

1	Cancer prevention and control program-18.0 FTE		
2	positions .....	15,870,500	15,870,500
3	Chronic disease control and health promotion		
4	administration-19.4 FTE positions .....	8,285,900	8,285,900
5	Diabetes and kidney program-8.0 FTE positions .....	4,135,000	4,135,000
6	Essential local public health services .....	51,419,300	51,419,300
7	Implementation of 1993 PA 133, MCL 333.17015 .....	20,000	20,000
8	Local health services-3.3 FTE positions .....	8,707,600	8,707,600
9	Medicaid outreach cost reimbursement to local health		
10	departments .....	12,500,000	12,500,000
11	Public health administration-9.0 FTE positions .....	1,801,000	1,801,000
12	Sexually transmitted disease control program-20.0 FTE		
13	positions .....	8,496,800	8,496,800
14	Smoking prevention program-15.0 FTE positions .....	4,379,200	4,379,200
15	Violence prevention-6.9 FTE positions .....	12,724,000	12,724,000
16	<b>GROSS APPROPRIATION .....</b>	<b>\$ 237,948,500</b>	<b>\$ 237,948,500</b>
17	Appropriated from:		
18	Federal revenues:		
19	Other federal revenues .....	89,007,600	89,007,600
20	Special revenue funds:		
21	Local revenues .....	5,150,000	5,150,000
22	Private revenues .....	75,689,100	75,689,100
23	Other state restricted revenues .....	10,135,600	10,135,600
24	State general fund/general purpose .....	\$ 57,966,200	\$ 57,966,200
25	<b>Sec. 8-116. FAMILY HEALTH SERVICES</b>		
26	Full-time equated classified positions .....	136.1	136.1
27	Child and adolescent health care and centers .....	\$ 27,242,700	\$ 27,242,700
28	Dental programs-5.3 FTE positions .....	6,734,400	6,734,400

1	Drinking water declaration of emergency .....	4,621,000	4,621,000
2	Family planning local agreements .....	8,810,700	8,810,700
3	Family, maternal, and child health administration-55.0		
4	FTE positions .....	11,768,500	11,768,500
5	Immunization program-15.8 FTE positions .....	20,659,600	20,659,600
6	Local MCH services .....	7,018,100	7,018,100
7	Pregnancy prevention program .....	1,298,800	1,298,800
8	Prenatal care and premature birth avoidance grant ....	1,000,000	1,000,000
9	Prenatal care outreach and service delivery support-		
10	15.0 FTE positions .....	36,861,800	36,861,800
11	Special projects .....	6,289,100	6,289,100
12	Sudden and unexpected infant death and suffocation		
13	prevention program .....	321,300	321,300
14	Women, infants, and children program administration		
15	and special projects-45.0 FTE positions .....	19,547,400	19,547,400
16	Women, infants, and children program local agreements		
17	and food costs .....	<u>231,285,000</u>	<u>231,285,000</u>
18	<b>GROSS APPROPRIATION .....</b>	<b>\$ 383,458,400</b>	<b>\$ 383,458,400</b>
19	Appropriated from:		
20	Federal revenues:		
21	Other federal revenues .....	248,372,800	248,372,800
22	Special revenue funds:		
23	Local revenues .....	28,817,700	28,817,700
24	Private revenues .....	64,785,700	64,785,700
25	Other state restricted revenues .....	4,050,400	4,050,400
26	State general fund/general purpose .....	\$ 37,431,800	\$ 37,431,800
27	<b>Sec. 8-117. CHILDREN'S SPECIAL HEALTH CARE SERVICES</b>		
28	Full-time equated classified positions .....	48.8	48.8

1	Bequests for care and services-2.8 FTE positions .....	\$	2,087,100	\$	2,087,100
2	Children's special health care services				
3	administration-46.0 FTE positions .....		9,131,100		9,131,100
4	Medical care and treatment .....		272,693,400		272,693,400
5	Nonemergency medical transportation .....		801,200		801,200
6	Outreach and advocacy .....		<u>5,510,000</u>		<u>5,510,000</u>
7	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>290,222,800</b>	<b>\$</b>	<b>290,222,800</b>
8	Appropriated from:				
9	Federal revenues:				
10	Other federal revenues .....		157,871,500		157,871,500
11	Special revenue funds:				
12	Private revenues .....		1,365,500		1,365,500
13	Other state restricted revenues .....		4,933,300		4,933,300
14	State general fund/general purpose .....	\$	126,052,500	\$	126,052,500
15	<b>Sec. 8-118. HEALTH AND AGING SERVICES ADMINISTRATION</b>				
16	Full-time equated classified positions .....		467.0		467.0
17	Aging services administration-42.0 FTE positions .....	\$	9,321,400	\$	9,321,400
18	Electronic health record incentive program .....		8,000,000		8,000,000
19	Health services administration-392.0 FTE positions ...		86,423,100		86,423,100
20	Healthy Michigan plan administration-33.0 FTE				
21	positions .....		<u>31,826,800</u>		<u>31,826,800</u>
22	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>135,571,300</b>	<b>\$</b>	<b>135,571,300</b>
23	Appropriated from:				
24	Federal revenues:				
25	Other federal revenues .....		91,781,200		91,781,200
26	Special revenue funds:				
27	Local revenues .....		37,700		37,700
28	Private revenues .....		1,721,300		1,721,300

1	Other state restricted revenues .....	336,300	336,300
2	State general fund/general purpose .....	\$ 41,694,800	\$ 41,694,800
3	<b>Sec. 8-119. HEALTH AND AGING SERVICES</b>		
4	Adult home help services .....	\$ 489,631,700	\$ 489,631,700
5	Ambulance services .....	18,448,200	18,448,200
6	Auxiliary medical services .....	7,113,500	7,113,500
7	Community services .....	53,476,000	53,476,000
8	Dental clinic program .....	1,000,000	1,000,000
9	Dental services .....	529,942,000	529,942,000
10	Employment assistance .....	3,500,000	3,500,000
11	Federal Medicare pharmaceutical program .....	351,347,500	347,796,100
12	Health plan services .....	6,059,605,200	6,059,605,200
13	Healthy Michigan plan .....	5,248,282,900	5,248,282,900
14	Home health services .....	3,065,700	3,065,700
15	Hospice services .....	143,370,900	143,370,900
16	Hospital disproportionate share payments .....	45,000,000	45,000,000
17	Hospital services and therapy .....	795,108,500	795,108,500
18	Integrated care organizations .....	344,532,700	344,532,700
19	Long-term care services .....	1,993,078,900	1,993,078,900
20	Maternal and child health .....	35,100,000	35,100,000
21	Medicaid home- and community-based services waiver ...	454,139,600	454,139,600
22	Medicare premium payments .....	783,641,200	783,641,200
23	Nutrition services .....	48,054,200	48,054,200
24	Personal care services .....	7,179,700	7,179,700
25	Pharmaceutical services .....	306,299,800	306,299,800
26	Physician services .....	211,838,000	211,838,000
27	Program of all-inclusive care for the elderly .....	234,393,900	234,393,900
28	Respite care program .....	6,468,700	6,468,700

1	School-based services .....	135,680,000	135,680,000
2	Senior volunteer service programs .....	4,765,300	4,765,300
3	Special Medicaid reimbursement .....	333,762,400	333,762,400
4	Transportation .....	<u>16,424,000</u>	<u>16,424,000</u>
5	<b>GROSS APPROPRIATION .....</b>	<b>\$ 18,664,250,500</b>	<b>\$ 18,660,699,100</b>
6	Appropriated from:		
7	Federal revenues:		
8	Other federal revenues .....	13,329,120,800	13,329,120,800
9	Special revenue funds:		
10	Local revenues .....	57,931,800	57,931,800
11	Private revenues .....	9,200,000	9,200,000
12	Michigan merit award trust fund .....	61,268,700	61,268,700
13	Other state restricted revenues .....	2,693,566,400	2,693,566,400
14	State general fund/general purpose .....	\$ 2,513,162,800	\$ 2,509,611,400
15	<b>Sec. 8-120. INFORMATION TECHNOLOGY</b>		
16	Full-time equated classified positions .....	1.0	1.0
17	Bridges information system .....	\$ 79,400,900	\$ 79,400,900
18	Child support automation .....	44,604,800	44,604,800
19	Comprehensive child welfare information system .....	3,373,200	3,373,200
20	Information technology services and projects .....	267,972,100	267,972,100
21	Michigan Medicaid information system-1.0 FTE position	99,929,200	99,929,200
22	Michigan statewide automated child welfare information		
23	system .....	21,542,100	21,542,100
24	Technology supporting integrated service delivery ....	<u>68,500</u>	<u>68,500</u>
25	<b>GROSS APPROPRIATION .....</b>	<b>\$ 516,890,800</b>	<b>\$ 516,890,800</b>
26	Appropriated from:		
27	Interdepartmental grant revenues:		
28	IDG from department of education .....	1,059,700	1,059,700

1	Federal revenues:			
2	Other federal revenues .....	379,234,400		379,234,400
3	Special revenue funds:			
4	Private revenues .....	5,250,000		5,250,000
5	Other state restricted revenues .....	2,010,400		2,010,400
6	State general fund/general purpose .....	\$ 129,336,300	\$	129,336,300
7	<b>Sec. 8-121. ONE-TIME APPROPRIATIONS</b>			
8	Comprehensive child welfare information system .....	\$ 27,825,400	\$	0
9	Congregate care pandemic relief grants .....	15,000,000		0
10	Cross enrollment expansion .....	2,500,000		0
11	Eliminate health disparities .....	20,000,000		0
12	First responder and public safety staff mental health	2,500,000		0
13	Food security council .....	50,000,000		0
14	Gun violence prevention study .....	10,000,000		0
15	Home repair and plumbing assistance grants .....	40,000,000		0
16	Jail diversion fund .....	15,000,000		0
17	MEHP - mental health expansion .....	25,000,000		0
18	Multicultural integration funding .....	8,600,000		0
19	State-operated psychiatric complex .....	325,000,000		0
20	Technology upgrades .....	1,750,000		0
21	<b>GROSS APPROPRIATION .....</b>	<b>\$ 543,175,400</b>	<b>\$</b>	<b>0</b>
22	Appropriated from:			
23	Federal revenues:			
24	Other federal revenues .....	20,087,700		0
25	Special revenue funds:			
26	State general fund/general purpose .....	\$ 523,087,700	\$	0
27				
28	PART 2			



## PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2023

**GENERAL SECTIONS**

Sec. 8-201. 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 2023 is \$9,448,788,200.00 and state spending from state sources to be paid to local units of government for fiscal year 2023 is \$1,898,726,500.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

## DEPARTMENT OF HEALTH AND HUMAN SERVICES

Child support incentive payments .....	\$	10,857,300
Legal support contracts .....		200
Crime victim grants administration services .....		395,300
Crime victim rights services grants .....		12,033,300
Domestic violence prevention and treatment .....		217,600
Homeless programs .....		9,200
Housing and support services .....		121,300
Adoption subsidies .....		25,400
Child care fund .....		152,649,000
Child care fund - indirect cost allotment .....		3,521,200
Child welfare licensing .....		120,000
Child welfare medical/psychiatric evaluations .....		19,000
Children's trust fund grants .....		24,200
Contractual services, supplies, and materials .....		156,200
Family preservation programs .....		311,500
Foster care payments .....		1,274,700
Strong families/safe children .....		73,800
Youth in transition .....		2,900

1	Bay pines center .....	37,100
2	Community support services .....	103,300
3	Shawono center .....	1,700
4	Emergency services local office allocations .....	765,600
5	Family independence program .....	1,100
6	Indigent burial .....	4,800
7	Michigan energy assistance program .....	216,100
8	Multicultural integration funding .....	1,615,900
9	State disability assistance payments .....	151,500
10	Contractual services, supplies, and materials .....	64,300
11	Employment and training support services .....	7,200
12	Disability determination operations .....	2,700
13	Behavioral health program administration .....	599,800
14	Gambling addiction .....	1,376,700
15	Mental health diversion council .....	202,200
16	Autism services .....	100,084,100
17	Children with serious emotional disturbance waiver .....	3,317,300
18	Children's waiver home care program .....	5,977,600
19	Community mental health non-Medicaid services .....	127,888,900
20	Community substance use disorder prevention, education, and treatment .	4,977,700
21	Health homes .....	231,500
22	Healthy Michigan plan - behavioral health .....	69,732,000
23	Medicaid mental health services .....	1,153,898,600
24	Medicaid substance use disorder services .....	28,721,000
25	Nursing home PAS/ARR-OBRA .....	2,709,100
26	State disability assistance program substance use disorder services ...	1,788,900
27	Caro Regional Mental Health Center - psychiatric hospital - adult .....	195,200
28	Center for forensic psychiatry .....	606,500

1	Hawthorn Center - psychiatric hospital - children and adolescents .....	60,600
2	Kalamazoo Psychiatric Hospital - adult .....	54,600
3	Walter P. Reuther Psychiatric Hospital - adult .....	52,100
4	Primary care services .....	98,000
5	Epidemiology administration .....	285,100
6	Healthy homes program .....	1,333,200
7	AIDS prevention, testing, and care programs .....	2,416,200
8	Cancer prevention and control program .....	46,900
9	Essential local public health services .....	44,364,400
10	Implementation of 1993 PA 133, MCL 333.17015 .....	400
11	Local health services .....	1,537,100
12	Sexually transmitted disease control program .....	505,100
13	Smoking prevention program .....	201,800
14	Family planning local agreements .....	253,200
15	Immunization program .....	2,197,400
16	Pregnancy prevention program .....	28,100
17	Prenatal care outreach and service delivery support .....	4,967,400
18	Medical care and treatment .....	461,000
19	Outreach and advocacy .....	2,631,100
20	Community services .....	23,833,500
21	Nutrition services .....	13,031,400
22	Respite care program .....	5,632,700
23	Senior volunteer service programs .....	914,800
24	Aging services administration .....	1,303,600
25	Adult home help services .....	139,900
26	Ambulance services .....	516,600
27	Auxiliary medical services .....	1,300
28	Dental services .....	822,000

1	Healthy Michigan plan .....	850,200
2	Home health services .....	6,500
3	Hospice services .....	23,900
4	Hospital disproportionate share payments .....	19,900
5	Hospital services and therapy .....	2,736,300
6	Long-term care services .....	82,997,200
7	Medicaid home- and community-based services waiver .....	15,147,800
8	Personal care services .....	27,300
9	Pharmaceutical services .....	3,600
10	Physician services .....	2,015,400
11	Special Medicaid reimbursement .....	29,600
12	Transportation .....	<u>88,800</u>
13	TOTAL .....	\$ 1,898,726,500

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

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

17       (a) "AIDS" means acquired immunodeficiency syndrome.

18       (b) "CMHSP" means a community mental health services program as that term is defined  
19 in section 100a of the mental health code, 1974 PA 258, MCL 330.1100a.

20       (c) "CMS" means the Centers for Medicare and Medicaid Services.

21       (d) "Current fiscal year" means the fiscal year ending September 30, 2023.

22       (e) "Department" means the department of health and human services.

23       (f) "Director" means the director of the department.

24       (g) "DSH" means disproportionate share hospital.

25       (h) "EPSDT" means early and periodic screening, diagnosis, and treatment.

26       (i) "Federal poverty level" means the poverty guidelines published annually in the  
27 Federal Register by the United States Department of Health and Human Services under its  
28 authority to revise the poverty line under 42 USC 9902.

1 (j) "FQHC" means Federally Qualified Health Center.

2 (k) "FTE" means full-time equated.

3 (l) "GME" means graduate medical education.

4 (m) "Health plan" means, at a minimum, an organization that meets the criteria for  
5 delivering the comprehensive package of services under the department's comprehensive  
6 health plan.

7 (n) "HEDIS" means healthcare effectiveness data and information set.

8 (o) "HMO" means health maintenance organization.

9 (p) "IDEA" means the individuals with disabilities education act, 20 USC 1400 to  
10 1482.

11 (q) "IDG" means interdepartmental grant.

12 (r) "MCH" means maternal and child health.

13 (s) "Medicaid" means subchapter XIX of the social security act, 42 USC 1396 to  
14 1396w-5.

15 (t) "Medicare" means subchapter XVIII of the social security act, 42 USC 1395 to  
16 1395l111.

17 (u) "MiCAFE" means Michigan's coordinated access to food for the elderly.

18 (v) "MiChild" means the program described in section 1670 of this part.

19 (w) "MiSACWIS" means Michigan statewide automated child welfare information system.

20 (x) "PAS/ARR-OBRA" means the preadmission screening and annual resident review  
21 required under the omnibus budget reconciliation act of 1987, section 1919(e)(7) of the  
22 social security act, 42 USC 1396r.

23 (y) "PFAS" means perfluoroalkyl and polyfluoroalkyl substances.

24 (z) "PIHP" means an entity designated by the department as a regional entity or a  
25 specialty prepaid inpatient health plan for Medicaid mental health services, services to  
26 individuals with developmental disabilities, and substance use disorder services. Regional  
27 entities are described in section 204b of the mental health code, 1974 PA 258, MCL  
28 330.1204b. Specialty prepaid inpatient health plans are described in section 232b of the

1 mental health code, 1974 PA 258, MCL 330.1232b.

2 (aa) "Previous fiscal year" means the fiscal year ending September 30, 2022.

3 (bb) "Quarterly reports" means 4 reports shall be submitted to the required  
4 recipients by the following dates: February 1, April 1, July 1, and September 30 of the  
5 current fiscal year.

6 (cc) "Semiannual basis" means March 1 and September 30 of the current fiscal year.

7 (dd) "Settlement" means the settlement agreement entered in the case of Dwayne B. v  
8 Snyder, docket no. 2:06-cv-13548 in the United States District Court for the Eastern  
9 District of Michigan.

10 (ee) "SSI" means supplemental security income.

11 (ff) "Temporary assistance for needy families" or "TANF" or "title IV-A" means part  
12 A of subchapter IV of the social security act, 42 USC 601 to 619.

13 (gg) "Title IV-B" means part B of title IV of the social security act, 42 USC 621 to  
14 629m.

15 (hh) "Title IV-D" means part D of title IV of the social security act, 42 USC 651 to  
16 669b.

17 (ii) "Title IV-E" means part E of title IV of the social security act, 42 USC 670 to  
18 679c.

19 (jj) "Title X" means subchapter VIII of the public health service act, 42 USC 300 to  
20 300a-8, which establishes grants to states for family planning services.

21 Sec. 8-204. The departments and agencies receiving appropriations in part 1 shall  
22 use the Internet to fulfill the reporting requirements of this article. This requirement  
23 shall include transmission of reports via Email to the recipients identified for each  
24 reporting requirement, or it shall include placement of reports on an Internet site.

25 Sec. 8-205. To the extent permissible under MCL 18.1261:

26 (a) Funds appropriated in part 1 must not be used for the purchase of foreign goods  
27 or services, or both, if competitively priced and of comparable quality American goods or  
28 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) In addition, preference must be given to goods or services, or both, that are  
4 manufactured or provided by Michigan businesses owned and operated by veterans, if they are  
5 competitively priced and of comparable quality.

6 Sec. 8-206. To the extent permissible under the management and budget act, the  
7 director shall take all reasonable steps to ensure businesses in deprived and depressed  
8 communities compete for and perform contracts to provide services or supplies, or both. The  
9 director shall strongly encourage firms with which the department contracts to subcontract  
10 with certified businesses in depressed and deprived communities for services, supplies, or  
11 both.

12 Sec. 8-207. Consistent with MCL 18.1217, the departments and agencies receiving  
13 appropriations in part 1 shall prepare a report on out-of-state travel expenses not later  
14 than January 1 of each year. The travel report shall be a listing of all travel by  
15 classified and unclassified employees outside this state in the immediately preceding  
16 fiscal year that was funded in whole or in part with funds appropriated in the department's  
17 budget. The report shall be submitted to the senate and house appropriations committees,  
18 the house and senate fiscal agencies, and the state budget director. The report shall  
19 include the following information:

20 (a) The dates of each travel occurrence.

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

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

1 authorizes.

2       Sec. 8-209. Not later than December 31, 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 report shall be transmitted to the chairpersons of the senate  
7 and house appropriations committees and the senate and house fiscal agencies.

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

13       (2) In addition to the funds appropriated in part 1, there is appropriated an amount  
14 not to exceed \$90,000,000.00 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 \$40,000,000.00 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 \$60,000,000.00 for private contingency funds. These funds are not available  
23 for 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. 8-211. From the funds appropriated in part 1, the department shall provide to  
26 the department of technology, management and budget information sufficient to maintain a  
27 searchable website accessible by the public at no cost that includes, but is not limited  
28 to, all of the following for each department or agency:



1 (a) Fiscal year-to-date expenditures by category.

2 (b) Fiscal year-to-date expenditures by appropriation unit.

3 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,  
4 payment date, payment amount, and payment description.

5 (d) The number of active department employees by job classification.

6 (e) Job specifications and wage rates.

7 Sec. 8-212. Within 14 days after the release of the executive budget recommendation,  
8 the department shall provide to the state budget office information sufficient to provide  
9 the senate and house appropriations chairs, the senate and house appropriations  
10 subcommittees chairs, and the senate and house fiscal agencies with an annual report on  
11 estimated state restricted fund balances, state restricted fund projected revenues, and  
12 state restricted fund expenditures for the fiscal years ending September 30, 2022 and  
13 September 30, 2023.

14 Sec. 8-213. The department shall maintain, on a publicly accessible website, a  
15 department scorecard that identifies, tracks, and regularly updates key metrics that are  
16 used to monitor and improve the department's performance.

17 Sec. 8-214. Total authorized appropriations from all sources under part 1 for legacy  
18 costs for the fiscal year ending September 30, 2023 are estimated at \$309,264,700.00. From  
19 this amount, total agency appropriations for pension-related legacy costs are estimated at  
20 \$187,764,100.00. Total agency appropriations for retiree health care legacy costs are  
21 estimated at \$121,500,600.00.

22 Sec. 8-216. (1) In addition to funds appropriated in part 1 for all programs and  
23 services, there is appropriated for write-offs of accounts receivable, deferrals, and for  
24 prior year obligations in excess of applicable prior year appropriations, an amount equal  
25 to total write-offs and prior year obligations, but not to exceed amounts available in  
26 prior year revenues.

27 (2) The department's ability to satisfy appropriation fund sources in part 1 is not  
28 limited to collections and accruals pertaining to services provided in the current fiscal

1 year, but also includes reimbursements, refunds, adjustments, and settlements from prior  
2 years.

3 Sec. 8-219. (1) The department may contract with the Michigan Public Health  
4 Institute for the design and implementation of projects and for other public health-related  
5 activities prescribed in section 2611 of the public health code, 1978 PA 368, MCL 333.2611.  
6 The department may develop a master agreement with the Michigan Public Health Institute to  
7 carry out these purposes for up to a 1-year period. The department shall report to the  
8 house and senate appropriations subcommittees on the department budget, the house and  
9 senate fiscal agencies, and the state budget director on or before March 1 of the current  
10 fiscal year all of the following:

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

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

14 (c) The expected project duration.

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

17 (2) On or before March 1 of the current fiscal year, the department shall provide to  
18 the same parties listed in subsection (1) a copy of all reports, studies, and publications  
19 produced by the Michigan Public Health Institute, its subcontractors, or the department  
20 with the funds appropriated in the department's budget in the previous fiscal year and  
21 allocated to the Michigan Public Health Institute.

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

27 Sec. 8-221. According to section 1b of the social welfare act, 1939 PA 280, MCL  
28 400.1b, the department shall treat part 1 and this part as a time-limited addendum to the

1 social welfare act, 1939 PA 280, MCL 400.1 to 400.119b.

2 Sec. 8-222. The department shall make the entire policy and procedures manual  
3 available and accessible to the public via the department website.

4 Sec. 8-223. The department may establish and collect fees for publications, videos  
5 and related materials, conferences, and workshops. Collected fees are appropriated when  
6 received and shall be used to offset expenditures to pay for printing and mailing costs of  
7 the publications, videos and related materials, and costs of the workshops and conferences.  
8 The department shall not collect fees under this section that exceed the cost of the  
9 expenditures. When collected fees are appropriated under this section in an amount that  
10 exceeds the current fiscal year appropriation, within 30 days the department shall notify  
11 the chairs of the house and senate appropriations subcommittees on the department budget,  
12 the house and senate fiscal agencies and policy offices, and the state budget director of  
13 that fact.

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

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

26 Sec. 8-227. The state departments, agencies, and commissions receiving tobacco tax  
27 funds and Healthy Michigan fund revenue from part 1 shall report by April 1 of the current  
28 fiscal year to the senate and house appropriations committees, the senate and house fiscal

1 agencies, and the state budget director on the following:

2 (a) A detailed spending plan by appropriation line item including description of  
3 programs and a summary of organizations receiving these funds.

4 (b) A description of allocations or bid processes including need or demand  
5 indicators used to determine allocations.

6 (c) Eligibility criteria for program participation and maximum benefit levels where  
7 applicable.

8 (d) Outcome measures used to evaluate programs, including measures of the  
9 effectiveness of these programs in improving the health of residents of this state.

10 Sec. 8-228. (1) If the department is authorized under state or federal law to  
11 collect an overpayment owed to the department, the department may assess a penalty of 1%  
12 per month beginning 60 days after notification. If an overpayment is caused by department  
13 error, a penalty may not be assessed until 6 months after the initial notification date of  
14 the overpayment amount. The department shall not collect penalty interest in an amount that  
15 exceeds the amount of the original overpayment. The state share of any funds collected  
16 under this section shall be deposited in the state general fund.

17 (2) By September 30 of the current fiscal year, the department shall report to the  
18 house and senate appropriations subcommittees on the department budget, the house and  
19 senate fiscal agencies, and the state budget office on penalty amounts assessed and paid by  
20 account during the current fiscal year, the reason for the penalty, and the current status  
21 of the account.

22 Sec. 8-230. By January 31 of the current fiscal year, the department shall report to  
23 the senate and house appropriations subcommittees on the department budget, the senate and  
24 house fiscal agencies and policy offices, and the state budget office on the status of the  
25 implementation of any noninflationary, noncaseload, programmatic funding increases in the  
26 current fiscal year from the previous fiscal year. The report shall confirm the  
27 implementation of already implemented funding increases and provide explanations for any  
28 planned implementation of funding increases that have not yet occurred. For any planned

1 implementation of funding increases that have not yet occurred, the department shall  
2 provide an expected implementation date and the reasons for delayed implementation.

3 Sec. 8-231. (1) From the funds appropriated in part 1, the department shall provide  
4 sufficient funding to increase the wages paid to direct care workers described in  
5 subsection (2) by \$2.35 per hour above the rates paid on March 1, 2020 for the current  
6 fiscal year.

7 (2) The direct care wage increase shall be provided to direct care workers employed  
8 by the department, its contractors, and its subcontractors who received a \$2.00 per hour  
9 state-funded wage increase beginning in April 2020. The total combined direct care wage  
10 increases from the April 2020 direct care wage increase and the wage increase outlined in  
11 this section is \$2.35 per hour and is in effect for the current fiscal year.

12 (3) From the funds appropriated in part 1, the department shall provide sufficient  
13 funding to increase the wages paid to direct care workers described in subsections (4),  
14 (5), (6), and (7) by \$2.35 per hour above the rates paid on June 1, 2020 for the current  
15 fiscal year.

16 (4) A direct care wage increase of \$2.35 per hour shall be provided to direct care  
17 workers employed by skilled nursing facilities for the current fiscal year. This funding  
18 shall include all costs incurred by the employer, including payroll taxes, due to the \$2.35  
19 per hour increase. As used in this subsection, "direct care workers" means a registered  
20 professional nurse, licensed practical nurse, competency-evaluated nursing assistant, and  
21 respiratory therapist.

22 (5) A direct care wage increase of \$2.35 per hour shall be provided to direct care  
23 workers employed by area agencies on aging and their contractors for in-home and respite  
24 services for the current fiscal year. This funding shall include all costs incurred by the  
25 employer, including payroll taxes, due to the \$2.35 per hour increase.

26 (6) A direct care wage increase of \$2.35 per hour shall be provided for the current  
27 fiscal year to direct care workers employed by licensed adult foster care homes and  
28 licensed homes for the aged that provide Medicaid funded personal care services who were

1 not eligible for any direct care worker pay adjustment under any other subsection of this  
2 section. This funding shall include all costs incurred by the employer, including payroll  
3 taxes, due to the \$2.35 per hour increase.

4 (7) A direct care wage increase of \$2.35 per hour shall be provided for the current  
5 fiscal year to direct support employees and job coaches who work in Medicaid-funded  
6 supported employment arrangements and who were not eligible for any direct care worker pay  
7 adjustment under any other subsection of this section. This funding shall include all costs  
8 incurred by the employer, including payroll taxes, due to the \$2.35 per hour increase.

9 (8) A wage increase of \$2.35 per hour shall be provided for the current fiscal year  
10 to non-clinical workers in nursing facilities who were not eligible for any pay adjustment  
11 under any other subsection of this section. This funding shall include all costs incurred  
12 by the employer, including payroll taxes , due to the \$2.35 per hour increase.

13 (9) From the funds appropriated in part 1, a direct care wage increase of \$2.00 per  
14 hour shall be provided for the current fiscal year to frontline workers employed by private  
15 child caring institutions. This funding shall include all costs incurred by the employer,  
16 including payroll taxes, due to the \$2.00 per hour increase. As used in this section, a  
17 "child caring institution" means that term as defined in section 1 of 1973 PA 116, MCL  
18 722.111.

19 (10) Contractors and subcontractors receiving funding to support these direct care  
20 wage increases shall be required to provide documentation of the wage increases provided  
21 under this section to the department.

22 (11) Any payment enhancement above the hourly rate in effect immediately before the  
23 wage increase is of no effect in determining any employee's average compensation as  
24 provided by any contract or other provision of law.

25 (12) A direct care worker may elect to not receive the wage increase provided in  
26 this section. The election to not receive the wage increase in this section must be made  
27 either in writing or electronically. The employer of a direct care worker who has elected  
28 to not receive the wage increase in this section must remit back to this state any of the

1 funds authorized by this section based on the number of direct care workers it employs who  
2 have elected to not receive the wage increase authorized by this section.

3 (13) Contractors and subcontractors receiving funding to support the direct care  
4 wage increase under this section shall report to the department by February 1 of the  
5 current fiscal year the range of wages paid to direct care workers, including information  
6 on the number of direct care workers at each wage level.

7 (14) The department shall report the information required to be reported according  
8 to subsection (13) to the senate and house appropriations subcommittees on the department  
9 budget, the senate and house fiscal agencies, the senate and house policy offices, and the  
10 state budget office by March 1 of the current fiscal year.

11 Sec. 8-244. On a quarterly basis, the department shall report to the senate and  
12 house appropriations subcommittees on the department budget, the senate and house fiscal  
13 agencies, and the state budget office on any line-item appropriation for which the  
14 department estimates total annual expenditures would exceed the funds appropriated for that  
15 line-item appropriation by 5% or more. The department shall provide a detailed explanation  
16 for any relevant line-item appropriation exceedance and shall identify the corrective  
17 actions undertaken to mitigate line-item appropriation expenditures from exceeding the  
18 funds appropriated for that line-item appropriation by a greater amount. This section does  
19 not apply for line-item appropriations that are part of the May revenue estimating  
20 conference caseload and expenditure estimates.

21 Sec. 8-252. The appropriations in part 1 for Healthy Michigan plan - behavioral  
22 health, Healthy Michigan plan administration, and Healthy Michigan plan are contingent on  
23 the provisions of the social welfare act, 1939 PA 280, MCL 400.1 to 400.119b, that were  
24 contained in 2013 PA 107 not being amended, repealed, or otherwise altered to eliminate the  
25 Healthy Michigan plan. If that occurs, then, upon the effective date of the amendatory act  
26 that amends, repeals, or otherwise alters those provisions, the remaining funds in the  
27 Healthy Michigan plan - behavioral health, Healthy Michigan plan administration, and  
28 Healthy Michigan plan line items shall only be used to pay previously incurred costs and

1 any remaining appropriations shall not be allotted to support those line items.

2       Sec. 8-263. (1) Except as otherwise provided in this subsection, before submission  
3 of a waiver, a state plan amendment, or a similar proposal to CMS or other federal agency,  
4 the department shall provide written notification of the planned submission to the house  
5 and senate appropriations subcommittees on the department budget, the house and senate  
6 fiscal agencies and policy offices, and the state budget office. This subsection does not  
7 apply to the submission of a waiver, a state plan amendment, or similar proposal that does  
8 not propose a material change or is outside of the ordinary course of waiver, state plan  
9 amendment, or similar proposed submissions.

10       (2) The department shall provide written reports on a semiannual basis to the senate  
11 and house appropriations subcommittees on the department budget, the senate and house  
12 fiscal agencies, and the state budget office summarizing the status of any new or ongoing  
13 discussions with CMS or the United States Department of Health and Human Services or other  
14 federal agency regarding potential or future waiver applications as well as the status of  
15 submitted waivers that have not yet received federal approval. If, at the time a semiannual  
16 report is due, there are no reportable items, then no report is required to be provided.

17       Sec. 8-270. The department shall advise the legislature of the receipt of a  
18 notification from the attorney general's office of a legal action in which expenses had  
19 been recovered according to section 106(6) of the social welfare act, 1939 PA 280, MCL  
20 400.106. By February 1 of the current fiscal year, the department shall submit a written  
21 report to the house and senate appropriations subcommittees on the department budget, the  
22 house and senate fiscal agencies, and the state budget office that includes, at a minimum,  
23 all of the following:

24       (a) The total amount recovered from the legal action.

25       (b) The program or service for which the money was originally expended.

26       (c) Details on the disposition of the funds recovered such as the appropriation or  
27 revenue account in which the money was deposited.

28       (d) A description of the facts involved in the legal action.



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

7           (2) On a quarterly basis the department shall report to the house and senate  
8 appropriations subcommittees on the department budget, the house and senate fiscal  
9 agencies, and the house and senate policy offices on the realignment of federal fund  
10 sources transacted to date in the current fiscal year under the authority of subsection  
11 (1), including the dates, line items, and amounts of the transactions. If, at the time a  
12 quarterly report is due, no transactions were made under the authority of (1), then no  
13 report is required to be provided.

14           (3) Within 30 days after the date on which year-end book closing is completed, the  
15 department shall submit to the house and senate appropriations subcommittees on the  
16 department budget, the house and senate fiscal agencies, and the house and senate policy  
17 offices a report on the realignment of federal fund sources that took place as part of the  
18 year-end closing process for the previous fiscal year.

19           Sec. 8-288. (1) Indirect costs shall be limited to no more than 10% of a grant award  
20 funded solely from state restricted funds or general and designated in this part or part 1  
21 for a specific entity for the purpose of funding services to individuals.

22           (2) The department may allow a contract grant award to exceed the limitation on  
23 indirect costs if it can be demonstrated that an exception should be made to the provision  
24 in subsection (1).

25           (3) By September 30 of the current fiscal year, the department shall report to the  
26 house and senate appropriations subcommittees on the department budget, house and senate  
27 fiscal agencies, and state budget office on the rationale for all exceptions made to the  
28 provision in subsection (1) and the number of grant agreements terminated due to violations

1 of subsection (1). If, at the time the report is due, no exemptions were made or grant  
2 agreements terminated under the authority described in (2), then no report is required to  
3 be provided.

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

6 Sec. 8-296. From the funds appropriated in part 1, the department to the extent  
7 permissible under section 8 of 1964 PA 170, MCL 691.1408, is responsible for the necessary  
8 and reasonable attorney fees and costs incurred by private and independent legal counsel  
9 chosen by current and former classified and unclassified department employees in the  
10 defense of the employees in any state or federal lawsuit or investigation related to the  
11 water system in a city or community in which a declaration of emergency was issued because  
12 of drinking water contamination.

13  
14 **CHILD SUPPORT ENFORCEMENT**

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

17 (2) From the federal money received for child support incentive payments,  
18 \$12,000,000.00 shall be retained by the state and expended for child support program  
19 expenses.

20 (3) From the federal money received for child support incentive payments,  
21 \$14,500,000.00 shall be paid to the counties based on each county's performance level for  
22 each of the federal performance measures as established in 45 CFR 305.2.

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

26 (5) If the child support incentive payment to the state from the federal government  
27 is greater than the amount needed to satisfy the provisions identified in subsections (1),  
28 (2), (3), and (4), the additional funds shall be subject to appropriation by the

1 legislature.

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

5 Sec. 8-409. (1) If statewide retained child support collections exceed  
6 \$38,300,000.00, 75% of the amount in excess of \$38,300,000.00 is appropriated to legal  
7 support contracts. This excess appropriation may be distributed to eligible counties to  
8 supplement and not supplant county title IV-D funding.

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

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

20 (2) The department shall notify the chairs of the house and senate appropriations  
21 subcommittees on the department budget and the house and senate fiscal agencies within 15  
22 days after the authorization adjustment in subsection (1).

23  
24 **COMMUNITY SERVICES AND OUTREACH**

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

1 for the duration of the state funding for the school success partnership program:

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

3 (b) Increasing academic performance based on grades with emphasis on math and  
4 reading.

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

7 (d) Increasing parent involvement with the parent's child's school and community.

8 (2) By July 15 of the current fiscal year, the Northeast Michigan Community Service  
9 Agency shall provide reports to the department on the number of children and families  
10 served and the services that were provided to families to meet the performance objectives  
11 identified in this section. The department shall distribute the reports within 1 week after  
12 receipt to the senate and house appropriations subcommittees on the department budget, the  
13 senate and house fiscal agencies, the senate and house policy offices, and the state budget  
14 office.

15 Sec. 8-452. From the funds appropriated in part 1 for crime victim justice  
16 assistance grants, the department shall continue to support forensic nurse examiner  
17 programs to facilitate training for improved evidence collection for the prosecution of  
18 sexual assault. The funds shall be used for program coordination and training.

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

26 (2) By March 1 of the current fiscal year, the department shall submit to the house  
27 and senate appropriations subcommittees on the department budget, the house and senate  
28 fiscal agencies, the house and senate policy offices, and the state budget office a report

1 on the total amount expended for the program in the previous year, the total number of  
2 shelter nights provided, and the average length of stay in an emergency shelter.

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

6 Sec. 8-455. As a condition of receipt of federal TANF revenue, homeless shelters and  
7 human services agencies shall collaborate with the department to obtain necessary TANF  
8 eligibility information on families as soon as possible after admitting a family to the  
9 homeless shelter. From the funds appropriated in part 1 for homeless programs, the  
10 department is authorized to make allocations of TANF revenue only to the homeless shelters  
11 and human services agencies that report necessary data to the department for the purpose of  
12 meeting TANF eligibility reporting requirements. Homeless shelters or human services  
13 agencies that do not report necessary data to the department for the purpose of meeting  
14 TANF eligibility reporting requirements will not receive reimbursements that exceed the per  
15 diem amount they received in fiscal year 2000. The use of TANF revenue under this section  
16 is not an ongoing commitment of funding.

17 Sec. 8-456. From the funds appropriated in part 1 for homeless programs, the  
18 department shall allocate \$90,000.00 to reimburse public service agencies that provide  
19 documentation of paying birth certificate fees on behalf of category 1 homeless clients at  
20 county clerk's offices. Public service agencies shall be reimbursed for the cost of the  
21 birth certificate fees quarterly until this allocation is fully spent.

22 Sec. 8-457. (1) From the funds appropriated in part 1 for the uniform statewide  
23 sexual assault evidence kit tracking system, in accordance with the final report of the  
24 Michigan sexual assault evidence kit tracking and reporting commission, \$369,500.00 is  
25 allocated from the general fund to contract for the administration of a uniform statewide  
26 sexual assault evidence kit tracking system, and one FTE to provide administrative support.  
27 The system shall include the following:

28 (a) A uniform statewide system to track the submission and status of sexual assault

1 evidence kits.

2 (b) A uniform statewide system to audit untested kits that were collected on or  
3 before March 1, 2015 and were released by victims to law enforcement.

4 (c) Secure electronic access for victims.

5 (d) The ability to accommodate concurrent data entry with kit collection through  
6 various mechanisms, including web entry through computer or smartphone, and through  
7 scanning devices.

8 (2) By March 30 of the current fiscal year, the department shall submit to the  
9 senate and house appropriations subcommittees on the department budget, the senate and  
10 house fiscal agencies, the senate and house policy offices, and the state budget office a  
11 status report on the administration of the uniform statewide sexual assault evidence kit  
12 tracking system, including operational status and any known issues regarding  
13 implementation.

14 (3) The sexual assault evidence tracking fund established in section 1451 of 2017 PA  
15 158 shall continue to be maintained in the department of treasury. Money in the sexual  
16 assault evidence tracking fund at the close of a fiscal year remains in the sexual assault  
17 evidence tracking fund and does not revert to the general fund and shall be appropriated as  
18 provided by law for the development and implementation of a uniform statewide sexual  
19 assault evidence kit tracking system as described in subsection (1).

20 (4) By September 30 of the current fiscal year, the department shall submit to the  
21 senate and house appropriations subcommittees on the department budget, the senate and  
22 house fiscal agencies, the senate and house policy offices, and the state budget office a  
23 report on the findings of the annual audit of the proper submission of sexual assault  
24 evidence kits as required by the sexual assault kit evidence submission act, 2014 PA 227,  
25 MCL 752.931 to 752.935. The report must include, but is not limited to, a detailed county-  
26 by-county compilation of the number of sexual assault evidence kits that were properly  
27 submitted and the number that met or did not meet deadlines established in the sexual  
28 assault kit evidence submission act, 2014 PA 227, MCL 752.931 to 752.935, the number of

1 sexual assault evidence kits retrieved by law enforcement after analysis, and the physical  
2 location of all released sexual assault evidence kits collected by health care providers in  
3 that year, as of the date of the annual draft report for each reporting agency.

4 Sec. 8-458. From the funds appropriated in part 1 for crime victim rights services  
5 grants, the department shall allocate \$2,000,000.00 from the crime victim's rights fund to  
6 maintain increased grant funding to support the further use of crime victim advocates in  
7 the criminal justice system. The purpose of the additional funding is to increase available  
8 grant funding for crime victim advocates to ensure that the advocates have the resources,  
9 training, and funding needed to respond to the physical and emotional needs of crime  
10 victims and to provide victims with the necessary services, information, and assistance in  
11 order to help them understand and participate in the criminal justice system and experience  
12 a measure of safety and security throughout the legal process.

13 Sec. 8-459. From the funds appropriated in part 1 for child advocacy centers, the  
14 department shall allocate \$1,000,000.00 to continue to provide additional funding to child  
15 advocacy centers to support the general operations of child advocacy centers. The purpose  
16 of this additional funding is to increase the amount of services provided to children and  
17 their families who are victims of abuse over the amount provided in the previous fiscal  
18 year. The additional funding directed in this section shall only be used for the purposes  
19 described under section 4 of the children's advocacy center act, 2008 PA 544, MCL 722.1044.

20 Sec. 8-463. From the funds appropriated in part 1 for runaway and homeless youth  
21 grants and domestic violence prevention and treatment, the department is authorized to make  
22 allocations of TANF revenue only to agencies that report necessary data to the department  
23 for the purpose of meeting TANF eligibility reporting requirements.

24 Sec. 8-464. From the funds appropriated in part 1 for diaper assistance payments,  
25 \$250,000.00 of TANF revenue shall be allocated as grants to diaper assistance programs  
26 established as of January 1, 2020. The funds shall only be used to purchase diapering  
27 supplies for children under 36 months of age. Funds shall be evenly distributed to all  
28 regions of this state as defined by the Michigan economic recovery council.

**CHILDREN'S SERVICE AGENCY - CHILD WELFARE**

Sec. 8-501. (1) A goal is established that not more than 25% of all children in foster care at any given time during the current fiscal year, if in the best interest of the child, will have been in foster care for 24 months or more.

(2) By March 1 of the current fiscal year, the department shall provide to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office a report describing the steps that will be taken to achieve the specific goal established in this section and on the percentage of children who currently are in foster care and who have been in foster care a total of 24 or more months.

Sec. 8-502. From the funds appropriated in part 1 for foster care, the department shall provide 50% reimbursement to Indian tribal governments for foster care expenditures for children who are under the jurisdiction of Indian tribal courts and who are not otherwise eligible for federal foster care cost sharing. The department may provide up to 100% reimbursement to Indian tribal governments that enter into a state-tribal title IV-E agreement allowed under this state's title IV-E state plan.

Sec. 8-503. (1) In accordance with the final report of the Michigan child welfare performance-based funding task force issued in response to section 503 of article X of 2013 PA 59, the department shall continue to review, update, or develop actuarially sound case rates for necessary child welfare foster care case management services that achieve permanency by the department and private child placing agencies in a prospective payment system under a performance-based funding model.

(2) In accordance with the final report of the Michigan child welfare performance-based funding task force issued in response to section 503 of article X of 2013 PA 59, the department shall continue an independent, third-party evaluation of the performance-based funding model.

(3) The department shall only implement the performance-based funding model into



1 additional counties where the department, private child welfare agencies, the county, and  
2 the court operating within that county have signed a memorandum of understanding that  
3 incorporates the intentions of the concerned parties in order to implement the performance-  
4 based funding model.

5 (4) The department, in conjunction with members from both the house of  
6 representatives and senate, private child placing agencies, the courts, and counties shall  
7 continue to implement the recommendations that are described in the workgroup report that  
8 was provided in section 503 of article X of 2013 PA 59 to establish a performance-based  
9 funding model pilot program for public and private child welfare services providers. The  
10 department shall provide quarterly reports on the status of the performance-based  
11 contracting model to the senate and house appropriations subcommittees on the department  
12 budget, the senate and house standing committees on families and human services, and the  
13 senate and house fiscal agencies and policy offices.

14 5) From the funds appropriated in part 1 for the performance-based funding model  
15 pilot, the department shall continue to work with the West Michigan Partnership for  
16 Children Consortium on the implementation of the performance-based funding model pilot. The  
17 consortium shall accept and comprehensively assess referred youth, assign cases to members  
18 of its continuum or leverage services from other entities, and make appropriate case  
19 management decisions during the duration of a case. The consortium shall operate an  
20 integrated continuum of care structure, with services provided by both private and public  
21 agencies, based on individual case needs. The consortium shall demonstrate significant  
22 organizational capacity and competencies, including experience with managing risk-based  
23 contracts, financial strength, experienced staff and leadership, and appropriate governance  
24 structure.

25 Sec. 8-504. (1) From the funds appropriated in part 1, the department shall continue  
26 the master agreement with the West Michigan Partnership for Children Consortium to pilot a  
27 performance-based child welfare contracting pilot program. The consortium shall consist of  
28 a network of affiliated child welfare service providers that will accept and

1 comprehensively assess referred youth, assign cases to members of its continuum or leverage  
2 services from other entities, and make appropriate case management decisions during the  
3 duration of a case.

4 (2) As a condition for receiving the funding in part 1, the West Michigan  
5 Partnership of Children Consortium shall maintain a contract agreement with the department  
6 that supports a global capitated payment model. The capitated payment amount shall be based  
7 on historical averages of the number of children served in Kent County and for the costs  
8 per foster care case. The West Michigan Partnership for Children Consortium is required to  
9 manage the cost of the child population it serves. The capitated payment amount shall be  
10 reviewed and adjusted no less than twice during the current fiscal year or due to any  
11 policy changes implemented by the department that result in a volume of placements that  
12 differ in a statistically significant manner from the amount allocated in the annual  
13 contract between the department and the West Michigan Partnership for Children Consortium  
14 as determined by an independent actuary as well as to account for changes in case volumes  
15 and any statewide rate increases that are implemented. The contract agreement requires that  
16 the West Michigan Partnership for Children Consortium shall maintain the following  
17 stipulations and conditions:

18 (a) That the service component of the capitated payment will be calculated assuming  
19 rates paid to providers under the pilot program are generally consistent with the  
20 department's payment policies for providers throughout the rest of this state.

21 (b) To maintain a risk reserve of at least \$1,500,000.00 to ensure it can meet  
22 unanticipated expenses within a given fiscal year.

23 (c) That until the risk reserve is established, the West Michigan Partnership for  
24 Children Consortium shall submit to the department a plan for how they will manage expenses  
25 to fit within their capitated payment revenue. The department shall review and approve any  
26 new investments in provider payments above statewide rates and norms to ensure they are  
27 supported by offsetting savings so that costs remain within available revenue.

28 (d) To cooperate with the department on an independent fiscal analysis of costs

1 incurred and revenues received during the course of the pilot program to date.

2 (3) By March 1 of the current fiscal year, the consortium shall provide to the  
3 department and the house and senate appropriations subcommittees on the department budget a  
4 report on the consortium, including, but not limited to, actual expenditures, number of  
5 children placed by agencies in the consortium, fund balance of the consortium, and the  
6 outcomes measured.

7 Sec. 8-505. By March 1 of the current fiscal year, the department shall provide to  
8 the senate and house appropriations subcommittees on the department budget, the senate and  
9 house fiscal agencies and policy offices, and the state budget office a report on youth  
10 referred or committed to the department for care or supervision in the previous fiscal year  
11 and in the first quarter of the current fiscal year outlining the number of youth served by  
12 the department within the juvenile justice system, the type of setting for each youth,  
13 performance outcomes, and financial costs or savings.

14 Sec. 8-507. The department's ability to satisfy appropriation deducts in part 1 for  
15 foster care private collections is not limited to collections and accruals pertaining to  
16 services provided only in the current fiscal year but may include revenues collected during  
17 the current fiscal year for services provided in prior fiscal years.

18 Sec. 8-508. (1) In addition to the amount appropriated in part 1 for children's  
19 trust fund grants, money granted or money received as gifts or donations to the children's  
20 trust fund created by 1982 PA 249, MCL 21.171 to 21.172, is appropriated for expenditure.

21 (2) For the funds described in subsection (1), the department shall ensure that  
22 administrative delays are avoided and the local grant recipients and direct service  
23 providers receive money in an expeditious manner. The department and board shall make  
24 available the children's trust fund contract funds to grantees within 31 days of the start  
25 date of the funded project.

26 Sec. 8-509. From the funds appropriated in part 1 for adoption support services, the  
27 department shall maintain the increase of contracted rates paid to private child placing  
28 agencies for adoption placement rates.

1           Sec. 8-511. The department shall provide reports on an annual basis to the senate  
2 and house appropriations subcommittees on the department budget, the senate and house  
3 standing committees on families and human services, and the senate and house fiscal  
4 agencies and policy offices on the number and percentage of children who received timely  
5 physical and mental health examinations after entry into foster care. The goal of the  
6 program is that at least 85% of children shall have an initial medical and mental health  
7 examination within 30 days after entry into foster care.

8           Sec. 8-512. By March 1 of the current fiscal year, the department shall report to  
9 the senate and house appropriations subcommittees on the department budget, the senate and  
10 house fiscal agencies, the senate and house policy offices, and the state budget office on  
11 the following information for cases of child abuse or child neglect from the previous  
12 fiscal year:

13           (a) The total number of relative care placements.

14           (b) The total number of relatives with a placement who became licensed.

15           (c) A list of the reasons from a sample of cases where relatives were denied foster  
16 home licensure as documented by the department.

17           Sec. 8-513. (1) The department shall not expend funds appropriated in part 1 to pay  
18 for the direct placement by the department of a child in an out-of-state facility unless  
19 all of the following conditions are met:

20           (a) There is no appropriate placement available in this state as determined by the  
21 department's interstate compact office.

22           (b) An out-of-state placement exists that is nearer to the child's home than the  
23 closest appropriate in-state placement as determined by the department's interstate compact  
24 office.

25           (c) The out-of-state facility meets all of the licensing standards of this state for  
26 a comparable facility.

27           (d) The out-of-state facility meets all of the applicable licensing standards of the  
28 state in which it is located.

1 (e) The department has done an on-site visit to the out-of-state facility, reviewed  
2 the facility records, reviewed licensing records and reports on the facility, and believes  
3 that the facility is an appropriate placement for the child.

4 (2) The department shall not expend money for a child placed in an out-of-state  
5 facility without approval of the executive director of the children's services agency.

6 (3) The department shall submit an annual report by March 1 of the current fiscal  
7 year to the state court administrative office, the house and senate appropriations  
8 subcommittees on the department budget, the house and senate fiscal agencies, the house and  
9 senate policy offices, and the state budget office on the number of Michigan children  
10 residing in out-of-state facilities in the previous fiscal year and shall include the total  
11 cost and average per diem cost of these out-of-state placements to this state, and a list  
12 of each such placement arranged by the Michigan county of residence for each child.

13 Sec. 8-515. If a child protective services caseworker requests approval for another  
14 child protective services caseworker or other department employee to accompany them on a  
15 home visit because the caseworker believes it would be unsafe to conduct the home visit  
16 alone, the department shall not deny the request.

17 Sec. 8-516. From funds appropriated in part 1 for child care fund, the  
18 administrative or indirect cost payment equal to 10% of a county's total monthly gross  
19 expenditures shall be distributed to the county on a monthly basis and a county is not  
20 required to submit documentation to the department for any of the expenditures that are  
21 covered under the 10% payment as described in section 117a(4)(b)(ii) and (iv) of the social  
22 welfare act, 1939 PA 280, MCL 400.117a.

23 Sec. 8-521. (1) From the funds appropriated in part 1 for child care fund - indirect  
24 cost allotment, the department shall allocate \$3,500,000.00 to counties and tribal  
25 governments that receive reimbursements in part 1 from child care fund.

26 (2) The amount described in subsection (1) shall be distributed to each county or  
27 tribal government in the same proportion as their prior fiscal year child care fund  
28 expenditures to the total statewide child care fund expenditures.

1           Sec. 8-522. (1) From the funds appropriated in part 1 for youth in transition, the  
2 department shall allocate \$750,000.00 for scholarships through the fostering futures  
3 scholarship program in the Michigan education trust to youths who were in foster care  
4 because of child abuse or child neglect and are attending a college or a career technical  
5 educational institution located in this state. Of the funds appropriated, 100% shall be  
6 used to fund scholarships for the youths described in this section.

7           (2) By January 31 of the current fiscal year, the department shall provide a report  
8 to the senate and house appropriations subcommittees on the department budget, the senate  
9 and house fiscal agencies, the senate and house policy offices, and the state budget office  
10 that includes the number of youths who received scholarships under this section and the  
11 amount of each scholarship, and the total amount of funds spent or encumbered in the  
12 current fiscal year.

13           Sec. 8-523. By February 15 of the current fiscal year, the department shall submit  
14 to the senate and house appropriations subcommittees on the department budget, the senate  
15 and house fiscal agencies, the senate and house policy offices, and the state budget office  
16 a report on the families first, family reunification, and families together building  
17 solutions family preservation programs. The report shall provide population and outcome  
18 data based on contractually required follow-up evaluations for families who received family  
19 preservation services and shall include information for each program on any innovations  
20 that may increase child safety and risk reduction.

21           Sec. 8-524. As a condition of receiving funds appropriated in part 1 for strong  
22 families/safe children, counties must submit the service spending plan to the department by  
23 October 1 of the current fiscal year for approval. The department shall approve the service  
24 spending plan within 30 calendar days after receipt of a properly completed service  
25 spending plan.

26           Sec. 8-525. The department shall implement the same on-site evaluation processes for  
27 privately operated child welfare and juvenile justice residential facilities as is used to  
28 evaluate state-operated facilities. Penalties for noncompliance shall be the same for

1 privately operated child welfare and juvenile justice residential facilities and state-  
2 operated facilities.

3 Sec. 8-526. From the funds appropriated in part 1 for court-appointed special  
4 advocates, the department shall allocate \$1,000,000.00 to fund a project with a nonprofit,  
5 community-based organization organized under the laws of this state that are exempt from  
6 federal income tax under section 501(c)(3) of the internal revenue code of 1986, 26 USC  
7 501, located in a charter township with a population of between 16,000 and 17,000 according  
8 to the 2010 federal decennial census that is located in a county with a population of  
9 between 600,000 and 605,000 according to the 2010 federal decennial census. The nonprofit  
10 organization recipient shall have an existing network of affiliate programs operating in at  
11 least 25 counties in this state. The nonprofit organization shall use the funds to recruit,  
12 screen, train, and supervise volunteers who provide advocacy services on behalf of abused  
13 and neglected children.

14 Sec. 8-529. From the funds appropriated in part 1 for family preservation programs,  
15 the department shall maintain the total combined funding levels of the families first,  
16 family reunification, and families together building solutions family preservation programs  
17 as of September 30, 2021. For the current fiscal year as the department moves towards  
18 implementation of the federal Family First Prevention Services Act, Public Law 115-123, the  
19 funding available to serve families through the existing family preservation programs shall  
20 not be reduced.

21 Sec. 8-530. (1) All master contracts relating to foster care and adoption services  
22 as funded by the appropriations in section 105 of part 1 shall be performance-based  
23 contracts that employ a client-centered results-oriented process that is based on  
24 measurable performance indicators and desired outcomes and includes the annual assessment  
25 of the quality of services provided.

26 (2) By February 1 of the current fiscal year, the department shall provide the  
27 senate and house appropriations subcommittees on the department budget, the senate and  
28 house fiscal agencies and policy offices, and the state budget office a report detailing

1 measurable performance indicators, desired outcomes, and an assessment of the quality of  
2 services provided by the department during the previous fiscal year.

3 Sec. 8-531. The department shall notify the house and senate appropriations  
4 subcommittees on the department budget, the house and senate fiscal agencies, and the house  
5 and senate policy offices of any changes to a child welfare master contract template,  
6 including the adoption master contract template, the independent living plus master  
7 contract template, the child placing agency foster care master contract template, and the  
8 residential foster care juvenile justice master contract template, prior to the time when  
9 the changes takes effect.

10 Sec. 8-533. The department shall make payments to child placing facilities for in-  
11 home and out-of-home care services and adoption services within 30 days after receiving all  
12 necessary documentation from those agencies.

13 Sec. 8-534. The department shall submit to the senate and house appropriations  
14 subcommittees on the department budget, the senate and house fiscal agencies, the senate  
15 and house policy offices, and the state budget office by April 1 of the current fiscal year  
16 a report on the adoption subsidies expenditures from the previous fiscal year. The report  
17 shall include, but is not limited to, the range of non-\$0.00 annual adoption support  
18 subsidy amounts, for both title IV-E eligible cases and state-funded cases, paid to  
19 adoptive families, the number of title IV-E and state-funded cases, the number of cases in  
20 which the adoption support subsidy request of adoptive parents for assistance was denied by  
21 the department, and the number of adoptive parents who requested a redetermination of  
22 adoption support subsidy.

23 Sec. 8-535. (1) From the funds appropriated in part 1 for foster care payments, the  
24 department shall allocate up to \$1,500,000.00 of private revenues from The New Foster Care  
25 Inc. to fund a 3-year culturally competent kinship placement, support, and licensing  
26 services pilot program in a county with a population between 1,202,000 and 1,203,000  
27 according to the 2010 federal decennial census and a county with a population over  
28 1,500,000 according to the 2010 federal decennial census based on the work conducted by A



1 Second Chance Inc. The goal of the pilot program is to increase the kinship licensure rate  
2 and reduce the average length of stay for children in foster care with the intent to expand  
3 the program statewide, contingent on legislative appropriations. Efforts to reach this goal  
4 shall include the following:

5 (a) Locate appropriate kinship family for out-of-home placement of children.

6 (b) Provide support to kinship care providers and facilitate connections to programs  
7 and services to assist them in meeting the needs of children.

8 (c) Assist kinship care providers in meeting state foster parent licensing  
9 requirements.

10 (d) Support parents to expedite permanency planning.

11 (2) Subject to part 1 appropriations and pursuant to an annual evaluation, the  
12 department through legislative appropriations shall reallocate any savings and revenue  
13 stemming from program services that result in a reduction in the length of stay in foster  
14 care for the children served by the program compared to the average and maximize federal  
15 funds associated with this pilot program.

16 (3) The agency selected to administer the pilot program will be selected with input  
17 from The New Foster Care, Inc. and approved by the executive director of the children's  
18 services agency.

19 Sec. 8-536. By June 30 of the current fiscal year, the department shall submit to  
20 the senate and house appropriations subcommittees on the department budget, the senate and  
21 house fiscal agencies, and the policy offices a report on the status of the department's  
22 planned and achieved implementation of the federal family first prevention services act,  
23 Public Law 115-123. The report shall include, but not be limited to, an estimate of the 5-  
24 year spending plan for administrative and compliance costs, a summary of all historical  
25 expenditures made to date for implementation by line-item appropriation and program type,  
26 information regarding compliance with title IV-E prevention requirements, the status of  
27 statewide compliance with the qualified residential treatment program requirements, a  
28 summary of provider concerns with respect to requirements under the qualified residential

1 treatment program as that term is defined in section 1 of 1973 PA 116, MCL 722.111, a  
2 detailed methodology in determining any savings realized or estimated from a reduction in  
3 congregate care or residential placements, the department's conformity with federal model  
4 licensing standards, the department's plan for tracking and preventing child maltreatment  
5 deaths, and the department's plan for extending John H. Chafee foster care independence  
6 programs up to age 23.

7 Sec. 8-537. By March 1 of the current fiscal year, the department shall submit to  
8 the senate and house appropriations subcommittees on the department budget, the senate and  
9 house fiscal agencies, and the senate and house policy offices a report on the number of  
10 unlicensed relative providers with a relative placement denied a foster home license for  
11 not meeting the standards established for state licensing for foster care. The report shall  
12 also include the status of title IV-E claims for foster care maintenance payments and  
13 foster care administrative payments for licensed relative caregivers with placements.

14 Sec. 8-540. If a physician or psychiatrist who is providing services to state or  
15 court wards placed in a residential facility submits a formal request to the department to  
16 change the psychotropic medication of a ward, the department shall, if the ward is a state  
17 ward, make a determination on the proposed change within 7 business days after the request  
18 or, if the ward is a temporary court ward, seek parental consent within 7 business days  
19 after the request. If parental consent is not provided within 7 business days, the  
20 department shall petition the court on the eighth business day.

21 Sec. 8-544. The department may require all foster care parents, caseworkers, and  
22 guardians ad litem to receive trauma-informed training.

23 Sec. 8-545. From the funds appropriated in part 1 for the child welfare institute,  
24 the department shall provide training that is consistent with the practices taught under  
25 therapeutic crisis intervention training to all department employees responsible for the  
26 investigation of complaints and licensing determinations for child caring institutions and  
27 shall offer trauma support directly to all department child welfare caseworkers to help  
28 deal with the effects of secondary trauma.

1           Sec. 8-546. (1) From the funds appropriated in part 1 for foster care payments and  
2 from child care fund, the department shall pay providers of general foster care,  
3 independent living, and trial reunification services not less than a \$55.20 administrative  
4 rate.

5           (2) From the funds appropriated in part 1, the department shall pay providers of  
6 independent living plus services statewide per diem rates for staff-supported housing and  
7 host-home housing based on proposals submitted in response to a solicitation for pricing.  
8 The independent living plus program provides staff-supported housing and services for  
9 foster youth ages 16 through 19 who, because of their individual needs and assessments, are  
10 not initially appropriate for general independent living foster care.

11           (3) If required by the federal government to meet title IV-E requirements, providers  
12 of foster care services shall submit quarterly reports on expenditures to the department to  
13 identify actual costs of providing foster care services.

14           (4) From the funds appropriated in part 1, the department shall maintain rates that  
15 are no less than the rates in place on March 20, 2020 provided to each private provider of  
16 residential services.

17           Sec. 8-547. (1) From the funds appropriated in part 1 for the guardianship  
18 assistance program, the department shall pay a minimum rate that is not less than the  
19 approved age-appropriate payment rates for youth placed in family foster care.

20           (2) The department shall report on an annual basis to the state budget office, the  
21 senate and house appropriations subcommittees on the department budget, the senate and  
22 house fiscal agencies, and the senate and house policy offices on the number of children  
23 enrolled in the guardianship assistance and foster care - children with serious emotional  
24 disturbance waiver programs.

25           Sec. 8-550. (1) The department shall not offset against reimbursement payments to  
26 counties or seek reimbursement from counties for charges that were received by the  
27 department more than 12 months before the department seeks to offset against reimbursement.  
28 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 on-site 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.

1           Sec. 8-556. From the funds appropriated in part 1 for child welfare licensing, the  
2 department shall work to develop and implement a simpler and more streamlined process for  
3 the annual renewal of the license for family foster care homes, and shall explore the  
4 development of a simpler and more efficient version of the application form for renewal of  
5 the license for family foster care homes.

6           Sec. 8-557. If a vehicle that is owned by the state is available and not scheduled  
7 for use by other state workers, the department may consider it an allowable use of the  
8 vehicle for a child protective services caseworker or a foster care caseworker to drive it  
9 to foster home visits or to drive it to their own home if it would be helpful to the worker  
10 in conducting their work.

11           Sec. 8-558. From the funds appropriated in part 1 for child welfare institute, the  
12 department shall train private child placing agency staff in the pre-service training  
13 requirements for child welfare caseworkers and supervisors. All private child placing  
14 agency staff will be provided an opportunity to complete training at their private child  
15 placing agency facilities in a virtual format. A hybrid format that includes virtual and  
16 in-person instruction will also be available to all private child placing agency staff  
17 according to the preference of a given private child placing agency.

18           Sec. 8-559. (1) From the funds appropriated in part 1 for adoption support services,  
19 the department shall allocate \$250,000.00 to the Adoptive Family Support Network by  
20 December 1 of the current fiscal year to operate and expand its adoptive parent mentor  
21 program to provide a listening ear, knowledgeable guidance, and community connections to  
22 adoptive parents and children who were adopted in this state or another state.

23           (2) The Adoptive Family Support Network shall submit to the senate and house  
24 appropriations subcommittees on the department budget, the senate and house fiscal  
25 agencies, the senate and house policy offices, and the state budget office by March 1 of  
26 the current fiscal year a report on the program described in subsection (1), including, but  
27 not limited to, the number of cases served and the number of cases in which the program  
28 prevented an out-of-home placement.

1           Sec. 8-562. The department shall provide time and travel reimbursements for foster  
2 parents who transport a foster child to parent-child visitations. As part of the foster  
3 care parent contract, the department shall provide written confirmation to foster parents  
4 that states that the foster parents have the right to request these reimbursements for all  
5 parent-child visitations. The department shall provide these reimbursements within 60 days  
6 after receiving a request for eligible reimbursements from a foster parent.

7           Sec. 8-564. (1) The department shall maintain a clear policy for parent-child  
8 visitations. The local county offices, caseworkers, and supervisors shall meet an 85%  
9 success rate, after accounting for factors outside of the caseworkers' control.

10           (2) Per the court-ordered number of required meetings between caseworkers and a  
11 parent, the caseworkers shall achieve a success rate of 85%, after accounting for factors  
12 outside of the caseworkers' control.

13           (3) By July 1 of the current fiscal year, the department shall provide to the senate  
14 and house appropriations subcommittees on the department budget, the senate and house  
15 fiscal agencies, the senate and house policy offices, and the state budget office a report  
16 on the following:

17           (a) The percentage of success rate for parent-child visitations and court-ordered  
18 required meetings between caseworkers referenced in subsections (1) and (2) for the  
19 previous year.

20           (b) The barriers to achieve the success rates in subsections (1) and (2) and how  
21 this information is tracked.

22           Sec. 8-567. The department shall submit to the senate and house appropriations  
23 subcommittees on the department budget, the senate and house fiscal agencies, the senate  
24 and house policy offices, and the state budget office by September 30 of the current fiscal  
25 year a report on transfer of medical passports for children in foster care, including the  
26 following:

27           (a) From the total medical passports transferred, the percentage that transferred  
28 within 2 weeks after the date of placement or return to the home.

1 (b) From the total school records, the percentage that transferred within 2 weeks  
2 after the date of placement or return to the home.

3 (c) The implementation steps that have been taken to improve the outcomes for the  
4 measures in subdivision (a).

5 Sec. 8-569. The department shall reimburse private child placing agencies that  
6 complete adoptions at the rate according to the date on which the petition for adoption and  
7 required support documentation was accepted by the court and not according to the date the  
8 court's order placing for adoption was entered.

9 Sec. 8-570. From the funds appropriated in part 1 for adoption support services, the  
10 department shall maintain a \$23.00 per diem adoption rate from case acceptance to the date  
11 of adoption petition acceptance or for any portion of the first 150 days, whichever occurs  
12 sooner, for contracted licensed adoption agencies to provide adoption services for foster  
13 youth without an identified adoptive family. This per diem rate is to be separate from the  
14 outcome-based reimbursement system and shall not be deducted from the total reimbursement  
15 an agency receives for the applicable placement or finalization rate of an adoption.

16 Sec. 8-574. (1) From the funds appropriated for foster care payments, \$1,375,000.00  
17 is allocated to support family incentive grants to private and community-based foster care  
18 service providers to assist with home improvements or payment for physical exams needed by  
19 foster families and unlicensed relatives caring for a family member through the child  
20 welfare system to accommodate children in foster care.

21 (2) By July 1 of the current fiscal year, the department shall submit to the house  
22 and senate appropriations subcommittees on the department budget, the house and senate  
23 fiscal agencies, the house and senate policy offices, and the state budget office a report  
24 on the total amount expended in the previous year for grants to private and community-based  
25 foster care service providers for home improvements or physical exams as referenced in  
26 subsection (1) and the number of grants issued.

27 Sec. 8-575. From the funds appropriated in part 1 for children's services  
28 administration, the department shall allocate \$200,000.00 to provide support and

1 coordinated services to the kinship caregiver advisory council. The responsibilities of the  
2 council may include all of the following:

3 (a) Establish a public awareness campaign to educate the public about kinship  
4 caregivers and the state's efforts to better serve kinship caregivers.

5 (b) Consult and coordinate with the kinship caregiver navigator program to collect  
6 aggregate data on individuals being served by the kinship caregiver navigator program,  
7 including information on what services these individuals need.

8 (c) Consult and collaborate with the provider of the kinship caregiver navigator  
9 program on the design and administration of that program.

10 (d) Establish, maintain, and update a list of local support groups and programs that  
11 provide services to kinship families. Devise a plan of action for engaging with the groups  
12 and programs on the list in order to obtain a better understanding of the issues facing  
13 kinship families.

14 (e) Develop methods to promote and improve collaboration between state, county, and  
15 local governments and agencies, and private stakeholders to obtain a broad understanding of  
16 the characteristics and prevalence of kinship caregiving, to improve service delivery, and  
17 to include these in the council's recommendations.

18 Sec. 8-580. (1) From the funds appropriated in part 1 for child legal  
19 representation, the department shall allocate \$500,000.00 to implement 2 pilot projects to  
20 improve the quality of legal representation for children and parents in child protective  
21 hearings. The pilot projects must emphasize the reduction of caseloads for lawyer-guardians  
22 ad litem, more frequent engagement between the child and the families and the lawyer-  
23 guardians ad litem, timely permanency and the expedition of legal milestones in cases, and  
24 elevated training requirements and increased compensation for lawyer-guardians ad litem.

25 (2) From the funding allocated in subsection (1), the department shall allocate  
26 \$350,000.00 for a child legal representation pilot project in the circuit court of a county  
27 with a population between 602,000 and 603,000 according to the 2010 federal decennial  
28 census and allocate \$150,000.00 for a child legal representation pilot project in the



1 circuit court of a county with a population between 107,770 and 108,770 according to the  
2 2010 federal decennial census.

3 Sec. 8-581. From the funds appropriated in part 1 for foster care payments, the  
4 department shall allocate \$50,000.00 for caseworkers to provide immediate assistance with  
5 urgent needs such as food, clothing, etc., for children upon removal from their home or  
6 other dangerous environment, including children who are victims of human trafficking.

7 Sec. 8-583. By July 1 of the current fiscal year, the department shall provide to  
8 the senate and house appropriations subcommittees on the department budget, the senate and  
9 house standing committees on families and human services, the senate and house fiscal  
10 agencies and policy offices, and the state budget office a report that includes all of the  
11 following:

12 (a) The number and percentage of foster parents that dropped out of the program in  
13 the previous fiscal year, the reasons the foster parents left the program, and how those  
14 figures compare to prior fiscal years.

15 (b) The number and percentage of foster parents successfully retained in the  
16 previous fiscal year and how those figures compare to prior fiscal years.

17 Sec. 8-585. The department shall make available at least 1 pre-service training  
18 class each month in which new caseworkers for private foster care and adoption agencies can  
19 enroll.

20 Sec. 8-588. Concurrently with public release, the department shall transmit all  
21 reports from the court-appointed settlement monitor, including, but not limited to, the  
22 needs assessment and period outcome reporting, to the state budget office, the senate and  
23 house appropriations subcommittees on the department budget, and the senate and house  
24 fiscal agencies and policy offices, without revision.

25 Sec. 8-589. (1) From the funds appropriated in part 1 for child care fund, the  
26 department shall pay 100% of the administrative rate for all new cases referred to  
27 providers of foster care services.

28 (2) On a quarterly basis, the department shall report on the monthly number of all

1 foster care cases administered by the department and all foster care cases administered by  
2 private providers.

3 Sec. 8-592. The department shall submit an annual report to the chairs of the house  
4 and senate standing oversight committees, the house and senate appropriations subcommittees  
5 on the department budget, the house and senate fiscal agencies, the house and senate policy  
6 offices, and the state budget office that includes data from children's protective services  
7 staff for each of the following for the most recent 30-day period before the report is  
8 submitted:

9 (a) The percent of investigations commenced within 24 hours after receiving a  
10 report.

11 (b) The percent of central registry reviews performed for required individuals.

12 (c) The percent of face-to-face contacts made within the established timeframe  
13 required by the department.

14 (d) In appropriate cases, the percent of sibling placement evaluations completed  
15 when 1 or more children remain in the home after a child has been removed.

16 (e) The percent of supervisory reviews performed in a timely manner.

17 (f) The results of a department survey of child protective services investigators on  
18 the number of investigators who are concerned for his or her own personal safety.

19 (g) The percent of investigators using the mobile application or other tool to  
20 document compliance.

21 Sec. 8-593. (1) The department shall conduct an annual review in each county to  
22 determine if the county has adopted and implemented standard child abuse and child neglect  
23 investigation and interview protocols as required in section 8(6) of the child protection  
24 law, 1975 PA 238, MCL 722.628.

25 (2) By March 1 of the current fiscal year, the department shall submit an annual  
26 report to the chairs of the house and senate standing oversight committees, the governor's  
27 task force on child abuse and neglect, the house and senate appropriations subcommittees on  
28 the department budget, the house and senate fiscal agencies, the house and senate policy

1 offices, and the state budget office on the findings of each county's review described in  
2 subsection (1).

3 Sec. 8-594. From the funds appropriated in part 1 for foster care payments, the  
4 department shall support regional resource teams to provide for the recruitment, retention,  
5 and training of foster and adoptive parents and shall expand the Michigan youth  
6 opportunities initiative to all Michigan counties. The purpose of this funding is to  
7 increase the number of annual inquiries from prospective foster parents, increase the  
8 number of nonrelative foster homes that achieve licensure each year, increase the annual  
9 retention rate of nonrelative foster homes, reduce the number of older foster youth placed  
10 outside of family settings, and provide older youth with enhanced support in transitioning  
11 to adulthood.

12 Sec. 8-598. Partial child care fund reimbursements to counties for undisputed  
13 charges shall be made within 45 business days after the receipt of the required forms and  
14 documentation. The department shall commence activity to investigate and resolve disputed  
15 reimbursement requests up to and including use of formal appeal process, pursuant to  
16 statute and department chargeback policy.

17  
18 **PUBLIC ASSISTANCE**

19 Sec. 8-601. Whenever a client agrees to the release of his or her name and address  
20 to the local housing authority, the department shall request from the local housing  
21 authority information regarding whether the housing unit for which vendoring has been  
22 requested meets applicable local housing codes. Vendoring shall be terminated for those  
23 units that the local authority indicates in writing do not meet local housing codes until  
24 the local authority indicates in writing that local housing codes have been met.

25 Sec. 8-602. The department shall conduct a full evaluation of an individual's  
26 assistance needs if the individual has applied for disability more than 1 time within a 1-  
27 year period.

28 Sec. 8-604. (1) From the funds appropriated in part 1 for state disability

1 assistance payments, the department shall operate a state disability assistance program.  
2 Except as provided in subsection (3), persons eligible for this program shall include needy  
3 citizens of the United States or aliens exempted from the supplemental security income  
4 citizenship requirement who are at least 18 years of age or emancipated minors who meet 1  
5 or more of the following requirements:

6 (a) Is a recipient of supplemental security income, social security, or medical  
7 assistance due to disability or 65 years of age or older.

8 (b) Is an individual with a physical or mental impairment that meets federal  
9 supplemental security income disability standards, except that the minimum duration of the  
10 disability shall be 90 days. Substance use disorder alone is not defined as a basis for  
11 eligibility.

12 (c) Is a resident of an adult foster care facility, a home for the aged, a county  
13 infirmary, or a substance use disorder treatment center.

14 (d) Is an individual receiving 30-day postresidential substance use disorder  
15 treatment.

16 (e) Is an individual diagnosed as having acquired immunodeficiency syndrome.

17 (f) Is an individual receiving special education services through a local  
18 intermediate school district.

19 (g) Is a caretaker of a disabled individual who meets the requirements specified in  
20 subdivision (a), (b), (e), or (f).

21 (2) Applicants for and recipients of the state disability assistance program shall  
22 be considered needy if they do both of the following:

23 (a) Meet the same asset test as is applied for the family independence program.

24 (b) Have a monthly budgetable income that is less than the payment standards.

25 (3) Except for an individual described in subsection (1)(c) or (d), an individual is  
26 not disabled for purposes of this section if his or her drug addiction or alcoholism is a  
27 contributing factor material to the determination of disability. "Material to the  
28 determination of disability" means that, if the person stopped using drugs or alcohol, his

1 or her remaining physical or mental limitations would not be disabling. If his or her  
 2 remaining physical or mental limitations would be disabling, then the drug addiction or  
 3 alcoholism is not material to the determination of disability and the person may receive  
 4 state disability assistance. Such a person must actively participate in a substance abuse  
 5 treatment program, and the assistance must be paid to a third party or through vendor  
 6 payments. For purposes of this section, substance abuse treatment includes receipt of  
 7 inpatient or outpatient services or participation in alcoholics anonymous or a similar  
 8 program.

9       Sec. 8-605. The level of reimbursement provided to state disability assistance  
 10 recipients in licensed adult foster care facilities shall be the same as the prevailing  
 11 supplemental security income rate under the personal care category.

12       Sec. 8-606. County department offices shall require each recipient of family  
 13 independence program and state disability assistance who has applied with the social  
 14 security administration for supplemental security income to sign a contract to repay any  
 15 assistance rendered through the family independence program or state disability assistance  
 16 program upon receipt of retroactive supplemental security income benefits.

17       Sec. 8-607. (1) The department's ability to satisfy appropriation deductions in part  
 18 1 for state disability assistance/supplemental security income recoveries and public  
 19 assistance recoupment revenues shall not be limited to recoveries and accruals pertaining  
 20 to state disability assistance, or family independence assistance grant payments provided  
 21 only in the current fiscal year, but may include revenues collected during the current year  
 22 that are prior year related and not a part of the department's accrued entries.

23       (2) The department may use supplemental security income recoveries to satisfy the  
 24 deduct in any line in which the revenues are appropriated, regardless of the source from  
 25 which the revenue is recovered.

26       Sec. 8-608. Adult foster care facilities providing domiciliary care or personal care  
 27 to residents receiving supplemental security income or homes for the aged serving residents  
 28 receiving supplemental security income shall not require those residents to reimburse the

1 home or facility for care at rates in excess of those legislatively 200 authorized. To the  
2 extent permitted by federal law, adult foster care facilities and homes for the aged  
3 serving residents receiving supplemental security income are not prohibited from accepting  
4 third-party payments in addition to supplemental security income if the payments are not  
5 for food, clothing, shelter, or result in a reduction in the recipient's supplemental  
6 security income payment.

7 Sec. 8-609. The state supplementation level under the supplemental security income  
8 program for the personal care/adult foster care and home for the aged categories shall not  
9 be reduced during the current fiscal year. The legislature shall be notified not less than  
10 30 days before any proposed reduction in the state supplementation level.

11 Sec. 8-610. (1) In developing good cause criteria for the state emergency relief  
12 program, the department shall grant exemptions if the emergency resulted from unexpected  
13 expenses related to maintaining or securing employment.

14 (2) For purposes of determining housing affordability eligibility for state  
15 emergency relief, a group is considered to have sufficient income to meet ongoing housing  
16 expenses if their total housing obligation does not exceed 75% of their total net income.

17 (3) State emergency relief payments shall not be made to individuals who have been  
18 found guilty of fraud in regard to obtaining public assistance.

19 (4) State emergency relief payments shall not be made available to persons who are  
20 out-of-state residents or illegal immigrants.

21 (5) State emergency relief payments for rent assistance shall be distributed  
22 directly to landlords and shall not be added to Michigan bridge cards.

23 Sec. 8-611. The state supplementation level under the supplemental security income  
24 program for the living independently or living in the household of another categories shall  
25 not exceed the minimum state supplementation level as required under federal law or  
26 regulations.

27 Sec. 8-613. (1) The department shall provide reimbursements for the final  
28 disposition of indigent persons. The reimbursements shall include all of the following:

1 (a) The maximum allowable reimbursement for the final disposition is \$840.00.

2 (b) The adult burial with services allowance is \$765.00.

3 (c) The adult burial without services allowance is \$530.00.

4 (d) The infant burial allowance is \$210.00.

5 (2) Reimbursement for a cremation permit fee of up to \$75.00 and for mileage at the  
6 standard rate will be made available for an eligible cremation. The reimbursements under  
7 this section shall take into consideration religious preferences that prohibit cremation.

8 (3) The department shall report to the senate and house of representatives  
9 appropriations subcommittees on the department budget, the senate and house fiscal  
10 agencies, the senate and house policy offices, and the state budget office by January 31 of  
11 the current fiscal year on burial services payments issued from the state emergency relief  
12 program during the previous fiscal year. The report shall include the number of payments by  
13 burial services category for the following:

14 (a) Fetus or infant under age 1 month.

15 (b) Burial with memorial service.

16 (c) Burial without memorial service.

17 (d) Cremation with memorial service.

18 (e) Cremation without memorial service.

19 (f) Transportation of a donated or unclaimed body being cremated.

20 (g) Cremation permit fee for an unclaimed body.

21 (h) Disposition of an unclaimed body.

22 (i) Payment where an irrevocable funeral agreement exists.

23 Sec. 8-614. The department shall report to the senate and house of representatives  
24 appropriations subcommittees on the department budget, the senate and house fiscal  
25 agencies, and the senate and house policy offices by January 15 of the current fiscal year  
26 on the number and percentage of state disability assistance recipients who were determined  
27 to be eligible for federal supplemental security income benefits in the previous fiscal  
28 year.

1           Sec. 8-615. Except as required by federal law or regulations, funds appropriated in  
2 part 1 shall not be used to provide public assistance to a person who is not a United  
3 States citizen, permanent resident alien, or refugee. This section does not prohibit the  
4 department from entering into contracts with food banks, emergency shelter providers, or  
5 other human services agencies who may, as a normal part of doing business, provide food or  
6 emergency shelter.

7           Sec. 8-616. The department shall require retailers that participate in the  
8 electronic benefits transfer program to charge no more than \$2.50 in fees for cash back as  
9 a condition of participation.

10          Sec. 8-618. By July 1 of the current fiscal year, the department shall report to the  
11 senate and house appropriations subcommittees on the department budget, the senate and  
12 house fiscal agencies, the senate and house policy offices, and the state budget office the  
13 quarterly number of supervised individuals who have absconded from supervision and whom a  
14 law enforcement agency, the department of corrections, or the department is actively  
15 seeking according to section 84 of the corrections code of 1953, 1953 PA 232, MCL 791.284.

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 his or her probation or parole requirements.

21          Sec. 8-620. (1) The department shall make a determination of Medicaid eligibility  
22 not 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          (2) The department shall provide an annual report to the senate and house  
27 appropriations subcommittees on the department budget, the senate and house standing  
28 committees on families and human services, the senate and house fiscal agencies, the senate



1 and house policy offices, and the state budget office on the average Medicaid eligibility  
2 standard of promptness for each of the required standards of promptness under subsection  
3 (1) and for medical review team reviews achieved statewide and at each local office by each  
4 of the four preceding quarters.

5 Sec. 8-645. An individual or family is considered homeless, for purposes of  
6 eligibility for state emergency relief, if living temporarily with others in order to  
7 escape domestic violence. For purposes of this section, domestic violence is defined and  
8 verified in the same manner as in the department's policies on good cause for not  
9 cooperating with child support and paternity requirements.

10 Sec. 8-653. From the funds appropriated in part 1 for food assistance program  
11 benefits, an individual who is the victim of domestic violence or Human Trafficking and  
12 does not qualify for any other exemption may be exempt from the 3-month in 36-month limit  
13 on receiving food assistance under 7 USC 2015. This exemption can be extended an additional  
14 3 months upon demonstration of continuing need.

15 Sec. 8-654. The department shall notify recipients of food assistance program  
16 benefits that their benefits can be spent with their bridge cards at many farmers' markets  
17 in the state. The department shall also notify recipients about the Double Up Food Bucks  
18 program that is administered by the Fair Food Network. Recipients shall receive information  
19 about the Double Up Food Bucks program, including information that when the recipient  
20 spends \$20.00 at participating farmers' markets through the program, the recipient can  
21 receive an additional \$20.00 to buy Michigan produce.

22 Sec. 8-655. Within 14 days after the spending plan for low-income home energy  
23 assistance program is approved by the state budget office, the department shall provide the  
24 spending plan, including itemized projected expenditures, to the chairpersons of the senate  
25 and house appropriations subcommittees on the department budget, the senate and house  
26 fiscal agencies, the senate and house policy offices, and the state budget office.

27 Sec. 8-669. From the funds appropriated in part 1 for family independence program,  
28 the department shall allocate \$7,230,000.00 for the annual clothing allowance. The

1 allowance shall be granted to all eligible children in a family independence program group.

2       Sec. 8-672. (1) The department's office of inspector general shall report to the  
3 senate and house of representatives appropriations subcommittees on the department budget,  
4 the senate and house fiscal agencies, and the senate and house policy offices by February  
5 15 of the current fiscal year on department efforts to reduce inappropriate use of Michigan  
6 bridge cards and food assistance program trafficking. The department shall provide  
7 information on the number of recipients of services who used their Michigan bridge card  
8 inappropriately and the current 202 status of each case, the number of recipients whose  
9 benefits were revoked, whether permanently or temporarily, as a result of inappropriate  
10 use, and the number of retailers that were fined or removed from the electronic benefit  
11 transfer program for permitting inappropriate use of the cards. The report shall also  
12 include the number of Michigan bridge card trafficking instances and overall welfare fraud  
13 referrals that includes such information as the number of investigations completed, fraud  
14 and intentional program violation dollar amounts identified, the number of referrals to  
15 prosecutors, the number of administrative hearing referrals and waivers, and the number of  
16 program disqualifications imposed. The report shall distinguish between savings and cost  
17 avoidance. Savings include receivables established from instances of fraud committed. Cost  
18 avoidance includes expenditures avoided due to front-end eligibility investigations and  
19 other preemptive actions undertaken in the prevention of fraud.

20       (2) If a fourth Michigan bridge card has been issued in a 12-month period, the  
21 department shall notify the household that they have reached the number of issued cards  
22 threshold. At their fifth and each subsequent card replacement request, a card will not be  
23 issued until the recipient has spoken directly to the local office district manager or  
24 county director. The district manager or county director may issue a new Michigan bridge  
25 card under their authority based on their assessment of the recipient's situation and  
26 explanation.

27       (3) As used in this section:

28       (a) "Food assistance trafficking" means the buying and selling of food assistance

benefits for cash or items not authorized under the 2008 food and nutrition act, 7 USC 2036b.

(b) "Inappropriate use" means not used to meet a family's ongoing basic needs, including food, clothing, shelter, utilities, household goods, personal care items, and general incidentals.

Sec. 8-677. (1) The department shall establish a state goal for the percentage of family independence program cases involved in employment activities. The percentage established shall not be less than 50%. The goal for long-term employment shall be 15% of cases for 6 months or more.

(2) The department shall provide an annual report, providing quarterly data, to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies and policy offices, and the state budget director on the number of cases referred to Partnership. Accountability. Training. Hope. (PATH), the current percentage of family independence program cases involved in PATH employment activities, an estimate of the current percentage of family independence program cases that meet federal work participation requirements on the whole, and an estimate of the current percentage of the family independence program cases that meet federal work participation requirements for those cases referred to PATH.

(3) The department shall submit to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office an annual report, providing quarterly data, that include all of the following:

(a) The number and percentage of nonexempt family independence program recipients who are employed.

(b) The average and range of wages of employed family independence program recipients.

(c) The number and percentage of employed family independence program recipients who remain employed for 6 months or more.

1           Sec. 8-678. From the funds appropriated in part 1 for the family independence  
2 program, the department shall establish a monthly \$100 supplement for every child aged 5  
3 and younger to families receiving cash assistance.

4           Sec. 8-686. (1) The department shall confirm that individuals presenting personal  
5 identification issued by another state seeking assistance through the family independence  
6 program, food assistance program, state disability assistance program, or medical  
7 assistance program are not receiving benefits from any other state.

8           (2) The department shall confirm the address provided by any individual seeking  
9 family independence program benefits or state disability assistance benefits.

10          (3) The department shall prohibit individuals with property assets assessed at a  
11 value higher than \$200,000.00 from accessing assistance through department-administered  
12 programs, unless such a prohibition would violate federal rules and guidelines.

13          (4) The department shall make a reasonable attempt to obtain an up-to-date telephone  
14 number during the eligibility determination or redetermination process for individuals  
15 seeking medical assistance benefits.

16          Sec. 8-687. (1) The department shall, in quarterly reports, compile and make  
17 available on its website all of the following information about the family independence  
18 program, state disability assistance, the food assistance program, Medicaid, and state  
19 emergency relief:

20           (a) The number of applications received.

21           (b) The number of applications approved.

22           (c) The number of applications denied.

23           (d) The number of applications pending and neither approved nor denied.

24           (e) The number of cases opened.

25           (f) The number of cases closed.

26           (g) The number of cases at the beginning of the quarter and the number of cases at  
27 the end of the quarter.

28          (2) The information provided under subsection (1) shall be compiled and made

available for the state as a whole and for each county and reported separately for each program listed in subsection (1).

(3) The department shall, in quarterly reports, compile and make available on its website the following family independence program information:

(a) The number of new applicants who successfully met the requirements of the 10-day assessment period for PATH.

(b) The number of new applicants who did not meet the requirements of the 10-day assessment period for PATH.

(c) The number of cases sanctioned because of the school truancy policy.

(d) The number of cases closed because of the 48-month and 60-month lifetime limits.

(e) The number of first-, second-, and third-time sanctions.

(f) The number of children ages 0-5 living in family independence program-sanctioned households.

Sec. 8-688. From the funds appropriated in part 1 for the low-income home energy assistance program, the department shall make an additional \$20.01 payment to each food assistance program case that is not currently eligible for the standard utility allowance to enable each case to receive expanded food assistance benefits through the program commonly known as the heat and eat program.

#### **CHILDREN'S SERVICES AGENCY - JUVENILE JUSTICE**

Sec. 8-701. Unless required from changes to federal or state law or at the request of a provider, the department shall not alter the terms of any signed contract with a private residential facility serving children under state or court supervision without written consent from a representative of the private residential facility.

Sec. 8-706. Counties shall be subject to 50% chargeback for the use of alternative regional detention services, if those detention services do not fall under the basic provision of section 117e of the social welfare act, 1939 PA 280, MCL 400.117e, or if a county operates those detention services programs primarily with professional rather than

1 volunteer staff.

2       Sec. 8-707. In order to be reimbursed for child care fund expenditures, counties are  
3 required to submit department-developed reports to enable the department to document  
4 potential federally claimable expenditures. This requirement is in accordance with the  
5 reporting requirements specified in section 117a(12) of the social welfare act, 1939 PA  
6 280, MCL 400.117a.

7       Sec. 8-708. (1) As a condition of receiving funds appropriated in part 1 for the  
8 child care fund line item, by October 15 of the current fiscal year, counties shall have an  
9 approved service spending plan for the current fiscal year. Counties must submit the  
10 service spending plan for the following fiscal year to the department by August 15 of the  
11 current fiscal year for approval. Upon submission of the county service spending plan, the  
12 department shall approve within 30 calendar days after receipt of a properly completed  
13 service plan that complies with the requirements of the social welfare act, 1939 PA 280,  
14 MCL 400.1 to 400.119b. The department shall notify and submit county service spending plan  
15 revisions to any county whose county service spending plan is not accepted upon initial  
16 submission. The department shall not request any additional revisions to a county service  
17 spending plan outside of the requested revision notification submitted to the county by the  
18 department. The department shall notify a county within 30 days after approval that its  
19 service plan was approved.

20       (2) Counties must submit amendments to current fiscal year county service plans to  
21 the department no later than August 30. Counties must submit current fiscal year payable  
22 estimates to the department no later than September 15.

23       (3) The department shall submit a report to the house and senate appropriations  
24 subcommittees on the department budget, the house and senate fiscal agencies, the house and  
25 senate policy offices, and the state budget office by February 15 of the current fiscal  
26 year on the number of counties that fail to submit a service spending plan by August 15 of  
27 the previous fiscal year and the number of service spending plans not approved by October  
28 15. The report shall include the number of county service spending plans that were not

1 approved as first submitted by the counties, as well as the number of plans that were not  
2 approved by the department after being resubmitted by the county with the first revisions  
3 that were requested by the department.

4 Sec. 8-709. The department's master contract for juvenile justice residential foster  
5 care services shall prohibit contractors from denying a referral for placement of a youth,  
6 or terminating a youth's placement, if the youth's assessed treatment needs are in  
7 alignment with the facility's residential program type, as identified by the court or the  
8 department. In addition, the master contract shall require that youth placed in juvenile  
9 justice residential foster care facilities must have regularly scheduled treatment sessions  
10 with a licensed psychologist or psychiatrist, or both, and access to the licensed  
11 psychologist or psychiatrist as needed.

12 Sec. 8-715. (1) As a condition of receiving funds appropriated in part 1 for raise  
13 the age fund, by deadlines established and advised by the department, counties or tribal  
14 entities shall have an approved raise the age fund budget plan for the following fiscal  
15 year. Counties must submit the raise the age fund budget plan for the current fiscal year  
16 to the department by February 1 of the current fiscal year. The raise the age fund budget  
17 plan shall specifically identify the types of costs to be reimbursed, estimated costs for  
18 each item, and the total estimated cost to be reimbursed. The types of costs to be  
19 reimbursed must comply with the requirements of section 117i of the social welfare act,  
20 1939 PA 280, MCL 400.117i. \$500,000.00 of the raise the age fund shall be reserved for  
21 tribal entities. If total raise the age fund requests from tribal entities are less than  
22 \$500,000.00, the funding may be allocated to meet requests from counties. From the funds  
23 appropriated in part 1 for raise the age fund, each county and tribal entity eligible for  
24 reimbursement shall receive a minimum \$10,000.00 allocation from the raise the age fund.

25 (2) County and tribal entity reimbursement from the raise the age fund is limited to  
26 eligible youth and items specifically identified in approved raise the age fund budget  
27 plans and shall not exceed the total estimated cost included in the approved raise the age  
28 fund budget plan.

(3) Counties and tribal entities must submit amendments to current fiscal year raise the age fund budget plans by deadlines established and advised by the department. Counties must submit current fiscal year payable estimates for raise the age funds to the department by deadlines established and advised by the department.

(4) As used in this section, "eligible youth" includes both of the following:

(a) Pre-adjudication eligible youth: A youth for whom a petition has been filed alleging commission of a status or criminal offense on or after his or her reaching the age of 17, but before reaching the age of 18.

(b) Post-adjudication eligible youth: A youth who has been adjudicated for a status or criminal offense for which a petition was filed alleging commission of a status or criminal offense on or after his or her reaching the age of 17, but before reaching the age of 18.

#### **FIELD OPERATIONS AND SUPPORT SERVICES**

Sec. 8-801. (1) The department shall report monthly to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, the house and senate policy offices, and the state budget office on the most recent food assistance program error rate derived from the active cases, reported to the United States Department of Agriculture -Food and Nutrition Services for the supplemental nutrition assistance program.

(2) By March 1 of the current fiscal year, the department shall report on the progress of the corrective action taken utilizing the funds appropriated for food assistance reinvestment in lowering the food assistance program error rate and improving program payment accuracy.

Sec. 8-802. From the funds appropriated in part 1 for field staff travel, the department shall allocate up to \$100,000.00 annually toward reimbursing the out-of-pocket costs of county board members and county department directors to attend statewide meetings of the Michigan County Social Services Association.



1           Sec. 8-807. From the funds appropriated in part 1 for Elder Law of Michigan MiCAFE  
2 contract, the department shall allocate not less than \$350,000.00 to the Elder Law of  
3 Michigan MiCAFE to assist this state's elderly population in participating in the food  
4 assistance program. Of the \$350,000.00 allocated under this section, the department shall  
5 use \$175,000.00, which are general fund/general purpose funds, as state matching funds for  
6 not less than \$175,000.00 in United States Department of Agriculture funding to provide  
7 outreach program activities, such as eligibility screening and information services, as  
8 part of a statewide food assistance hotline.

9           Sec. 8-808. By July 1 of the current fiscal year, the department shall provide a  
10 report to the senate and house appropriations subcommittees on the department budget, the  
11 senate and house fiscal agencies, the senate and house policy offices, and the state budget  
12 office on the nutrition education program. The report shall include requirements made by  
13 the agriculture improvement act of 2018, Public Law 115-334, such as how the department  
14 shall use an electronic reporting system to evaluate projects and an accounting of  
15 allowable state agency administrative costs. The report shall also include documentation of  
16 the steps the department shall take to ensure that projects and subgrantee programs are  
17 evidence-based, appropriated for, and meet the criteria for an eligible individual as that  
18 term is defined in section 2036a(a) of the food and nutrition act, 7 USC 2036, and  
19 quantitative evidence that the programs contribute to a reduction in obesity or an increase  
20 in the consumption of healthy foods. Additionally, the report shall include planned  
21 allocation and actual expenditures for the supplemental nutrition assistance program  
22 education funding, planned and actual grant amounts for the supplemental nutrition  
23 assistance program education funding, the total amount of expected carryforward balance at  
24 the end of the current fiscal year for the supplemental nutrition assistance program  
25 education funding and for each subgrantee program, a list of all supplemental nutrition  
26 assistance program education funding programs by implementing agency, and the stated  
27 purpose of each of the programs and each of the subgrantee programs.

28           Sec. 8-809. The purpose of the pathways to potential program is to increase

1 graduation rates and decrease the number of students who repeat grades for schools that are  
2 current or future participants in the pathways to potential program. Before any deployment  
3 of resources into a participant school, the department and the participant school shall  
4 establish performance objectives for each participant school based on a 2-year baseline  
5 prior to pathways to potential being established in the participant school and shall  
6 evaluate the progress made in the above categories from the established baseline. By March  
7 1 of the current fiscal year, the department shall provide to the senate and house  
8 appropriations subcommittees on the department budget, the senate and house fiscal  
9 agencies, and the senate and house policy offices a report listing all participant schools,  
10 the number of staff assigned to each school by participant school, and the percentage of  
11 participating schools that achieved improved performance in each of the 2 outcomes listed  
12 above compared to the previous year, by each individual outcome. It is the intent of the  
13 legislature that after a 2-year period without attaining an increase in success in meeting  
14 the 2 listed outcomes from the established baseline, the department shall work with the  
15 participant school to examine the cause of the lack of progress and shall seek to implement  
16 a plan to increase success in meeting the identified outcomes. It is the intent of the  
17 legislature that progress or the lack of progress made in meeting the performance  
18 objectives shall be used as a determinant in future pathways to potential resource  
19 allocation decisions.

20       Sec. 8-825. (1) From the funds appropriated in part 1, the department shall provide  
21 individuals not more than \$500.00 for vehicle repairs, including any repairs done in the  
22 previous 12 months. However, the department may in its discretion pay for repairs up to  
23 \$900.00. Payments under this section shall include the combined total of payments made by  
24 the department and work participation program.

25       (2) By November 30 of the current fiscal year, the department shall provide to the  
26 senate and house appropriations subcommittees on the department budget, the senate and  
27 house fiscal agencies, and the senate and house policy offices a report detailing the total  
28 number of payments for repairs, the number of payments for repairs that exceeded \$500.00,

1 the number of payments for repairs that cost exactly \$500.00, and the number of payments  
2 for repairs that cost exactly \$900.00 in the previous fiscal year.

3 Sec. 8-826. (1) From the funds appropriated in part 1 for field policy and  
4 administration, not less than \$300,000.00 shall be allocated for the department to contract  
5 with the Prosecuting Attorneys Association of Michigan to provide the support and services  
6 necessary to increase the capability of the state's prosecutors, adult protective service  
7 system, and criminal justice system to effectively identify, investigate, and prosecute  
8 elder abuse and financial exploitation.

9 (2) By March 1 of the current fiscal year, the Prosecuting Attorneys Association of  
10 Michigan shall provide a report to the department on the efficacy of the contract. The  
11 department shall submit the report to the state budget office, the house and senate  
12 appropriations subcommittees on the department budget, the house and senate fiscal  
13 agencies, and the house and senate policy offices within 30 days after receipt from the  
14 Prosecuting Attorneys Association of Michigan.

15 Sec. 8-850. (1) The department shall maintain out-stationed eligibility specialists  
16 in community-based organizations, community mental health agencies, nursing homes, adult  
17 placement and independent living settings, federally qualified health centers, and  
18 hospitals unless a community-based organization, community mental health agency, nursing  
19 home, adult placement and independent living setting, federally qualified health centers,  
20 or hospital requests that the program be discontinued at its facility.

21 (2) From the funds appropriated in part 1 for donated funds positions, the  
22 department shall enter into contracts with agencies that are able and eligible under  
23 federal law to provide the required matching funds for federal funding, as determined by  
24 federal statute and regulations.

25 (3) A contract for an assistance payments donated funds position must include, but  
26 not be limited to, the following performance metrics:

27 (a) Meeting a standard of promptness for processing applications for Medicaid and  
28 other public assistance programs under state law.

1 (b) Meeting required standards for error rates in determining programmatic  
2 eligibility as determined by the department.

3 (4) The department shall only fill additional donated funds positions after a new  
4 contract has been signed. That position shall also be abolished when the contract expires  
5 or is terminated.

6 (5) The department shall classify as limited-term FTEs any new employees who are  
7 hired to fulfill the donated funds position contracts or are hired to fill any vacancies  
8 from employees who transferred to a donated funds position.

9 (6) By March 1 of the current fiscal year, the department shall submit a report to  
10 the senate and house appropriations subcommittees on the department budget, the senate and  
11 house fiscal agencies and policy offices, and the state budget office detailing information  
12 on the donated funds positions, including the total number of occupied positions, the total  
13 private contribution of the positions, and the total cost to the state for any nonsalary  
14 expenditure for the donated funds position employees.

15 Sec. 8-851. (1) From the funds appropriated in part 1 for adult services field  
16 staff, the department shall seek to reduce the number of older adults who are victims of  
17 crime and fraud by increasing the standard of promptness in every county, as measured by  
18 commencing an investigation within 24 hours after a report is made to the department,  
19 establishing face-to-face contact with the client within 72 hours after a report is made to  
20 the department, and completing the investigation within 30 days after a report is made to  
21 the department.

22 (2) The department shall report no later than March 1 of the current fiscal year to  
23 the house and senate appropriations subcommittees on the department budget, the house and  
24 senate fiscal agencies, and the house and senate policy offices on the services provided to  
25 older adults who were victims of crime or fraud in the previous fiscal year. The report  
26 shall include, but is not limited to, the following by county: the percentage of  
27 investigations commenced within 24 hours after a report is made to the department, the  
28 number of face-to-face contacts established with the client within 72 hours after a report

1 is made to the department, the number of investigations completed within 30 days after a  
2 report is made to the department, and the total number of older adults that were victims of  
3 crime or fraud in the previous fiscal year and were provided services by the department as  
4 a result of being victims of crime or fraud.

5  
6 **DISABILITY DETERMINATION SERVICES**

7 Sec. 8-890. From the funds appropriated in part 1 for disability determination  
8 services, the department shall maintain the unit rates in effect on September 30, 2019 for  
9 medical consultants performing disability determination services, including physicians,  
10 psychologists, and speech-language pathologists.

11  
12 **BEHAVIORAL HEALTH PROGRAM ADMINISTRATION AND SPECIAL PROJECTS**

13 Sec. 8-901. The funds appropriated in part 1 are intended to support a system of  
14 comprehensive community mental health services under the full authority and responsibility  
15 of local CMHSPs or PIHPs in accordance with the mental health code, 1974 PA 258, MCL  
16 330.1001 to 330.2106, the Medicaid provider manual, federal Medicaid waivers, and all other  
17 applicable federal and state laws.

18 Sec. 8-902. (1) From the funds appropriated in part 1, final authorizations to  
19 CMHSPs or PIHPs shall be made upon the execution of contracts between the department and  
20 CMHSPs or PIHPs. The contracts shall contain an approved plan and budget as well as  
21 policies and procedures governing the obligations and responsibilities of both parties to  
22 the contracts. Each contract with a CMHSP or PIHP that the department is authorized to  
23 enter into under this subsection shall include a provision that the contract is not valid  
24 unless the total dollar obligation for all of the contracts between the department and the  
25 CMHSPs or PIHPs entered into under this subsection for the current fiscal year does not  
26 exceed the amount of money appropriated in part 1 for the contracts authorized under this  
27 subsection.

28 (2) The department shall immediately report to the senate and house appropriations

1 subcommittees on the department budget, the senate and house fiscal agencies, and the state  
2 budget director if either of the following occurs:

3 (a) The department enters into any new contracts with CMHSPs or PIHPs that would  
4 affect rates or expenditures.

5 (b) The department amends any contracts the department has entered into with CMHSPs  
6 or PIHPs that would affect rates or expenditures.

7 (3) The report required by subsection (2) shall include information about the  
8 changes to the contracts and their effects on rates and expenditures.

9 Sec. 8-904. (1) By May 31 of the current fiscal year, the department shall provide a  
10 report on the CMHSPs, PIHPs, and designated regional entities for substance use disorder  
11 prevention and treatment to the members of the house and senate appropriations  
12 subcommittees on the department budget, the house and senate fiscal agencies, and the state  
13 budget director that includes the information required by this section.

14 (2) The report in subsection (1) shall contain information for each CMHSP, PIHP, and  
15 designated regional entity for substance use disorder prevention and treatment, and a  
16 statewide summary, each of which shall include at least the following information:

17 (a) A demographic description of service recipients that, minimally, shall include  
18 reimbursement eligibility, client population, age, ethnicity, housing arrangements, and  
19 diagnosis.

20 (b) Per capita expenditures in total and by client population group and cultural and  
21 ethnic groups of the services area, including the deaf and hard of hearing population.

22 (c) Financial information that, minimally, includes a description of funding  
23 authorized; expenditures by diagnosis group, service category, and reimbursement  
24 eligibility; and cost information by Medicaid, Healthy Michigan plan, state appropriated  
25 non-Medicaid mental health services, local funding, and other fund sources, including  
26 administration and funds specified for all outside contracts for services and products.  
27 Financial information must include the amount of funding, from each fund source, used to  
28 cover clinical services and supports. Service category includes all department-approved

1 services.

2 (d) Data describing service outcomes that include, but are not limited to, an  
3 evaluation of consumer satisfaction, consumer choice, and quality of life concerns  
4 including, but not limited to, housing and employment.

5 (e) Information about access to CMHSPs, PIHPs, and designated regional entities for  
6 substance use disorder prevention and treatment that includes, but is not limited to, the  
7 following:

8 (i) The number of people receiving requested services.

9 (ii) The number of people who requested services but did not receive services.

10 (f) The number of second opinions requested under the mental health code, 1974 PA  
11 258, MCL 330.1001 to 330.2106, and the determination of any appeals.

12 (g) Lapses and carryforwards during the previous fiscal year for CMHSPs, PIHPs, and  
13 designated regional entities for substance use disorder prevention and treatment.

14 (h) Performance indicator information required to be submitted to the department in  
15 the contracts with CMHSPs, PIHPs, and designated regional entities for substance use  
16 disorder prevention and treatment.

17 (i) Administrative expenditures of each CMHSP, PIHP, and designated regional entity  
18 for substance use disorder prevention and treatment that include a breakout of the salary,  
19 benefits, and pension of each executive level staff and shall include the director, chief  
20 executive, and chief operating officers and other members identified as executive staff.

21 (3) The report in subsection (1) shall contain the following information from the  
22 previous fiscal year on substance use disorder prevention, education, and treatment  
23 programs:

24 (a) The expenditures stratified by department-designated community mental health  
25 entity, by fund source, by subcontractor, by population served, and by service type.

26 (b) The expenditures per state client, with data on the distribution of expenditures  
27 reported using a histogram approach.

28 (c) The number of services provided by subcontractor, and by service type.

1 Additionally, data on length of stay, referral source, and participation in other state  
2 programs.

3 (d) The collections from other first- or third-party payers, private donations, or  
4 other state or local programs, by department-designated community mental health entity, by  
5 subcontractor, by population served, and by service type.

6 (4) The department shall include data reporting requirements listed in subsections  
7 (2) and (3) in the annual contract with each individual CMHSP, PIHP, and designated  
8 regional entity for substance use disorder prevention and treatment.

9 (5) The department shall take all reasonable actions to ensure that the data  
10 required are complete and consistent among all CMHSPs, PIHPs, and designated regional  
11 entities for substance use disorder prevention and treatment.

12 Sec. 8-907. (1) The amount appropriated in part 1 for community substance use  
13 disorder prevention, education, and treatment shall be expended to coordinate care and  
14 services provided to individuals with severe and persistent mental illness and substance  
15 use disorder diagnoses.

16 (2) The department shall approve managing entity fee schedules for providing  
17 substance use disorder services and charge participants in accordance with their ability to  
18 pay.

19 (3) The managing entity shall continue current efforts to collaborate on the  
20 delivery of services to those clients with mental illness and substance use disorder  
21 diagnoses with the goal of providing services in an administratively efficient manner.

22 Sec. 8-909. From the funds appropriated in part 1 for health homes, the department  
23 shall use available revenue from the marihuana regulatory fund established in section 604  
24 of the medical marihuana facilities licensing act, 2016 PA 281, MCL 333.27604, to improve  
25 physical health, expand access to substance use disorder prevention and treatment services,  
26 and strengthen the existing prevention, treatment, and recovery systems.

27 Sec. 8-910. The department shall ensure that substance use disorder treatment is  
28 provided to applicants and recipients of public assistance through the department who are



1 required to obtain substance use disorder treatment as a condition of eligibility for  
2 public assistance.

3 Sec. 8-911. (1) The department shall ensure that each contract with a CMHSP or PIHP  
4 requires the CMHSP or PIHP to implement programs to encourage diversion of individuals with  
5 serious mental illness, serious emotional disturbance, or developmental disability from  
6 possible jail incarceration when appropriate.

7 (2) Each CMHSP or PIHP shall have jail diversion services and shall work toward  
8 establishing working relationships with representative staff of local law enforcement  
9 agencies, including county prosecutors' offices, county sheriffs' offices, county jails,  
10 municipal police agencies, municipal detention facilities, and the courts. Written  
11 interagency agreements describing what services each participating agency is prepared to  
12 commit to the local jail diversion effort and the procedures to be used by local law  
13 enforcement agencies to access mental health jail diversion services are strongly  
14 encouraged.

15 Sec. 8-913. (1) From the funds appropriated in part 1 for behavioral health program  
16 administration, the department shall allocate \$1,025,000.00 for the autism navigator  
17 program. The department shall require any contractor receiving funds under this section to  
18 comply with performance-related metrics to maintain eligibility for funding. The  
19 performance-related metrics shall include, but not be limited to, all of the following:

20 (a) Each contractor shall have accreditations that attest to their competency and  
21 effectiveness in providing services.

22 (b) Each contractor shall demonstrate cost-effectiveness.

23 (c) Each contractor shall ensure their ability to leverage private dollars to  
24 strengthen and maximize service provision.

25 (d) Each contractor shall provide quarterly reports to the department regarding the  
26 number of clients served by PIHP region, units of service provision by PIHP region, and  
27 ability to meet their stated goals.

28 (2) The department shall require an annual report from any contractor receiving

1 funding from this section. The annual report, due to the department 60 days following the  
2 end of the contract period, shall include specific information on services and programs  
3 provided, the client base to which the services and programs were provided, and the  
4 expenditures for those services. The department shall provide the annual reports to the  
5 senate and house appropriations subcommittees on the department budget, the senate and  
6 house fiscal agencies, and the state budget office.

7       Sec. 8-914. By June 1 of the current fiscal year, the department shall submit a  
8 report to the house and senate appropriations subcommittees on the department budget, the  
9 house and senate fiscal agencies, the house and senate policy offices, and the state budget  
10 office on outcomes of the funds provided in part 1 to the Michigan Child Collaborative Care  
11 (MC3). The outcomes reported must include, but is not limited to, the number of same day  
12 phone consultations with primary care providers and the number of local resource  
13 recommendations made to primary care providers who are providing medical care to patients  
14 who need behavioral health services.

15       Sec. 8-915. From the funds appropriated in part 1 for community substance use  
16 disorder prevention, education, and treatment and opioid response activities, the  
17 department shall, to the extent possible, provide grants, pursuant to federal laws, rules,  
18 and regulations, to local public entities that provide substance use disorder services and  
19 to 1 private entity that has a statewide contract to provide community-based substance use  
20 disorder services.

21       Sec. 8-918. On a quarterly basis, providing monthly data, the department shall  
22 report to the senate and house appropriations subcommittees on the department budget, the  
23 senate and house fiscal agencies, and the state budget director on the amount of funding  
24 paid to PIHPs to support the Medicaid managed mental health care program. The information  
25 shall include the total paid to each PIHP, per capita rate paid for each eligibility group  
26 for each PIHP, and number of cases in each eligibility group for each PIHP, and year-to  
27 date summary of eligibles and expenditures for the Medicaid managed mental health care  
28 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. 8-924. From the funds appropriated in part 1 for autism services, for the  
8 purposes of actuarially sound rate certification and approval for Medicaid behavioral  
9 health managed care programs, the department shall maintain a fee schedule for autism  
10 services reimbursement rates for direct services. Expenditures used for rate setting shall  
11 not exceed those identified in the fee schedule. The rates for behavioral technicians shall  
12 not be less than \$50.00 per hour and not more than \$55.00 per hour.

13           Sec. 8-926. (1) From the funds appropriated in part 1 for community substance use  
14 disorder prevention, education, and treatment, \$500,000.00 is allocated for a specialized  
15 substance use disorder detoxification project administered by a 9-1-1 service district in  
16 conjunction with a substance use and case management provider and at a hospital within a 9-  
17 1-1 services district with at least 600,000 residents and 15 member communities within a  
18 county with a population of at least 1,500,000 according to the 2010 federal decennial  
19 census.

20           (2) The substance use and case management provider receiving funds under this  
21 section shall collect and submit to the department data on the outcomes of the project  
22 throughout the duration of the project and the department shall submit a report on the  
23 project's outcomes to the house and senate appropriations subcommittees on the department  
24 budget, the house and senate fiscal agencies, and the state budget office.

25           Sec. 8-928. Each PIHP shall provide, from internal resources, local funds to be used  
26 as a part of the state match required under the Medicaid program in order to increase  
27 capitation rates for PIHPs. These funds shall not include either state funds received by a  
28 CMHSP for services provided to non-Medicaid recipients or the state matching portion of the

1 Medicaid capitation payments made to a PIHP.

2       Sec. 8-935. A county required under the provisions of the mental health code, 1974  
3 PA 258, MCL 330.1001 to 330.2106, to provide matching funds to a CMHSP for mental health  
4 services rendered to residents in its jurisdiction shall pay the matching funds in equal  
5 installments on not less than a quarterly basis throughout the fiscal year, with the first  
6 payment being made by October 1 of the current fiscal year.

7       Sec. 8-940. (1) According to section 236 of the mental health code, 1974 PA 258, MCL  
8 330.1236, the department shall review expenditures for each CMHSP to identify CMHSPs with  
9 projected allocation surpluses and to identify CMHSPs with projected allocation shortfalls.  
10 The department shall encourage the board of a CMHSP with a projected allocation surplus to  
11 concur with the department's recommendation to reallocate those funds to CMHSPs with  
12 projected allocation shortfalls.

13       (2) A CMHSP that has its funding allocation transferred out during the current  
14 fiscal year as described in subsection (1) is not eligible for any additional funding  
15 reallocations during the remainder of the current fiscal year, unless that CMHSP is  
16 responding to a public health emergency as determined by the department.

17       (3) CMHSPs shall report to the department on any proposed reallocations described in  
18 this section at least 30 days before any reallocations take effect.

19       (4) The department shall notify the chairs of the appropriation subcommittees on the  
20 department budget when a request is made and when the department grants approval for  
21 reallocation as described in subsection (1). By September 30 of the current fiscal year,  
22 the department shall provide a report on the amount of funding reallocated to the senate  
23 and house appropriations subcommittees on the department budget, the senate and house  
24 fiscal agencies, the senate and house policy offices, and the state budget office.

25       Sec. 8-942. A CMHSP shall provide at least 30 days' notice before reducing,  
26 terminating, or suspending services provided by a CMHSP to CMHSP clients, with the  
27 exception of services authorized by a physician that no longer meet established criteria  
28 for medical necessity.

1           Sec. 8-962. For the purposes of special projects involving high-need children or  
2 adults, including the not guilty by reason of insanity population, the department may  
3 contract directly with providers of services to these identified populations.

4           Sec. 8-964. By October 1 of the current fiscal year, the department shall provide  
5 the house and senate appropriations subcommittees on the department budget, the house and  
6 senate fiscal agencies, the house and senate policy offices, and the state budget office  
7 with the standardized fee schedule for Medicaid behavioral health services and supports.  
8 The report shall also include the adequacy standards to be used in all contracts with PIHPs  
9 and CMHSPs. In the development of the standardized fee schedule for Medicaid behavioral  
10 health services and supports during the current fiscal year, the department must prioritize  
11 and support essential service providers and must develop a standardized fee schedule for  
12 revenue code 0204.

13           Sec. 8-974. The department and PIHPs shall allow an individual with an intellectual  
14 or developmental disability who receives supports and services from a CMHSP to instead  
15 receive supports and services from another provider if the individual shows that he or she  
16 is eligible and qualified to receive supports and services from another provider. Other  
17 providers may include, but are not limited to, MIChoice and program of all-inclusive care  
18 for the elderly (PACE).

19           Sec. 8-977. From the funds appropriated in part 1 for community substance use  
20 disorder prevention, education, and treatment, \$600,000.00 is allocated as grants to high  
21 schools specifically designated for students recovering from a substance use disorder in  
22 accordance with section 273a of the mental health code, 1974 PA 258, MCL 330.1273a.

23           Sec. 8-978. From the funds appropriated in part 1 for community substance use  
24 disorder prevention, education, and treatment, the department shall allocate \$1,200,000.00  
25 as grants for recovery community organizations to offer or expand recovery support center  
26 services or recovery community center services to individuals seeking long-term recovery  
27 from substance use disorders in accordance with section 273b of the mental health code,  
28 1974 PA 258, MCL 330.1273b.

1           Sec. 8-995. (1) From the funds appropriated in part 1 for mental health diversion  
2 council, the department shall allocate \$3,850,000.00 to continue to implement the jail  
3 diversion pilot programs intended to address the recommendations of the mental health  
4 diversion council.

5           (2) By April 1 of the current fiscal year, the department shall report to the senate  
6 and house appropriations subcommittees on the department budget, the senate and house  
7 fiscal agencies, and the senate and house policy offices on the planned allocation of the  
8 funds appropriated for mental health diversion council.

9           Sec. 8-996. From the funds appropriated in part 1 for family support subsidy, the  
10 department shall make monthly payments of \$229.31 to the parents or legal guardians of  
11 children approved for the family support subsidy by a CMHSP.

12           Sec. 8-997. The population data used in determining the distribution of substance  
13 use disorder block grant funds shall be from the most recent federal data from the United  
14 States Census Bureau.

15           Sec. 8-998. For distribution of state general funds to CMHSPs, if the department  
16 decides to use census data, the department shall use the most recent federal data from the  
17 United States Census Bureau.

18           Sec. 8-999. Within 30 days after the completion of a statewide PIHP reimbursement  
19 audit, the department shall provide the audit report to the house and senate appropriations  
20 subcommittees on the department budget, the house and senate fiscal agencies, the house and  
21 senate policy offices, and the state budget office.

## 22 23 **BEHAVIORAL HEALTH SERVICES**

24           Sec. 8-1001. By December 31 of the current fiscal year, each CMHSP shall submit a  
25 report to the department that identifies populations being served by the CMHSP broken down  
26 by program eligibility category. The report shall also include the percentage of the  
27 operational budget that is related to program eligibility enrollment. By February 15 of the  
28 current fiscal year, the department shall submit the report described in this section to

1 the senate and house appropriations subcommittees on the department budget, the senate and  
2 house fiscal agencies, the senate and house policy offices, and the state budget office.

3 Sec. 8-1003. The department shall notify the Community Mental Health Association of  
4 Michigan when developing policies and procedures that will impact PIHPs or CMHSPs.

5 Sec. 8-1004. The department shall provide the senate and house appropriations  
6 subcommittees on the department budget, the senate and house fiscal agencies, and the state  
7 budget office any rebased formula changes to either Medicaid behavioral health services or  
8 non-Medicaid mental health services 90 days before implementation. The notification shall  
9 include a table showing the changes in funding allocation by PIHP for Medicaid behavioral  
10 health services or by CMHSP for non-Medicaid mental health services.

11 Sec. 8-1005. (1) From the funds appropriated in part 1 for health homes, the  
12 department shall maintain the number of behavioral health homes in PIHP regions 1, 2, and 8  
13 and maintain the number of substance use disorder health homes in PIHP regions 1, 2, 4, and  
14 9. The department may expand the number of behavioral health homes in regions 6 and 7 and  
15 the number of substance use disorder health homes in regions 6, 7, and 10.

16 (2) On a quarterly basis, the department shall provide a report to the house and  
17 senate appropriation subcommittees on the department budget, the house and senate fiscal  
18 agencies, the house and senate policy offices, and the state budget office on the number of  
19 individuals being served and expenditures incurred by each PIHP region by site.

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.

1 (b) Take an active role in managing mental health care by ensuring consistent and  
2 high-quality service delivery throughout its network and promote a conflict-free care  
3 management environment.

4 (c) Ensure that direct service rate variances are related to the level of need or  
5 other quantifiable measures to ensure that the most money possible reaches direct services.

6 (d) Whenever possible, promote fair and adequate direct care reimbursement,  
7 including fair wages for direct service workers.

8 Sec. 8-1010. (1) The funds appropriated in part 1 for behavioral health community  
9 supports and services must be used to reduce waiting lists at state-operated hospitals and  
10 centers through cost-effective community-based and residential services, including, but not  
11 limited to, assertive community treatment (ACT), forensic assertive community treatment  
12 (FACT), crisis stabilization units in accordance with chapter 9A of the mental health code,  
13 1974 PA 258, MCL 330.1971 to 330.1979, and psychiatric residential treatment facilities in  
14 accordance with section 137a of the mental health code, 1974 PA 258, MCL 330.1137a.

15 (2) The department shall allocate \$30,450,000 to contract with private providers for  
16 intensive psychiatric treatment outside of state operated beds and support efforts related  
17 to the oversight of community-based programs placement.

18 Sec. 8-1014. (1) From the funds appropriated in part 1 to agencies providing  
19 physical and behavioral health services to multicultural populations, the department shall  
20 award grants in accordance with the requirements of subsection (2). This state is not  
21 liable for any spending above the contract amount. The department shall not release funds  
22 until reporting requirements under section 1014 of article 6 of 2021 PA 87 are satisfied.

23 (2) The department shall require each contractor described in subsection (1) that  
24 receives greater than \$1,000,000.00 in state grant funding to comply with performance-  
25 related metrics to maintain their eligibility for funding. The performance-related metrics  
26 shall include, but not be limited to, all of the following:

27 (a) Each contractor or subcontractor shall have accreditations that attest to their  
28 competency and effectiveness as behavioral health and social service agencies.



(b) Each contractor or subcontractor shall have a mission that is consistent with the purpose of the multicultural agency.

(c) Each contractor shall validate that any subcontractors utilized within these appropriations share the same mission as the lead agency receiving funding.

(d) Each contractor or subcontractor shall demonstrate cost-effectiveness.

(e) Each contractor or subcontractor shall ensure their ability to leverage private dollars to strengthen and maximize service provision.

(f) Each contractor or subcontractor shall provide timely and accurate reports regarding the number of clients served, units of service provision, and ability to meet their stated goals.

(3) The department shall require an annual report from the contractors described in subsection (2). The annual report, due 60 days following the end of the contract period, shall include specific information on services and programs provided, the client base to which the services and programs were provided, information on any wraparound services provided, and the expenditures for those services. The department shall provide the annual reports to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget office.

Sec. 1015. From the funds appropriated in part 1 for federal mental health block grant, the department shall, to the extent possible, provide grants, pursuant to federal laws, rules, and regulations, to local public entities that provide mental health services and to 1 private entity that has a statewide contract to provide community-based mental health services.

#### **STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL HEALTH SERVICES**

Sec. 8-1051. The department shall continue a revenue recapture project to generate additional revenues from third parties related to cases that have been closed or are inactive. A portion of revenues collected through project efforts may be used for departmental costs and contractual fees associated with these retroactive collections and

1 to improve ongoing departmental reimbursement management functions.

2 Sec. 8-1052. The purpose of gifts and bequests for patient living and treatment  
3 environments is to use additional private funds to provide specific enhancements for  
4 individuals residing at state-operated facilities. Use of the gifts and bequests shall be  
5 consistent with the stipulation of the donor. The expected completion date for the use of  
6 gifts and bequests donations is within 3 years unless otherwise stipulated by the donor.

7 Sec. 8-1055. (1) The department shall not implement any closures or consolidations  
8 of state hospitals, centers, or agencies until CMHSPs or PIHPs have programs and services  
9 in place for those individuals currently in those facilities and a plan for service  
10 provision for those individuals who would have been admitted to those facilities.

11 (2) All closures or consolidations are dependent upon adequate department-approved  
12 CMHSP and PIHP plans that include a discharge and aftercare plan for each individual  
13 currently in the facility. A discharge and aftercare plan shall address the individual's  
14 housing needs. A homeless shelter or similar temporary shelter arrangements are inadequate  
15 to meet the individual's housing needs.

16 (3) Four months after the certification of closure required in section 19(6) of the  
17 state employees' retirement act, 1943 PA 240, MCL 38.19, the department shall provide a  
18 closure plan to the house and senate appropriations subcommittees on the department budget  
19 and the state budget director.

20 (4) Upon the closure of state-run operations and after transitional costs have been  
21 paid, the remaining balances of funds appropriated for that operation shall be transferred  
22 to CMHSPs or PIHPs responsible for providing services for individuals previously served by  
23 the operations.

24 Sec. 8-1056. The department may collect revenue for patient reimbursement from  
25 first- and third-party payers, including Medicaid and local county CMHSP payers, to cover  
26 the cost of placement in state hospitals and centers. The department is authorized to  
27 adjust financing sources for patient reimbursement based on actual revenues earned. If the  
28 revenue collected exceeds current year expenditures, the revenue may be carried forward

1 with approval of the state budget director. The revenue carried forward shall be used as a  
2 first source of funds in the subsequent year.

3 Sec. 8-1058. Effective October 1 of the current fiscal year, the department, in  
4 consultation with the department of technology, management, and budget, may maintain a bid  
5 process to identify 1 or more private contractors to provide food service and custodial  
6 services for the administrative areas at any state hospital identified by the department as  
7 capable of generating savings through the outsourcing of such services.

8 Sec. 8-1059. (1) The department shall identify specific outcomes and performance  
9 measures for state-operated hospitals and centers, including, but not limited to, the  
10 following:

11 (a) The average wait time for individuals determined incompetent to stand trial  
12 before admission to the center for forensic psychiatry.

13 (b) The average wait time for individuals determined incompetent to stand trial  
14 before admission to other state-operated psychiatric facilities.

15 (c) The average number of individuals waiting to receive admission into the center  
16 for forensic psychiatry.

17 (d) The average number of individuals waiting to receive admission into the other  
18 state-operated hospitals and centers.

19 (e) The average wait time for individuals awaiting admission into the other state-  
20 operated hospitals and centers through the civil admissions process.

21 (f) The number of individuals determined not guilty by reason of insanity or  
22 incompetent to stand trial by an order of a probate court that have been determined to be  
23 ready for discharge to the community, and the average wait time between being determined to  
24 be ready for discharge to the community and actual community placement.

25 (g) The number of individuals denied admission into the center for forensic  
26 psychiatry.

27 (h) The number of individuals denied admission into the other state-operated  
28 hospitals and centers.

1           (2) By April 1 of the current fiscal year, the department shall report to the house  
2 and senate appropriations subcommittees on the department budget, the house and senate  
3 fiscal agencies, the house and senate policy offices, and the state budget office on the  
4 outcomes and performance measures in subsection (1).

5           Sec. 8-1060. By March 1 of the current fiscal year, the department shall provide a  
6 report on mandatory overtime, staff turnover, and staff retention at the state psychiatric  
7 hospitals and centers to the senate and house appropriations subcommittees on the  
8 department budget, the senate and house fiscal agencies, and the state budget office. The  
9 report shall include, but is not limited to, the following:

10           (a) The number of direct care and clinical staff positions that are currently vacant  
11 by hospital, and how that compares to the number of vacancies during the previous fiscal  
12 year.

13           (b) A breakdown of voluntary and mandatory overtime hours worked by position and by  
14 hospital, and how that compares to the breakdown of voluntary and mandatory overtime hours  
15 during the previous fiscal year.

16           (c) The ranges of wages paid by position and by hospital, and how that compares to  
17 wages paid during the previous fiscal year.

18           Sec. 8-1061. The funds appropriated in part 1 for Caro Regional Mental Health Center  
19 shall only be utilized to support a psychiatric hospital located at its current location.  
20 Capital outlay funding shall be utilized for planning and construction of a new or updated  
21 facility at the current location instead of at a new location.

22           Sec. 8-1063. (1) From the funds appropriated in part 1 for Hawthorn Center -  
23 psychiatric hospital - children and adolescents, the department shall maintain a  
24 psychiatric transitional unit and children's transition support team. These programs shall  
25 augment the continuum of behavioral health services for high-need youth and provide  
26 additional continuity of care and transition into supportive community-based services.

27           (2) Outcomes and performance measures for these programs include, but are not  
28 limited to, the following:

(a) The rate of rehospitalization for youth served through the program at 30 and 180 days.

(b) The measured change in the Child and Adolescent Functional Assessment Scale for children served through these programs.

Sec. 8-1065. From the funds appropriated in part 1 for the center for forensic psychiatry, the department shall allocate \$11,500,000 to support staffing and other costs related to the operations of the new units located at the center for forensic psychiatry satellite facility.

#### **HEALTH AND HUMAN SERVICES POLICY AND INITIATIVES**

Sec. 8-1140. From the funds appropriated in part 1 for primary care services, \$400,000.00 shall be allocated to free health clinics operating in the state. The department shall distribute the funds equally to each free health clinic. For the purpose of this appropriation, "free health clinics" means nonprofit organizations that use volunteer health professionals to provide care to uninsured individuals.

Sec. 8-1142. The department shall continue to seek means to increase retention of Michigan medical school students for completion of their primary care residency requirements within this state and ultimately, for some period of time, to remain in this state and serve as primary care physicians. The department is encouraged to work with Michigan institutions of higher education.

Sec. 8-1143. From the funds appropriated in part 1 for primary care services, the department shall allocate no less than \$675,000.00 for island primary health care access and services including island clinics, in the following amounts:

(a) Beaver Island, \$250,000.00.

(b) Mackinac Island, \$250,000.00.

(c) Drummond Island, \$150,000.00.

(d) Bois Blanc Island, \$25,000.00.

Sec. 8-1145. The department will take steps necessary to work with Indian Health

1 Service, tribal health program facilities, or Urban Indian Health Program facilities that  
 2 provide services under a contract with a Medicaid managed care entity to ensure that those  
 3 facilities receive the maximum amount allowable under federal law for Medicaid services.

4 Sec. 8-1146. From the funds appropriated in part 1 for bone marrow donor and blood  
 5 bank programs, \$250,000.00 shall be allocated to Versiti Blood Center, the partner of the  
 6 match registry of the national marrow donor program. The funds shall be used to offset  
 7 ongoing tissue typing expenses associated with donor recruitment and collection services  
 8 and to expand those services to better serve the citizens of this state.

9 Sec. 8-1147. From the funds appropriated in part 1 for bone marrow donor and blood  
 10 bank programs, \$500,000.00 shall be allocated to Versiti Blood Center for a cord blood  
 11 bank. The funds shall be used to enhance the collection of fetal umbilical cord blood and  
 12 stem cells for transplant, expand cord blood laboratory capabilities, and expand the  
 13 diversity of collections.

14  
 15 **EPIDEMIOLOGY, EMERGENCY MEDICAL SERVICES, AND LABORATORY**

16 Sec. 8-1180. From the funds appropriated in part 1 for epidemiology administration  
 17 and for childhood lead program, the department shall maintain a public health drinking  
 18 water unit and maintain enhanced efforts to monitor child blood lead levels. The public  
 19 health drinking water unit shall ensure that appropriate investigations of potential health  
 20 hazards occur for all community and noncommunity drinking water supplies where chemical  
 21 exceedances of action levels, health advisory levels, or maximum contaminant limits are  
 22 identified. The goals of the childhood lead program shall include improving the  
 23 identification of affected children, the timeliness of case follow-up, and attainment of  
 24 nurse care management for children with lead exposure, and to achieve a long-term reduction  
 25 in the percentage of children in this state with elevated blood lead levels.

26 Sec. 8-1181. From the funds appropriated in part 1 for epidemiology administration,  
 27 the department shall maintain a vapor intrusion response unit. The vapor intrusion response  
 28 unit shall assess risks to public health at vapor intrusion sites and respond to vapor

1 intrusion risks where appropriate. The goals of the vapor intrusion response unit shall  
2 include reducing the number of residents of this state exposed to toxic substances through  
3 vapor intrusion and improving health outcomes for individuals that are identified as having  
4 been exposed to vapor intrusion.

5 Sec. 8-1182. (1) From the funds appropriated in part 1 for healthy homes program, no  
6 less than \$6,898,000.00 of general fund/general purpose funds and \$18,652,000.00 of federal  
7 funds shall be allocated for lead abatement of homes.

8 (2) By April 1 of the current fiscal year, the department shall provide a report to  
9 the house and senate appropriations subcommittees on the department budget, the house and  
10 senate fiscal agencies, and the state budget office on the expenditures and activities  
11 undertaken by the lead abatement program in the previous fiscal year from the funds  
12 appropriated in part 1 for the healthy homes program. The report shall include, but is not  
13 limited to, a funding allocation schedule, the expenditures by category of expenditure and  
14 by subcontractor, the revenues received, a description of program elements, the number of  
15 housing units abated of lead-based paint hazards, and a description of program  
16 accomplishments and progress.

17 Sec. 8-1185. From the funds appropriated in part 1 for emergency medical services  
18 program, \$25,000.00 is allocated for a grant to fund a free family emergency readiness  
19 public expo event held in a county with a population between 180,000 and 181,000 according  
20 to the 2010 federal decennial census. The purpose of the event shall be to educate local  
21 residents about preparedness in an emergency, disaster, or crisis including planning,  
22 assessing specific personal and household needs, and skills to cope, survive, recover, and  
23 prevail.

24 Sec. 8-1186. (1) From the funds appropriated in part 1 for emergency medical  
25 services program, the department shall allocate \$3,000,000.00 to establish a statewide  
26 stroke and STEMI system of care for time-sensitive emergencies. This system must be  
27 integrated into the statewide trauma care system within the emergency medical services  
28 system and must include at least all of the following:

(a) The designation of facilities as stroke and STEMI facilities based on a verification that national certification or accreditation standards, as approved by the stroke advisory subcommittee and the STEMI advisory subcommittee as established under section 20910(1)(m) of the public health code, 1978 PA 368, MCL 333.20910, have been met.

(b) A requirement that a hospital is not required to be designated as providing certain levels of care for stroke or STEMI.

(c) The development and utilization of stroke and STEMI registries that utilize nationally recognized data platforms with confidentiality standards, as approved by the stroke advisory subcommittee and the STEMI advisory subcommittee as established under section 20910(1)(m) of the public health code, 1978 PA 368, MCL 333.20910.

(2) For the purposes of this section, "STEMI" means an ST-elevation myocardial infarction.

#### **LOCAL HEALTH AND ADMINISTRATIVE SERVICES**

Sec. 8-1220. The amount appropriated in part 1 for implementation of the 1993 additions of or amendments to sections 9161, 16221, 16226, 17014, 17015, and 17515 of the public health code, 1978 PA 368, MCL 333.9161, 333.16221, 333.16226, 333.17014, 333.17015, and 333.17515, shall be used to reimburse local health departments for costs incurred related to the implementation of section 17015(18) of the public health code, 1978 PA 368, MCL 333.17015.

Sec. 8-1221. If a county that has participated in a district health department or an associated arrangement with other local health departments takes action to cease to participate in that arrangement after October 1 of the current fiscal year, the department may assess a penalty from the local health department's operational accounts in an amount equal to no more than 6.25% of the local health department's essential local public health services funding. This penalty shall only be assessed to the local county that requests the dissolution of the health department.

Sec. 8-1222. (1) Funds appropriated in part 1 for essential local public health



1 services shall be prospectively allocated to local health departments to support  
2 immunizations, infectious disease control, sexually transmitted disease control and  
3 prevention, hearing screening, vision services, food protection, public water supply,  
4 private groundwater supply, and on-site sewage management. Food protection shall be  
5 provided in consultation with the department of agriculture and rural development. Public  
6 water supply, private groundwater supply, and on-site sewage management shall be provided  
7 in consultation with the department of environment, Great Lakes, and energy.

8 (2) Local public health departments shall be held to contractual standards for the  
9 services in subsection (1).

10 (3) Distributions in subsection (1) shall be made only to counties that maintain  
11 local spending in the current fiscal year of at least the amount expended in fiscal year  
12 1992-1993 for the services described in subsection (1).

13 (4) By February 1 of the current fiscal year, the department shall provide a report  
14 to the house and senate appropriations subcommittees on the department budget, the house  
15 and senate fiscal agencies, and the state budget director on the planned allocation of the  
16 funds appropriated for essential local public health services.

17 (5) The department shall continue implementation of the distribution formula for the  
18 allocation of essential local public health services funding to local health departments as  
19 specified by section 1234 of article X of 2018 PA 207.

20 (6) From the funds appropriated in part 1 for essential local public health  
21 services, each local public health department is allocated not less than the amount  
22 allocated to that local public health department during the previous fiscal year.

23 Sec. 8-1225. The department shall work with the Michigan health endowment fund  
24 corporation established under section 653 of the nonprofit health care corporation reform  
25 act, 1980 PA 350, MCL 550.1653, to explore ways to fund and evaluate current and future  
26 policies and programs.

27 Sec. 8-1227. The department shall establish criteria for all funds allocated for  
28 health and wellness initiatives. The criteria must include a requirement that all programs

1 funded be evidence-based and supported by research, include interventions that have been  
2 shown to demonstrate outcomes that lower cost and improve quality, and be designed for  
3 statewide impact. Preference must be given to programs that utilize the funding as match  
4 for additional resources, including, but not limited to, federal sources.

5       Sec. 8-1231. (1) From the funds appropriated for local health services, up to  
6 \$4,750,000.00 shall be allocated for grants to local public health departments to support  
7 PFAS response and emerging public health threat activities. A portion of the funding shall  
8 be allocated by the department in a collaborative fashion with local public health  
9 departments in jurisdictions experiencing PFAS contamination. The remainder of the funding  
10 shall be allocated to address infectious and vector-borne disease threats, and other  
11 environmental contamination issues such as vapor intrusion, drinking water contamination,  
12 and lead exposure. The funding shall be allocated to address issues including, but not  
13 limited to, staffing, planning and response, and creation and dissemination of materials  
14 related to PFAS contamination issues and other emerging public health issues and threats.

15       (2) By April 1 of the current fiscal year, the department shall provide a report to  
16 the house and senate appropriations subcommittees on the department budget, the house and  
17 senate fiscal agencies, and the state budget office on actual expenditures in the previous  
18 fiscal year and planned spending in the current fiscal year of the funds described in  
19 subsection (1), including recipient entities, amount of allocation, general category of  
20 allocation, and detailed uses.

21       Sec. 8-1232. The department may work to ensure that the United States Department of  
22 Defense reimburses the state for costs associated with PFAS and environmental contamination  
23 response at military training sites and support facilities.

24       Sec. 8-1233. General fund and state restricted fund appropriations in part 1 shall  
25 not be expended for PFAS and environmental contamination response where federal funding or  
26 private grant funding is available for the same expenditures.

27       Sec. 8-1239. The department shall participate in and give necessary assistance to  
28 the Michigan PFAS action response team (MPART) pursuant to Executive Order No. 2019-03. The

1 department shall collaborate with MPART and other departments to carry out appropriate  
2 activities, actions, and recommendations as coordinated by MPART. Efforts shall be  
3 continuous to ensure that the department's activities are not duplicative with activities  
4 of another department or agency.

5 Sec. 8-1240. From the funds appropriated in part 1 for chronic disease control and  
6 health promotion administration, \$70,000.00 is allocated to support a rare disease advisory  
7 council and responsibilities of the council, which may include all of the following:

8 (a) Developing a list of rare diseases.

9 (b) Posting the list of rare diseases on the department's website.

10 (c) Updating the list of rare diseases.

11 (d) Annually investigating and reporting to the legislature on 1 rare disease on the  
12 list, and including legislative recommendations in the report.

13  
14 **FAMILY HEALTH SERVICES**

15 Sec. 8-1301. (1) Before April 1 of the current fiscal year, the department shall  
16 submit a report to the house and senate fiscal agencies and the state budget director on  
17 planned allocations from the amounts appropriated in part 1 for local MCH services,  
18 prenatal care outreach and service delivery support, family planning local agreements, and  
19 pregnancy prevention programs. Using applicable federal definitions, the report shall  
20 include information on all of the following:

21 (a) Funding allocations.

22 (b) Actual number of women, children, and adolescents served and amounts expended  
23 for each group for the previous fiscal year.

24 (c) A breakdown of the expenditure of these funds between urban and rural  
25 communities.

26 (2) The department shall ensure that the distribution of funds through the programs  
27 described in subsection (1) takes into account the needs of rural communities.

28 (3) As used in this section, "rural" means a county, city, village, or township with

1 a population of 30,000 or less, including those entities if located within a metropolitan  
2 statistical area.

3 Sec. 8-1306. (1) From the funds appropriated in part 1 for the drinking water  
4 declaration of emergency, the department shall allocate funds to address needs in a city in  
5 which a declaration of emergency was issued because of drinking water contamination. These  
6 funds may support, but are not limited to, the following activities:

7 (a) Nutrition assistance, nutritional and community education, food bank resources,  
8 and food inspections.

9 (b) Epidemiological analysis and case management of individuals at risk of elevated  
10 blood lead levels.

11 (c) Support for child and adolescent health centers, children's healthcare access  
12 program, and pathways to potential programming.

13 (d) Nursing services, breastfeeding education, evidence-based home visiting  
14 programs, intensive services, and outreach for children exposed to lead coordinated through  
15 local community mental health organizations.

16 (e) Department field operations costs.

17 (f) Lead poisoning surveillance, investigations, treatment, and abatement.

18 (g) Nutritional incentives provided to local residents through the double up food  
19 bucks expansion program.

20 (h) Genesee County health department food inspectors to perform water testing at  
21 local food service establishments.

22 (i) Transportation related to health care delivery.

23 (j) Senior initiatives.

24 (k) Lead abatement contractor workforce development.

25 (2) From the funds appropriated in part 1 for the drinking water declaration of  
26 emergency, the department shall allocate \$300,000.00 for Revive Community Health Center for  
27 health support services as the center pursues certification as a federally qualified health  
28 center.

1 (3) From the funds appropriated in part 1 for the drinking water declaration of  
2 emergency, the department shall allocate \$500,000.00 for rides to wellness through the  
3 Flint mass transportation authority.

4 Sec. 8-1308. From the funds appropriated in part 1 for prenatal care outreach and  
5 service delivery support, not less than \$500,000.00 of funding shall be allocated for  
6 evidence-based programs to reduce infant mortality including nurse family partnership  
7 programs. The funds shall be used for enhanced support and education to nursing teams or  
8 other teams of qualified health professionals, client recruitment in areas designated as  
9 underserved for obstetrical and gynecological services and other high-need communities,  
10 strategic planning to expand and sustain programs, and marketing and communications of  
11 programs to raise awareness, engage stakeholders, and recruit nurses.

12 Sec. 8-1311. From the funds appropriated in part 1 for prenatal care outreach and  
13 service delivery support, not less than \$2,750,000.00 state general fund/general purpose  
14 funds shall be allocated for a rural home visit program. Equal consideration shall be given  
15 to all eligible evidence-based providers in all regions in contracting for rural home  
16 visitation services.

17 Sec. 8-1312. From the funds appropriated in part 1 for prenatal care and premature  
18 birth avoidance grant, the department shall allocate \$1,000,000.00 as a grant to help  
19 fulfill contract obligations between the department and a federal Healthy Start Program  
20 located in a county with a population between 600,000 and 610,000 according to the 2010  
21 federal decennial census. To be eligible to receive funding, the organization must be a  
22 partnership between various health agencies, and utilize a social impact bonding strategy  
23 approved by the department to enhance support to underserved populations for prenatal care  
24 and premature birth avoidance.

25 Sec. 8-1313. (1) The department shall continue developing an outreach program on  
26 fetal alcohol syndrome services, targeting health promotion, prevention, and intervention.

27 (2) The department shall explore federal grant funding to address prevention  
28 services for fetal alcohol syndrome and reduce alcohol consumption among pregnant women.

1           (3) By February 1 of the current fiscal year, the department shall provide a report  
2 to the house and senate appropriations subcommittees on the department budget, the house  
3 and senate fiscal agencies, and the state budget office on planned spending of  
4 appropriations within the department budget for fetal alcohol syndrome projects and  
5 services, including appropriation line item, agency or recipient entities, amount and  
6 purpose of allocation, and detailed uses. The report shall include a summary of outcomes  
7 accomplished by the funding investments and metrics used to determine outcomes, if  
8 available.

9           Sec. 8-1314. The department shall seek to enhance education and outreach efforts  
10 that encourage women of childbearing age to seek confirmation at the earliest indication of  
11 possible pregnancy and initiate continuous and routine prenatal care upon confirmation of  
12 pregnancy. The department shall seek to ensure that department programs, policies, and  
13 practices promote prenatal and obstetrical care by doing the following:

14           (a) Supporting access to care.

15           (b) Reducing and eliminating barriers to care.

16           (c) Supporting recommendations for best practices.

17           (d) Encouraging optimal prenatal habits such as prenatal medical visits, use of  
18 prenatal vitamins, and cessation of use of tobacco, alcohol, or drugs.

19           (e) Tracking of birth outcomes to study improvements in prevalence of neonatal  
20 substance exposure, fetal alcohol syndrome, and other preventable neonatal disease.

21           (f) Tracking of maternal increase in healthy behaviors following childbirth.

22           Sec. 8-1315. (1) From the funds appropriated in part 1 for dental programs,  
23 \$150,000.00 shall be allocated to the Michigan Dental Association for the administration of  
24 a volunteer dental program that provides dental services to the uninsured.

25           (2) By February 1 of the current fiscal year, the department shall report to the  
26 senate and house appropriations subcommittees on the department budget, the senate and  
27 house standing committees on health policy, the senate and house fiscal agencies, and the  
28 state budget office the number of individual patients treated, number of procedures

1 performed, and approximate total market value of those procedures from the previous fiscal  
2 year.

3 Sec. 8-1316. The department shall use revenue from mobile dentistry facility permit  
4 fees received under section 21605 of the public health code, 1978 PA 368, MCL 333.21605, to  
5 offset the cost of the permit program.

6 Sec. 8-1317. (1) From the funds appropriated in part 1 for dental programs,  
7 \$1,750,000.00 of general fund/general purpose revenue and any associated federal match  
8 shall be distributed to local health departments who partner with a qualified nonprofit  
9 provider of dental services for the purpose of providing high-quality dental homes for  
10 seniors, children, and adults enrolled in Medicaid, and low-income uninsured.

11 (2) In order to be considered a qualified nonprofit provider of dental services, the  
12 provider must demonstrate the following:

13 (a) An effective health insurance enrollment process for uninsured patients.

14 (b) An effective process of charging patients on a sliding scale based on the  
15 patient's ability to pay.

16 (c) Utilization of additional fund sources including, but not limited to, federal  
17 Medicaid matching funds.

18 (3) Providers shall report to the department by September 30 of the current fiscal  
19 year on outcomes and performance measures for the program under this section including, but  
20 not limited to, the following:

21 (a) The number of uninsured patients who visited a participating dentist over the  
22 previous year, broken down between adults and children.

23 (b) The number of patients assisted with health insurance enrollment, broken down  
24 between adults and children.

25 (c) A 5-year trend of the number of uninsured patients being served, broken down  
26 between adults and children.

27 (d) The number of unique patient visits by center.

28 (e) The number of unique Medicaid or Healthy Michigan plan patients served broken

1 down by center.

2 (f) The number of children, seniors, and veterans served broken down by center.

3 (g) The total value of services rendered by the organization broken down by center.

4 (4) Within 15 days after receipt of the report required in subsection (3), the  
5 department shall provide a copy of the report to the senate and house appropriations  
6 subcommittees on the department budget, the senate and house fiscal agencies, the senate  
7 and house policy offices, and the state budget office.

8 Sec. 8-1321. From the funds appropriated in part 1 for the Michigan model for health  
9 comprehensive health education curriculum in the family, maternal, and child health  
10 administration line item, the department may, in consultation with the department of  
11 education, the Michigan domestic and sexual violence prevention and treatment board, and  
12 the Michigan Coalition to End Domestic and Sexual Violence, redraft the curriculum for the  
13 "Growing Up & Staying Healthy" and "Healthy & Responsible Relationships" modules to include  
14 age-appropriate information about the importance of consent, setting and respecting  
15 personal boundaries, and the prevention of child sexual abuse as outlined in section 1505  
16 of the revised school code, 1976 PA 451, MCL 380.1505, and consistent with the  
17 recommendations and guidelines set by the task force on the prevention of sexual abuse of  
18 children created under section 12b of the child protection law, 1975 PA 238, MCL 722.632b,  
19 and the prevention of sexual assault and dating violence.

20 Sec. 8-1322. (1) The department shall provide a report by April 15 of the current  
21 fiscal year to the house and senate appropriations subcommittees on the department budget,  
22 the house and senate fiscal agencies, the house and senate policy offices, and the state  
23 budget office on state immunization policy and practices. The report shall include all of  
24 the following items:

25 (a) A list of recommended vaccinations.

26 (b) The basis and rationale for inclusion of each listed item.

27 (c) The indicators, measures, and performance outcomes that document improvement in  
28 human health for each listed item.



1           (2) From the funds appropriated in part 1 for immunization program, \$50,000.00 shall  
2 be allocated for the purpose of publishing and printing the report described in subsection  
3 (1) in a summary format to be made available to the public as an informational brochure,  
4 provided free of charge through the department's health promotions clearinghouse to  
5 providers, groups, or individuals for free distribution.

6           Sec. 8-1341. The department shall utilize income eligibility and verification  
7 guidelines established by the Food and Nutrition Service agency of the United States  
8 Department of Agriculture in determining eligibility of individuals for the special  
9 supplemental nutrition program for women, infants, and children (WIC) as stated in current  
10 WIC policy.

11           Sec. 8-1342. From the funds appropriated in part 1 for family, maternal, and child  
12 health administration, \$500,000.00 shall be allocated for a school children's healthy  
13 exercise program to promote and advance physical health for school children in kindergarten  
14 through grade 8. The department shall recommend model programs for sites to implement that  
15 incorporate evidence-based best practices. The department shall grant the funds  
16 appropriated in part 1 for before- and after-school programs. The department shall  
17 establish guidelines for program sites, which may include schools, community-based  
18 organizations, private facilities, recreation centers, or other similar sites. The program  
19 format shall encourage local determination of site activities and shall encourage local  
20 inclusion of youth in the decision-making regarding site activities. Program goals shall  
21 include children experiencing improved physical health and access to physical activity  
22 opportunities, the reduction of obesity, providing a safe place to play and exercise, and  
23 nutrition education. To be eligible to participate, program sites shall provide a 20% match  
24 to the state funding, which may be provided in full, or in part, by a corporation,  
25 foundation, or private partner. The department shall seek financial support from corporate,  
26 foundation, or other private partners for the program or for individual program sites.

27           Sec. 8-1343. From the funds appropriated in part 1 for dental programs, the  
28 department shall allocate \$1,760,000.00 of state and local funds plus any private

1 contributions received to support the program to establish and maintain a dental oral  
2 assessment program to provide assessments to school children as provided in section 9316 of  
3 the public health code, 1978 PA 368, MCL 333.9316.

4 Sec. 8-1348. From the funds appropriated in part 1, the department shall submit a  
5 report to the senate and house appropriations committees, the senate and house  
6 appropriations subcommittees on the department budget, the senate and house fiscal  
7 agencies, and the senate and house policy offices on any request for proposals issued by  
8 this state for the healthy moms healthy babies program and on any healthy moms healthy  
9 babies programs that are established.

10 Sec. 8-1349. Subject to federal approval, from the funds appropriated in part 1 for  
11 immunization program, the department shall allocate \$740,000.00 general fund/general  
12 purpose plus any available work project funds and federal match through an administered  
13 contract with oversight from Health and Aging Services Administration and Public Health  
14 Administration. The funds shall be used to support a statewide media campaign for improving  
15 this state's immunization rates.

16  
17 **CHILDREN'S SPECIAL HEALTH CARE SERVICES**

18 Sec. 8-1360. The department may do 1 or more of the following:

19 (a) Provide special formulas for eligible clients with specified metabolic and  
20 allergic disorders.

21 (b) Provide medical care and treatment to eligible patients with cystic fibrosis who  
22 are 21 years of age or older.

23 (c) Provide medical care and treatment to eligible patients with hereditary  
24 coagulation defects, commonly known as hemophilia, who are 21 years of age or older.

25 (d) Provide human growth hormone to eligible patients.

26 (e) Provide mental health care for mental health needs that result from, or are a  
27 symptom of, the individual's qualifying medical condition.

28 (f) Provide medical care and treatment to eligible patients with sickle cell disease

1 who are 21 years of age or older.

2       Sec. 8-1361. From the funds appropriated in part 1 for medical care and treatment,  
3 the department may spend those funds for the continued development and expansion of  
4 telemedicine capacity to allow families with children in the children's special health care  
5 services program to access specialty providers more readily and in a more timely manner.  
6 The department may spend funds to support chronic complex care management of children  
7 enrolled in the children's special health care services program to minimize  
8 hospitalizations and reduce costs to the program while improving outcomes and quality of  
9 life.

10       Sec. 8-1363. From the funds appropriated in part 1 for children's special health  
11 care services administration, the department shall allocate \$1,000,000.00 as a grant to an  
12 independent biomedical research and science education organization in a county with a  
13 population between 600,000 and 610,000 and in a city with a population over 185,000  
14 according to the 2010 federal decennial census to be used for matching federal funds,  
15 private and nonprofit grants, and private contributions.

16  
17 **HEALTH AND AGING SERVICES ADMINISTRATION**

18       Sec. 8-1505. By March 1 of the current fiscal year, the department shall submit a  
19 report to the senate and house appropriations subcommittees on the department budget, the  
20 senate and house fiscal agencies, and the state budget office on the actual reimbursement  
21 savings and cost offsets that have resulted from the funds appropriated in part 1 for the  
22 office of inspector general and third party liability efforts in the previous fiscal year.

23       Sec. 8-1507. From the funds appropriated in part 1 for office of inspector general,  
24 the inspector general shall audit and recoup inappropriate or fraudulent payments from  
25 Medicaid managed care organizations to health care providers. Unless authorized by federal  
26 or state law, the department shall not fine, temporarily halt operations of, disenroll as a  
27 Medicaid provider, or terminate a managed care organization or health care provider from  
28 providing services due to the discovery of an inappropriate payment found during the course

1 of an audit.

2 Sec. 8-1511. On a monthly basis, the department shall work with the department of  
3 labor and economic opportunity to report to the senate and house appropriations  
4 subcommittees on the department budget, the senate and house fiscal agencies, the senate  
5 and house policy offices, and the state budget office on the utilization of workforce  
6 development programs by Healthy Michigan plan recipients through Michigan Works! The report  
7 shall include, but not be limited to, all of the following:

8 (a) The number of recipients currently receiving employment supports and services  
9 through workforce development programs.

10 (b) The total year-to-date number of recipients who have received employment  
11 supports and services through workforce development programs.

12 (c) The number of recipients who secured employment in this state after receiving  
13 employment supports and services through workforce development programs.

14 (d) A summary of employment supports and services provided to recipients through  
15 workforce development programs.

16 Sec. 8-1514. From the funds appropriated in part 1 for health and aging services  
17 administration, the department shall allocate \$300,000.00 general fund/general purpose  
18 revenue and any associated federal match to support a predictive modeling tool to improve  
19 provider billing accuracy and reduce fraud, waste, and abuse in the Medicaid program. The  
20 tool must provide a prepayment cost avoidance solution that uses statistical predictive  
21 modeling techniques to identify outlier claims.

22 Sec. 8-1515. A qualified job placement agency may request contact information from  
23 the department for Healthy Michigan plan recipients for the geographic region the agency  
24 services. This contact information shall not include personal health information or  
25 extensive personal identifying information. For the purposes of this section, a "qualified  
26 job placement agency" means a regional Michigan Works! agency or another nonprofit,  
27 governmental, or quasi-governmental body that provides job placement assistance as  
28 designated by the department.

1           Sec. 8-1519. (1) By April 1 of the current fiscal year, the aging and adult services  
2 agency shall require each region to report to the department and to the legislature home-  
3 delivered meals waiting lists based upon standard criteria. Determining criteria shall  
4 include all of the following:

5           (a) The recipient's degree of frailty.

6           (b) The recipient's inability to prepare his or her own meals safely.

7           (c) Whether the recipient has another care provider available.

8           (d) Any other qualifications normally necessary for the recipient to receive home-  
9 delivered meals.

10          (2) Data required in subsection (1) shall be recorded only for individuals who have  
11 applied for participation in the home-delivered meals program and who are initially  
12 determined as likely to be eligible for home-delivered meals.

13  
14 **HEALTH AND AGING SERVICES**

15          Sec. 8-1601. The cost of remedial services incurred by residents of licensed adult  
16 foster care homes and licensed homes for the aged shall be used in determining financial  
17 eligibility for the medically needy. Remedial services include basic self-care and  
18 rehabilitation training for a resident.

19          Sec. 8-1602. The department may encourage the Food Bank Council of Michigan to  
20 collaborate directly with each area agency on aging and any other organizations that  
21 provide senior nutrition services to secure the food access of older adults.

22          Sec. 8-1604. The department shall provide to the senate and house appropriations  
23 subcommittees on the department budget, senate and house fiscal agencies, and state budget  
24 director a report by March 30 of the current fiscal year that contains all of the  
25 following:

26          (a) The total allocation of state resources made to each area agency on aging by  
27 individual program and administration.

28          (b) Detailed expenditures by each area agency on aging by individual program and

1 administration including both state-funded resources and locally funded resources.

2 Sec. 8-1605. The protected income level for Medicaid coverage determined pursuant to  
3 section 106(1)(b)(iii) of the social welfare act, 1939 PA 280, MCL 400.106, shall be 100%  
4 of the related public assistance standard.

5 Sec. 8-1606. For the purpose of guardian and conservator charges, the department may  
6 deduct up to \$83.00 per month as an allowable expense against a recipient's income when  
7 determining medical services eligibility and patient pay amounts.

8 Sec. 8-1607. (1) An applicant for Medicaid, whose qualifying condition is pregnancy,  
9 shall immediately be presumed to be eligible for Medicaid coverage unless the preponderance  
10 of evidence in her application indicates otherwise. The applicant who is qualified as  
11 described in this subsection shall be allowed to select or remain with the Medicaid  
12 participating obstetrician of her choice.

13 (2) All qualifying applicants shall be entitled to receive all medically necessary  
14 obstetrical and prenatal care without preauthorization from a health plan. All claims  
15 submitted for payment for obstetrical and prenatal care shall be paid at the Medicaid fee-  
16 for-service rate in the event a contract does not exist between the Medicaid participating  
17 obstetrical or prenatal care provider and the managed care plan. The applicant shall  
18 receive a listing of Medicaid physicians and managed care plans in the immediate vicinity  
19 of the applicant's residence.

20 (3) In the event that an applicant, presumed to be eligible under subsection (1), is  
21 subsequently found to be ineligible, a Medicaid physician or managed care plan that has  
22 been providing pregnancy services to an applicant under this section is entitled to  
23 reimbursement for those services until they are notified by the department that the  
24 applicant was found to be ineligible for Medicaid.

25 (4) If the preponderance of evidence in an application indicates that the applicant  
26 is not eligible for Medicaid, the department shall refer that applicant to the nearest  
27 public health clinic or similar entity as a potential source for receiving pregnancy-  
28 related services.

1           (5) The department shall develop an enrollment process for pregnant women covered  
2 under this section that facilitates the selection of a managed care plan at the time of  
3 application.

4           (6) The department shall mandate enrollment of women, whose qualifying condition for  
5 Medicaid is pregnancy, into Medicaid managed care plans.

6           (7) The department shall encourage physicians to provide women, whose qualifying  
7 condition for Medicaid is pregnancy, with a referral to a Medicaid participating dentist at  
8 the first pregnancy-related appointment.

9           Sec. 8-1608. From the funds appropriated in part 1 for community services,  
10 \$1,100,000.00 shall be allocated to area agencies on aging for locally determined needs.

11           Sec. 8-1610. The department shall coordinate with the department of licensing and  
12 regulatory affairs to ensure that, upon receipt of the order of suspension of a licensed  
13 adult foster care home, home for the aged, or nursing home, the department of licensing and  
14 regulatory affairs shall provide notice to the department, to the house and senate  
15 appropriations subcommittees on the department budget, and to the members of the house and  
16 senate that represent the legislative districts of the county in which the facility lies.

17           Sec. 8-1611. (1) For care provided to medical services recipients with other third-  
18 party sources of payment, medical services reimbursement shall not exceed, in combination  
19 with such other resources, including Medicare, those amounts established for medical  
20 services-only patients. The medical services payment rate shall be accepted as payment in  
21 full. Other than an approved medical services co-payment, no portion of a provider's charge  
22 shall be billed to the recipient or any person acting on behalf of the recipient. This  
23 section does not affect the level of payment from a third-party source other than the  
24 medical services program. The department shall require a nonenrolled provider to accept  
25 medical services payments as payment in full.

26           (2) Notwithstanding subsection (1), medical services reimbursement for hospital  
27 services provided to dual Medicare/medical services recipients with Medicare part B  
28 coverage only shall equal, when combined with payments for Medicare and other third-party

resources, if any, those amounts established for medical services-only patients, including capital payments.

Sec. 8-1612. From the funds appropriated in part 1 for community services, \$40,000.00 shall be allocated to expand existing friendly reassurance and friendly caller programs through the area agencies on aging. The purpose of these programs is to allow an older person to voluntarily sign up to receive a daily or weekly call checking on the older person's well-being and possible conversation with an individual. The program shall be available to all residents of this state age 60 or older and shall target isolated or homebound seniors to provide a check on mental health, physical health and wellness, and address feelings of loneliness or depression.

Sec. 8-1620. (1) For fee-for-service Medicaid claims, the professional dispensing fee for drugs indicated as specialty medications on the Michigan pharmaceutical products list is \$20.02 or the pharmacy's submitted dispensing fee, whichever is less.

(2) For fee-for-service Medicaid claims, for drugs not indicated as specialty drugs on the Michigan pharmaceutical products list, the professional dispensing fee for medications is as follows:

(a) For medications indicated as preferred on the department's preferred drug list, \$10.80 or the pharmacy's submitted dispensing fee, whichever is less.

(b) For medications not on the department's preferred drug list, \$10.64 or the pharmacy's submitted dispensing fee, whichever is less.

(c) For medications indicated as nonpreferred on the department's preferred drug list, \$9.00 or the pharmacy's submitted dispensing fee, whichever is less.

(3) The department shall require a prescription co-payment for Medicaid recipients not enrolled in the Healthy Michigan plan or with an income less than 100% of the federal poverty level of \$1.00 for a generic drug or any drug indicated as preferred on the department's preferred drug list and \$3.00 for a brand-name drug not indicated as preferred on the department's preferred drug list, except as prohibited by federal or state law or regulation.



1           (4) The department shall require a prescription co-payment for Medicaid recipients  
2 enrolled in the Healthy Michigan plan with an income of at least 100% of the federal  
3 poverty level of \$4.00 for a generic drug or any drug indicated as preferred on the  
4 department's preferred drug list and \$8.00 for a brand-name drug not indicated as preferred  
5 on the department's preferred drug list, except as prohibited by federal or state law or  
6 regulation.

7           Sec. 8-1625. The department shall not enter into any contract with a Medicaid  
8 managed care organization that relies on a pharmacy benefit manager that does not do all of  
9 the following:

10           (a) For pharmacies with not more than 7 retail outlets, utilizes a pharmacy  
11 reimbursement methodology of the national average drug acquisition cost plus a professional  
12 dispensing fee comparable to the applicable professional dispensing fee provided through  
13 section 1620. The pharmacy benefit manager or the involved pharmacy services administrative  
14 organization shall not receive any portion of the additional professional dispensing fee.  
15 The department shall identify the pharmacies this subdivision applies to and provide the  
16 list of applicable pharmacies to the Medicaid managed care organizations.

17           (b) For pharmacies with not more than 7 retail outlets, utilizes a pharmacy  
18 reimbursement methodology, when a national average drug acquisition cost price is not  
19 available, for brand drugs of the lesser of the wholesale acquisition cost, the average  
20 wholesale price less 16.7% plus a professional dispensing fee comparable to the applicable  
21 professional dispensing fee provided through section 1620, or the usual and customary  
22 charge by the pharmacy. The department shall identify the pharmacies this subdivision  
23 applies to and provide the list of applicable pharmacies to the Medicaid managed care  
24 organizations.

25           (c) For pharmacies with not more than 7 retail outlets, utilizes a pharmacy  
26 reimbursement methodology, when a national average drug acquisition cost price is not  
27 available, for generic drugs of the lesser of wholesale acquisition cost plus a  
28 professional dispensing fee comparable to the applicable professional dispensing fee

1 provided through section 1620, average wholesale price less 30.0% plus a professional  
2 dispensing fee comparable to the applicable professional dispensing fee provided through  
3 section 1620, or the usual and customary charge by the pharmacy. The department shall  
4 identify the pharmacies this subdivision applies to and provide the list of applicable  
5 pharmacies to the Medicaid managed care organizations.

6 (d) Reimburses for a legally valid claim at a rate not less than the rate in effect  
7 at the time the original claim adjudication as submitted at the point of sale.

8 (e) Agrees to move to a transparent "pass-through" pricing model, in which the  
9 pharmacy benefit manager discloses the administrative fee as a percentage of the  
10 professional dispensing costs to the department.

11 (f) Agrees to not create new pharmacy administration fees and to not increase  
12 current fees more than the rate of inflation. This subdivision does not apply to any  
13 federal rule or action that creates a new fee.

14 (g) Agrees to not terminate an existing contract with a pharmacy with not more than  
15 7 retail outlets for the sole reason of the additional professional dispensing fee  
16 authorized under this section.

17 Sec. 8-1626. By January 15 of the current fiscal year, each pharmacy benefit manager  
18 that receives reimbursements, either directly or through a Medicaid health plan, from the  
19 funds appropriated in part 1 for medical services must submit all of the following  
20 information to the department for the previous fiscal year:

21 (a) The total number of prescriptions that were dispensed.

22 (b) The total fiscal year paid pharmacy claims reprised using wholesale acquisition  
23 cost for each drug on its formulary.

24 (c) The total amount of rebates, discounts, and price concessions that the pharmacy  
25 benefit manager received for each drug on its formulary. The amount of rebates shall  
26 include any utilization discounts the pharmacy benefit manager receives from a  
27 manufacturer.

28 (d) The total amount of administrative fees that the pharmacy benefit manager

1 received from all pharmaceutical manufacturers.

2 (e) The total amount identified in subdivisions (b) and (c) that were retained by  
3 the pharmacy benefit manager and did not pass through to the department or to the Medicaid  
4 health plan.

5 (f) The total amount of reimbursements the pharmacy benefit manager pays to  
6 contracting pharmacies.

7 (g) Any other information considered necessary by the department.

8 Sec. 8-1629. The department shall utilize maximum allowable cost pricing for generic  
9 drugs that is based on wholesaler pricing to providers that is available from at least 2  
10 wholesalers who deliver in this state.

11 Sec. 8-1631. (1) The department shall require co-payments on dental, podiatric, and  
12 vision services provided to Medicaid recipients, except as prohibited by federal or state  
13 law or regulation.

14 (2) Except as otherwise prohibited by federal or state law or regulation, the  
15 department shall require Medicaid recipients not enrolled in the Healthy Michigan plan or  
16 with an income less than 100% of the federal poverty level to pay not less than the  
17 following co-payments:

18 (a) Two dollars for a physician office visit.

19 (b) Three dollars for a hospital emergency room visit.

20 (c) Fifty dollars for the first day of an inpatient hospital stay.

21 (d) Two dollars for an outpatient hospital visit.

22 (3) Except as otherwise prohibited by federal or state law or regulation, the  
23 department shall require Medicaid recipients enrolled in the Healthy Michigan plan with an  
24 income of at least 100% of the federal poverty level to pay the following co-payments:

25 (a) Four dollars for a physician office visit.

26 (b) Eight dollars for a hospital emergency room visit.

27 (c) One hundred dollars for the first day of an inpatient hospital stay.

28 (d) Four dollars for an outpatient hospital visit or any other medical provider

1 visit to the extent allowed by federal or state law or regulation.

2 Sec. 8-1641. An institutional provider that is required to submit a cost report  
3 under the medical services program shall submit cost reports completed in full within 5  
4 months after the end of its fiscal year.

5 Sec. 8-1646. (1) From the funds appropriated in part 1 for long-term care services,  
6 the department shall continue to administer a nursing facility quality measure initiative  
7 program. The initiative shall be financed through the quality assurance assessment for  
8 nursing homes and hospital long-term care units, and the funds shall be distributed  
9 according to the following criteria:

10 (a) The department shall award more dollars to nursing facilities that have a higher  
11 CMS 5-star quality measure domain rating, then adjusted to account for both positive and  
12 negative aspects of a patient satisfaction survey.

13 (b) A nursing facility with a CMS 5-star quality measure domain star rating of 1 or  
14 2 must file an action plan with the department describing how it intends to use funds  
15 appropriated under this section to increase quality outcomes before funding shall be  
16 released.

17 (c) The total incentive dollars must reflect the following Medicaid utilization  
18 scale:

19 (i) For nursing facilities with a Medicaid participation rate of above 63%, the  
20 facility shall receive 100% of the incentive payment.

21 (ii) For nursing facilities with a Medicaid participation rate between 50% and 63%,  
22 the facility shall receive 75% of the incentive payment.

23 (iii) For nursing facilities with a Medicaid participation rate of less than 50%,  
24 the facility shall receive a payment proportionate to their Medicaid participation rate.

25 (iv) For nursing facilities not enrolled in Medicaid, the facility shall not receive  
26 an incentive payment.

27 (d) Facilities designated as special focus facilities are not eligible for any  
28 payment under this section.

1 (e) Number of licensed beds.

2 (2) The department and nursing facility representatives shall evaluate the quality  
3 measure incentive program's effectiveness on quality, measured by the change in the CMS 5-  
4 star quality measure domain rating since the implementation of quality measure incentive  
5 program. By March 1 of the current fiscal year, the department shall report to the senate  
6 and house appropriations subcommittees on the department budget, the senate and house  
7 fiscal agencies, and the senate and house policy offices on the findings of the evaluation.

8 Sec. 8-1657. (1) Reimbursement for medical services to screen and stabilize a  
9 Medicaid recipient, including stabilization of a psychiatric crisis, in a hospital  
10 emergency room shall not be made contingent on obtaining prior authorization from the  
11 recipient's HMO. If the recipient is discharged from the emergency room, the hospital shall  
12 notify the recipient's HMO within 24 hours of the diagnosis and treatment received.

13 (2) If the treating hospital determines that the recipient will require further  
14 medical service or hospitalization beyond the point of stabilization, that hospital shall  
15 receive authorization from the recipient's HMO prior to admitting the recipient.

16 (3) Subsections (1) and (2) do not require an alteration to an existing agreement  
17 between an HMO and its contracting hospitals and do not require an HMO to reimburse for  
18 services that are not considered to be medically necessary.

19 Sec. 8-1662. (1) The department shall ensure that an external quality review of each  
20 contracting HMO is performed that results in an analysis and evaluation of aggregated  
21 information on quality, timeliness, and access to health care services that the HMO or its  
22 contractors furnish to Medicaid beneficiaries.

23 (2) The department shall require Medicaid HMOs to provide EPSDT utilization data  
24 through the encounter data system, and HEDIS well child health measures in accordance with  
25 the National Committee for Quality Assurance prescribed methodology.

26 (3) The department shall provide a copy of the analysis of the Medicaid HMO annual  
27 audited HEDIS reports and the annual external quality review report to the senate and house  
28 appropriations subcommittees on the department budget, the senate and house fiscal

1 agencies, and the state budget director, within 30 days after the department's receipt of  
2 the final reports from the contractors.

3 Sec. 8-1670. (1) The appropriation in part 1 for the MIChild program is to be used  
4 to provide comprehensive health care to all children under age 19 who reside in families  
5 with income at or below 212% of the federal poverty level, who are uninsured and have not  
6 had coverage by other comprehensive health insurance within 6 months of making application  
7 for MIChild benefits, and who are residents of this state. The department shall develop  
8 detailed eligibility criteria through the health and aging services administration public  
9 concurrence process, consistent with the provisions of this part and part 1.

10 (2) The department may provide up to 1 year of continuous eligibility to children  
11 eligible for the MIChild program unless the family fails to pay the monthly premium, a  
12 child reaches age 19, or the status of the children's family changes and its members no  
13 longer meet the eligibility criteria as specified in the state plan.

14 (3) The department may make payments on behalf of children enrolled in the MIChild  
15 program as described in the MIChild state plan approved by the United States Department of  
16 Health and Human Services, or from other medical services.

17 Sec. 8-1673. The department may establish premiums for MIChild eligible individuals  
18 in families with income at or below 212% of the federal poverty level. The monthly premiums  
19 shall be \$10.00 per month.

20 Sec. 8-1677. The MIChild program shall provide, at a minimum, all benefits available  
21 under the Michigan benchmark plan that are delivered through contracted providers and  
22 consistent with federal law, including, but not limited to, the following medically  
23 necessary services:

24 (a) Inpatient mental health services, other than substance use disorder treatment  
25 services, including services furnished in a state-operated mental hospital and residential  
26 or other 24-hour therapeutically planned structured services.

27 (b) Outpatient mental health services, other than substance use disorder services,  
28 including services furnished in a state-operated mental hospital and community-based

1 services.

2 (c) Durable medical equipment and prosthetic and orthotic devices.

3 (d) Dental services as outlined in the approved MICHild state plan.

4 (e) Substance use disorder treatment services that may include inpatient,  
5 outpatient, and residential substance use disorder treatment services.

6 (f) Care management services for mental health diagnoses.

7 (g) Physical therapy, occupational therapy, and services for individuals with  
8 speech, hearing, and language disorders.

9 (h) Emergency ambulance services.

10 Sec. 8-1682. (1) In addition to the appropriations in part 1, the department is  
11 authorized to receive and spend penalty money received as the result of noncompliance with  
12 medical services certification regulations. Penalty money, characterized as private funds,  
13 received by the department shall increase authorizations and allotments in the long-term  
14 care accounts.

15 (2) Any unexpended penalty money, at the end of the year, shall carry forward to the  
16 following year.

17 Sec. 8-1692. (1) The department is authorized to pursue reimbursement for eligible  
18 services provided in Michigan schools from the federal Medicaid program. The department and  
19 the state budget director are authorized to negotiate and enter into agreements, together  
20 with the department of education, with local and intermediate school districts regarding  
21 the sharing of federal Medicaid services funds received for these services. The department  
22 is authorized to receive and disburse funds to participating school districts pursuant to  
23 such agreements and state and federal law.

24 (2) From the funds appropriated in part 1 for health and aging services school-based  
25 services payments, the department is authorized to do all of the following:

26 (a) Finance activities within the health and aging services administration related  
27 to this project.

28 (b) Reimburse participating school districts pursuant to the fund-sharing ratios

1 negotiated in the state-local agreements authorized in subsection (1).

2 (c) Offset general fund costs associated with the medical services program.

3 Sec. 8-1693. The special Medicaid reimbursement appropriation in part 1 may be  
4 increased if the department submits a medical services state plan amendment pertaining to  
5 this line item at a level higher than the appropriation. The department is authorized to  
6 appropriately adjust financing sources in accordance with the increased appropriation.

7 Sec. 8-1694. From the funds appropriated in part 1 for special Medicaid  
8 reimbursement, \$1,121,400.00 of general fund/general purpose revenue and any associated  
9 federal match shall be distributed for poison control services to an academic health care  
10 system that has a high indigent care volume.

11 Sec. 8-1698. (1) From the funds appropriated in part 1 for dental services, the  
12 department shall procure and implement a consolidation of all adult and children's Medicaid  
13 and Healthy Michigan Plan dental services through a single managed care contract with  
14 Dental Health Plans.

15 (2) The intent of the funding in subsection (1) is to achieve the following:

16 (a) To ensure access to needed dental services for all enrollees of Medicaid and  
17 Healthy Michigan Plan.

18 (b) To improve dental health outcomes for Medicaid and Healthy Michigan Plan  
19 enrollees.

20 Sec. 8-1699. (1) The department may make separate payments in the amount of  
21 \$45,000,000.00 directly to qualifying hospitals serving a disproportionate share of  
22 indigent patients and to hospitals providing GME training programs. If direct payment for  
23 GME and DSH is made to qualifying hospitals for services to Medicaid recipients, hospitals  
24 shall not include GME costs or DSH payments in their contracts with HMOs.

25 (2) The department shall allocate \$45,000,000.00 in DSH funding using the  
26 distribution methodology used in fiscal year 2003-2004.

27 Sec. 8-1700. By December 1 of the current fiscal year, the department shall report  
28 to the senate and house appropriations subcommittees on the department budget, the senate



1 and house fiscal agencies, and the state budget office on the distribution of funding  
2 provided, and the net benefit if the special hospital payment is not financed with general  
3 fund/general purpose revenue, to each eligible hospital during the previous fiscal year  
4 from the following special hospital payments:

5 (a) DSH, separated out by unique DSH pool.

6 (b) GME.

7 (c) Special rural hospital payments provided under section 1802(2) of this part.

8 (d) Lump-sum payments to rural hospitals for obstetrical care provided under section  
9 1802(1) of this part.

10 Sec. 8-1702. From the funds appropriated in part 1, the department shall maintain  
11 the rates in place as of September 30, 2022 for private duty nursing services for Medicaid  
12 beneficiaries under the age of 21. These additional funds must be used to attract and  
13 retain highly qualified registered nurses and licensed practical nurses to provide private  
14 duty nursing services so that medically frail children can be cared for in the most  
15 homelike setting possible.

16 Sec. 8-1704. (1) From the funds appropriated in part 1 for dental services, the  
17 department shall maintain the Medicaid adult dental benefit for pregnant women enrolled in  
18 a Medicaid program.

19 (2) By April 15 of the current fiscal year, the department shall report to the house  
20 and senate appropriations subcommittees on the department budget, the house and senate  
21 fiscal agencies, and the state budget office on the following:

22 (a) The number of pregnant women enrolled in Medicaid who visited a dentist over the  
23 previous fiscal year.

24 (b) The number of dentists statewide who participate in providing dental services to  
25 pregnant women enrolled in Medicaid.

26 Sec. 8-1757. The department shall obtain proof from all Medicaid recipients that  
27 they are United States citizens or otherwise legally residing in this country and that they  
28 are residents of this state before approving Medicaid eligibility.

1           Sec. 8-1764. The department shall annually certify whether rates paid to Medicaid  
2 health plans and specialty PIHPs are actuarially sound in accordance with federal  
3 requirements and shall provide a copy of the rate certification and approval of rates paid  
4 to Medicaid health plans and specialty PIHPs for any fiscal year within ten business days  
5 after certification to the senate and house appropriations subcommittees on the department  
6 budget, the senate and house fiscal agencies, and the state budget office. Following the  
7 rate certification, the department shall ensure that no new or revised state Medicaid  
8 policy bulletin that is promulgated materially impacts the capitation rates that have been  
9 certified.

10           Sec. 8-1775. (1) By March 1 of the current fiscal year, the department shall report  
11 to the senate and house appropriations subcommittees on the department budget, the senate  
12 and house fiscal agencies, and the state budget office on progress in implementing the  
13 waiver to implement managed care for individuals who are eligible for both Medicare and  
14 Medicaid, known as MI Health Link, including any problems and potential solutions as  
15 identified by the ombudsman described in subsection (2).

16           (2) The department shall ensure the existence of an ombudsman program that is not  
17 associated with any project service manager or provider to assist MI Health Link  
18 beneficiaries with navigating complaint and dispute resolution mechanisms and to identify  
19 problems in the demonstrations and in the complaint and dispute resolution mechanisms.

20           Sec. 8-1786. (1) From the funds appropriated in part 1, the department shall  
21 increase Medicaid reimbursement for the administration of injectable vaccines to \$16.13 and  
22 administration of oral vaccines to \$12.25.

23           (2) The intent of the rate increases in subsection (1) of this section is to improve  
24 immunization rates among Medicaid beneficiaries and reduce the spread of preventable  
25 illness.

26           Sec. 8-1788. From the funds appropriated in part 1, the department shall provide  
27 Medicaid reimbursement rates, including Medicaid reimbursements from the ambulance provider  
28 quality assurance assessment, for ground ambulance services at not less than 100% of the

1 Medicare rates for Locality 01 for those services in effect on the date the services are  
2 provided to eligible Medicaid recipients.

3 Sec. 8-1790. The department shall maintain the current practitioner rates paid for  
4 current procedural terminology (CPT) codes 90791 through 90899 for psychiatric procedures  
5 through Medicaid fee-for-service and through the comprehensive Medicaid health plans for  
6 psychiatric procedures provided for Medicaid recipients under the age of 21.

7 Sec. 8-1791. From the funds appropriated in part 1 for health plan services and  
8 physician services, the department shall provide Medicaid reimbursement rates for neonatal  
9 services at 95% of the Medicare rate received for those services in effect on the date the  
10 services are provided to eligible Medicaid recipients. The current procedural terminology  
11 (CPT) codes that are eligible for this reimbursement rate increase are 99468, 99469, 99471,  
12 99472, 99475, 99476, 99477, 99478, 99479, and 99480.

13 Sec. 8-1801. From the funds appropriated in part 1 for physician services and health  
14 plan services, the department shall continue the increase to Medicaid rates for primary  
15 care services provided only by primary care providers. Providers performing a service and  
16 whose primary practice is as a non-primary-care subspecialty are not eligible for the  
17 increase. The department shall establish policies that most effectively limit the increase  
18 to primary care providers for primary care services only. As used in this section, "primary  
19 care provider" means a physician, or a practitioner working in collaboration with a  
20 physician, who is either licensed under part 170 or part 175 of the public health code,  
21 1978 PA 368, MCL 333.17001 to 333.17097 and 333.17501 to 333.17556, and working as a  
22 primary care provider in general practice or board-eligible or certified with a specialty  
23 designation of family medicine, general internal medicine, or pediatric medicine, or a  
24 provider who provides the department with documentation of equivalency.

25 Sec. 8-1802. (1) From the funds appropriated in part 1 for hospital services and  
26 therapy, \$7,995,200.00 in general fund/general purpose revenue shall be provided as lump-  
27 sum payments to noncritical access hospitals that qualified for rural hospital access  
28 payments in fiscal year 2013-2014 and that provide obstetrical care in the current fiscal

1 year. Payment amounts shall be based on the volume of obstetrical care cases and newborn  
2 care cases for all such cases billed by each qualified hospital in the most recent year for  
3 which data is available. Payments shall be made by January 1 of the current fiscal year.

4 (2) From the funds appropriated in part 1 for hospital services and therapy and  
5 Healthy Michigan plan, \$13,904,800.00 in general fund/general purpose revenue and any  
6 associated federal match shall be awarded as rural access payments to noncritical access  
7 hospitals that meet criteria established by the department for services to low-income rural  
8 residents. One of the reimbursement components of the distribution formula shall be  
9 assistance with labor and delivery services. The department shall ensure that the rural  
10 access payments described in this subsection are distributed in a manner that ensures both  
11 of the following:

12 (a) A hospital does not receive more than 10.0% of the total rural access funding  
13 referenced in this subsection.

14 (b) The methodology for distribution under this subsection and its applicable data  
15 that are used to determine the payment amounts are provided to each hospital by August 1 of  
16 the current fiscal year. The department shall publish the distribution of payments for the  
17 current fiscal year and the immediately preceding fiscal year.

18 Sec. 8-1804. The department may utilize the federal public assistance reporting  
19 information system to continue to work to identify Medicaid recipients who are veterans and  
20 who may be eligible for federal veterans' health care benefits or other benefits and shall  
21 continue to refer veterans to the department of military and veterans affairs for  
22 assistance in securing additional benefits.

23 Sec. 8-1810. In advance of the annual rate setting development, Medicaid health  
24 plans shall be given at least 60 days to dispute and correct any discarded encounter data  
25 before rates are certified. The department shall notify each contracting Medicaid health  
26 plan of any encounter data that have not been accepted for the purposes of rate setting.

27 Sec. 8-1820. (1) In order to avoid duplication of efforts, the department shall  
28 utilize applicable national accreditation review criteria to determine compliance with

1 corresponding state requirements for Medicaid health plans that have been reviewed and  
2 accredited by a national accrediting entity for health care services.

3 (2) The department shall continue to comply with state and federal law and shall not  
4 initiate an action that negatively impacts beneficiary safety.

5 (3) As used in this section, "national accrediting entity" means the National  
6 Committee for Quality Assurance, the URAC, formerly known as the Utilization Review  
7 Accreditation Commission, or other appropriate entity, as approved by the department.

8 Sec. 8-1837. The department shall continue, and expand where appropriate,  
9 utilization of telemedicine and telepsychiatry as strategies to increase access to services  
10 for Medicaid recipients.

11 Sec. 8-1846. From the funds appropriated in part 1 for graduate medical education,  
12 the department shall distribute the funds with an emphasis on the following health care  
13 workforce goals:

14 (a) The encouragement of the training of physicians in specialties, including  
15 primary care, that are necessary to meet the future needs of residents of this state.

16 (b) The training of physicians in settings that include ambulatory sites and rural  
17 locations.

18 (c) The training of practitioners providing pediatric psychiatry services.

19 Sec. 8-1850. The department may allow Medicaid health plans to assist with  
20 maintaining eligibility through outreach activities to ensure continuation of Medicaid  
21 eligibility and enrollment in managed care. This may include mailings, telephone contact,  
22 or face-to-face contact with beneficiaries enrolled in the individual Medicaid health plan.  
23 Health plans may offer assistance in completing paperwork for beneficiaries enrolled in  
24 their plan.

25 Sec. 8-1851. From the funds appropriated in part 1 for adult home help services, the  
26 department shall allocate \$150,000.00 state general fund/general purpose revenue plus any  
27 associated federal match to develop and deploy a mobile electronic visit verification  
28 solution to create administrative efficiencies, reduce error, and minimize fraud. The

1 development of the solution shall be predicated on input from the results of the 2017  
2 stakeholder survey.

3 Sec. 8-1854. The funds appropriated in part 1 for program of all-inclusive care for  
4 the elderly (PACE) must support a current fiscal year enrollment cap that is not less than  
5 7,288.

6 Sec. 8-1855. From the funds appropriated in part 1 for program of all-inclusive care  
7 for the elderly (PACE), to the extent that funding is available in the PACE line item and  
8 unused program slots are available, the department may do the following:

9 (a) Increase the number of slots for an already-established local PACE program if  
10 the local PACE program has provided appropriate documentation to the department indicating  
11 its ability to expand capacity to provide services to additional PACE clients.

12 (b) Suspend the 10 member per month individual PACE program enrollment increase cap  
13 in order to allow unused and unobligated slots to be allocated to address unmet demand for  
14 PACE services.

15 Sec. 8-1856. (1) From the funds appropriated in part 1 for hospice services,  
16 \$5,000,000.00 shall be expended through contracts with providers to provide room and board  
17 for Medicaid recipients who meet hospice eligibility requirements and receive services at  
18 Medicaid enrolled hospice residences in this state. The qualifying hospice residences must  
19 have been enrolled with Medicaid by October 1, 2014. The department shall make funding  
20 available based on the number of licensed beds at each participating facility.

21 (2) If there is funding remaining at the end of the current fiscal year, the  
22 Medicaid-enrolled hospice with a residence shall return funding to the state.

23 Sec. 8-1859. The department shall partner with the Michigan Association of Health  
24 Plans (MAHP) and Medicaid health plans to develop and implement strategies for the use of  
25 information technology services for Medicaid research activities. The department shall make  
26 available state medical assistance program data, including Medicaid behavioral data, to  
27 MAHP and Medicaid health plans or any vendor considered qualified by the department for the  
28 purpose of research activities consistent with this state's goals of improving health;

1 increasing the quality, reliability, availability, and continuity of care; and reducing the  
2 cost of care for the eligible population of Medicaid recipients.

3 Sec. 8-1860. By March 1 of the current fiscal year, the department shall provide a  
4 report to the senate and house appropriations subcommittees, the senate and house fiscal  
5 agencies, and the state budget office on uncollected co-pays and premiums in the Healthy  
6 Michigan plan. The report shall include information on the number of participants who have  
7 not paid their co-pays and premiums, the total amount of uncollected co-pays and premiums,  
8 and steps taken by the department and health plans to ensure greater collection of co-pays  
9 and premiums.

10 Sec. 8-1862. From the funds appropriated in part 1, the department shall maintain  
11 payment rates for Medicaid obstetrical services at 95% of Medicare levels effective October  
12 1, 2014.

13 Sec. 8-1869. The department may allocate local funding, and any associated federal  
14 match, to a community-based residency training program, accredited by the Accreditation  
15 Council for Graduate Medical Education (ACGME) and operated by community-based  
16 organizations such as FQHCs, which operates from the local funds appropriated in this  
17 section, to administer a community-based residency training program. The funds appropriated  
18 in this section may be allocated and administered on a local level to communities with high  
19 disparities related to COVID-19 and high infant mortality rates for community and public  
20 health-based training programs for providers in family medicine. The community-based  
21 residency training program shall have a particular emphasis on addressing local psychiatric  
22 issues, local health disparities, and local maternal child health issues. The department  
23 may secure federal matching funds on local funds allocated in this section to serve  
24 Medicaid and uninsured individuals through this community-based residency training program.

25 Sec. 8-1870. (1) From the funds appropriated in part 1 for hospital services and  
26 therapy, the department shall appropriate \$6,400,000.00 in general fund/general purpose  
27 revenue plus any contributions from public entities, up to \$5,000,000.00, and any  
28 associated federal match to the MiDocs consortium to create new primary care residency

1 slots in underserved communities. The new primary care residency slots must be in 1 of the  
2 following specialties: family medicine, general internal medicine, general pediatrics,  
3 general OB-GYN, psychiatry, or general surgery.

4 (2) The department shall seek any necessary approvals from CMS to allow the  
5 department to implement the program described in this section.

6 (3) Assistance with repayment of medical education loans, loan interest payments, or  
7 scholarships provided by MiDocs shall be contingent upon a minimum 2-year commitment to  
8 practice in an underserved community in this state post-residency and an agreement to  
9 forego any sub-specialty training for at least 2 years post-residency with the exception of  
10 a child and adolescent psychiatry fellowship which must be integrated with a psychiatry  
11 residency training program in a MiDocs affiliated institution.

12 (4) The MiDocs shall work with the department to integrate the Michigan inpatient  
13 psychiatric admissions discussion (MIPAD) recommendations and, when possible, prioritize  
14 training opportunities in state psychiatric hospitals and community mental health  
15 organizations.

16 (5) The department shall maintain the MiDocs initiative advisory council to help  
17 support implementation of the program described in this section, and provide oversight. The  
18 advisory council shall be composed of the MiDocs consortium, the Michigan Area Health  
19 Education Centers, the Michigan Primary Care Association, the Michigan Center for Rural  
20 Health, the Michigan Academy of Family Physicians, and any other appointees designated by  
21 the department.

22 (6) By September 1 of the current fiscal year, MiDocs shall report to the senate and  
23 house appropriations subcommittees on the department budget, the senate and house fiscal  
24 agencies, the senate and house policy offices, and the state budget office, on the  
25 following:

26 (a) Audited financial statement of per-resident costs.

27 (b) Education and clinical quality data.

28 (c) Roster of trainees, including areas of specialty and locations of training.



1 (d) Medicaid revenue by training site.

2 (7) Outcomes and performance measures for this program include, but are not limited  
3 to, the following:

4 (a) Increasing this state's ability to recruit, train, and retain primary care  
5 physicians and other select specialty physicians in underserved communities.

6 (b) Maximizing training opportunities with community health centers, rural critical  
7 access hospitals, solo or group private practice physician practices, schools, and other  
8 community-based clinics, in addition to required rotations at inpatient hospitals.

9 (c) Increasing the number of residency slots for family medicine, general internal  
10 medicine, general pediatrics, general OB-GYN, psychiatry, and general surgery.

11 (8) Unexpended and unencumbered funds up to a maximum \$6,400,000.00 in general  
12 fund/general purpose revenue plus any contributions from public entities, up to  
13 \$5,000,000.00, and any associated federal match remaining in accounts appropriated in part  
14 1 for hospital services and therapy are designated as work project appropriations, and any  
15 unencumbered or unallotted funds shall not lapse at the end of the fiscal year and shall be  
16 available for expenditures for the MiDocs consortium to create new primary care residency  
17 slots in underserved communities under this section until the work project has been  
18 completed. All of the following are in compliance with section 451a(1) of the management  
19 and budget act, 1984 PA 431, MCL 18.1451a:

20 (a) The purpose of the work project is to fund the cost of the MiDocs consortium to  
21 create new primary care residency slots in underserved communities.

22 (b) The work project will be accomplished by contracting with the MiDocs consortium  
23 to oversee the creation of new primary care residency slots.

24 (c) The total estimated completion cost of the work project is \$20,200,000.00.

25 (d) The tentative completion date is September 30, 2027.

26 Sec. 8-1871. The funds appropriated in part 1 for the Healthy Michigan plan healthy  
27 behaviors incentives program shall only provide reductions in cost-sharing responsibilities  
28 and shall not include other financial rewards such as gift cards.

1           Sec. 8-1872. From the funds appropriated in part 1 for personal care services, the  
2 department shall maintain the monthly Medicaid personal care supplement paid to adult  
3 foster care facilities and homes for the aged that provide personal care services to  
4 Medicaid recipients in place during the previous fiscal year.

5           Sec. 8-1873. From the funds appropriated in part 1 for long-term care services, the  
6 department may allocate up to \$3,700,000.00 for the purpose of outreach and education to  
7 nursing home residents and the coordination of housing in order to move out of the  
8 facility. In addition, any funds appropriated shall be used for other quality improvement  
9 activities of the program. The department shall consider working with all relevant  
10 stakeholders to develop a plan for the ongoing sustainability of the nursing facility  
11 transition initiative.

12           Sec. 8-1874. The department shall ensure, in counties where program of all-inclusive  
13 care for the elderly or PACE services are available, that the program of all-inclusive care  
14 for the elderly (PACE) is included as an option in all options counseling and enrollment  
15 brokering for aging services and managed care programs, including, but not limited to, Area  
16 Agencies on Aging, centers for independent living, and the MiChoice home and community-  
17 based waiver. Such options counseling must include approved marketing and discussion  
18 materials.

19           Sec. 8-1879. (1) The department shall maintain a single, standard preferred drug  
20 list to be used by all contracted Medicaid managed health care programs. Changes to the  
21 preferred drug list shall be made in consultation with all contracted managed health care  
22 programs and the Michigan pharmacy and therapeutics committee to ensure sufficient access  
23 to medically necessary drugs for each disease state. The department has final authority  
24 over the list and shall design the list to ensure access to clinically effective and  
25 appropriate drug therapies and maximize federal rebates and supplemental rebates.

26           (2) By July 15 of the current fiscal year, the department shall submit a report to  
27 the senate and house appropriations subcommittees on the department budget, the senate and  
28 house fiscal agencies, the senate and house policy offices, and the state budget office

1 that compares the managed care pharmacy expenditures, utilization, and rebates before  
2 implementing a single, standard preferred drug list to managed care pharmacy expenditures,  
3 utilization, and rebates after implementing a single, standard preferred drug list. The  
4 report shall include data on collected rebates, pharmacy utilization, and expenditures by  
5 quarter for at least 8 quarters before implementing a single, standard preferred drug list,  
6 and the experienced rebates, pharmacy utilization, and expenditures for at least 6  
7 quarters, and the projected rebates, pharmacy utilization, and expenditures for quarters 7  
8 through 12 after implementing a single, standard preferred drug list. The data shall be  
9 aggregated by the department so as not to disclose the proprietary or confidential drug-  
10 specific information, or the proprietary or confidential information that directly or  
11 indirectly identifies financial information linked to a single manufacturer.

12 Sec. 8-1881. The managed care capitation rates for the fiscal year ending September  
13 30, 2023 shall not include a 2-way risk corridor.

14 Sec. 8-1888. The department shall establish contract performance standards  
15 associated with the capitation withhold provisions for Medicaid health plans at least 3  
16 months before the implementation of those standards. The determination of whether  
17 performance standards have been met shall be based primarily on recognized concepts such as  
18 1-year continuous enrollment and the healthcare effectiveness data and information set,  
19 HEDIS, audited data.

20 Sec. 8-1894. By March 1 of the current fiscal year, the department shall report to  
21 the senate and house appropriations subcommittees on the department budget, the senate and  
22 house fiscal agencies, the senate and house policy offices, and the state budget office on  
23 the Healthy Kids Dental program. The report shall include, but is not limited to, the  
24 following:

25 (a) The number of children enrolled in the Healthy Kids Dental program who visited  
26 the dentist during the previous fiscal year broken down by dental benefit manager.

27 (b) The number of dentists who accept payment from the Healthy Kids Dental program  
28 broken down by dental benefit manager.

(c) The annual change in dental utilization of children enrolled in the Healthy Kids Dental program broken down by dental benefit manager.

(d) Service expenditures for the Healthy Kids Dental program broken down by dental benefit manager.

(e) Administrative expenditures for the Healthy Kids Dental program broken down by dental benefit manager.

Sec. 8-1895. From the funds appropriated in part 1 for long-term care services, the department shall adjust the variable cost component and plant cost component of Medicaid reimbursement to class I, class III, and class IV nursing home providers as follows:

(a) An interim variable cost component rate and plant cost component rate for each facility will be established for each facility at 102.5% of the interim rate provided on October 1 of the previous fiscal year.

(b) The Quality Assurance Supplement (QAS) amount will be calculated based on the updated FY 2023 interim variable cost component multiplied by the 21.76% for Class I providers. Governmental Class III providers QAS calculation will be subject to the Class I updated VCL and non-governmental Class III providers are not subject to this limit. Non-governmental Class III providers will have their QAS amount computed by using their VCC or VCL as applicable times 21.76%. (c) The department shall audit final 2023 variable costs and plant costs to establish the final audited rate provided to facilities for services provided in the current fiscal year.

## **INFORMATION TECHNOLOGY**

Sec. 8-1901. (1) The department shall provide a report on a semiannual basis to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office on all of the following information:

(a) The process used to define requests for proposals for each expansion of information technology projects, including timelines, project milestones, and intended

1 outcomes.

2 (b) If the department decides not to contract the services out to design and  
3 implement each element of the information technology expansion, the department's own  
4 project plan that includes, at a minimum, the requirements in subdivision (a).

5 (c) A recommended project management plan with milestones and time frames.

6 (d) The proposed benefits from implementing the information technology expansion,  
7 including customer service improvement, form reductions, potential time savings, caseload  
8 reduction, and return on investment.

9 (e) Details on the implementation of the integrated service delivery project, and  
10 the progress toward meeting the outcomes and performance measures listed in section 1904(2)  
11 of this part.

12 (f) A list of projects approved in the previous six months and the purpose for  
13 approving each project including any federal, state, court, or legislative requirement for  
14 each project.

15 (2) Once an award for an expansion of information technology is made, the department  
16 shall report to the senate and house appropriations subcommittees on the department budget,  
17 the senate and house fiscal agencies, the senate and house policy offices, and the state  
18 budget office a projected cost of the expansion broken down by use and type of expense.

19 Sec. 8-1902. From the funds appropriated in part 1 for the Michigan Medicaid  
20 information system (MMIS) line item, private revenue may be received from and allocated for  
21 other states interested in participating as part of the broader MMIS initiative. By March 1  
22 of the current fiscal year, the department shall provide a report on the use of MMIS by  
23 other states for the previous fiscal year, including a list of states, type of use, and  
24 revenue and expenditures related to the agreements with the other states to use the MMIS.  
25 The report shall be provided to the house and senate appropriations subcommittees on the  
26 department budget, the house and senate fiscal agencies, and the state budget office.

27 Sec. 8-1903. (1) The department shall report to the senate and house appropriations  
28 subcommittees on the department budget, the senate and house fiscal agencies, the senate

1 and house policy offices, and the state budget office by November 1 of the current fiscal  
2 year the status of an implementation plan regarding the appropriation in part 1 to  
3 modernize the MiSACWIS. The report shall include, but not be limited to, an update on the  
4 status of the settlement and efforts to bring the system in compliance with the settlement  
5 and other federal guidelines set forth by the United States Department of Health and Human  
6 Services Administration for Children and Families.

7 (2) The department shall report quarterly to the senate and house appropriations  
8 subcommittees on the department budget, the senate and house fiscal agencies, the senate  
9 and house policy offices, and the state budget office a status report on the planning,  
10 implementation, and operation, regardless of the current operational status, regarding the  
11 appropriation in part 1 to implement the MiSACWIS. The report shall provide details on the  
12 planning, implementation, and operation of the MiSACWIS, including, but not limited to, all  
13 of the following:

14 (a) Areas where implementation went as planned, and in each area including whether  
15 the implementation results in either enhanced user interface or portal access, conversion  
16 to new modules, or substantial operation improvement to the MiSACWIS.

17 (b) The number of known issues.

18 (c) The average number of help tickets submitted per day.

19 (d) Any additional overtime or other staffing costs to address known issues and  
20 volume of help tickets.

21 (e) Any contract revisions to address known issues and volume of help tickets.

22 (f) Other strategies undertaken to improve implementation, and for each strategy  
23 area including whether the implementation results in either enhanced user interface or  
24 portal access, conversion to new modules, or substantial operation improvement to the  
25 MiSACWIS.

26 (g) Progress developing cross-system trusted data exchange with the MiSACWIS.

27 (h) Progress in moving away from a statewide automated child welfare information  
28 system (SACWIS) to a comprehensive child welfare information system (CCWIS).

1 (i) Progress developing and implementing a program to monitor data quality.

2 (j) Progress developing and implementing custom integrated systems for private  
3 agencies.

4 (k) A list of all change orders, planned or in progress.

5 (l) The status of all change orders, planned or in progress.

6 (m) The estimated costs for all planned change orders.

7 (n) The estimated and actual costs for all change orders in progress.

8 Sec. 8-1904. (1) From the funds appropriated in part 1 for the Bridges Information  
9 System line item, the department shall maintain information technology tools and enhance  
10 existing systems to improve the eligibility and enrollment process for citizens accessing  
11 department administered programs. This information technology system shall consolidate  
12 beneficiary information, support department caseworker efforts in building a success plan  
13 for beneficiaries, and better support department staff in supporting enrollees in  
14 assistance programs.

15 (2) Outcomes and performance measures for the initiative under subsection (1)  
16 include, but are not limited to, the following:

17 (a) Successful consolidation of data warehouses maintained by the department.

18 (b) The amount of time a department caseworker devotes to data entry when initiating  
19 an enrollee application.

20 (c) A reduction in wait times for persons enrolled in assistance programs to speak  
21 with department staff and get necessary changes made.

22 (d) A reduction in department caseworker workload.

23 Sec. 8-1905. (1) The department shall report on a quarterly basis to the chairs of  
24 the senate and house standing committees on appropriations, the senate and house  
25 appropriations subcommittees on the department budget, the senate and house appropriations  
26 subcommittees on the general government budget, the senate and house fiscal agencies, the  
27 senate and house policy offices, and the state budget office on all of the following:

28 (a) Fiscal year-to-date information technology spending for the current fiscal year

1 by service and project and by line-item appropriation.

2 (b) Planned information technology spending for the remainder of the current fiscal  
3 year by service and project and by line-item appropriation.

4 (c) Total fiscal year-to-date information technology spending and planned spending  
5 for the current fiscal year by service and project and by line-item appropriation.

6 (d) A list of all information technology projects estimated to cost more than  
7 \$250,000.00 that exceed their allotted budget as well as all information technology  
8 projects that have exceeded their allotted budget by 25% or more.

9 (2) As used in subsection (1), "project" means all of, but not limited to, the  
10 following major projects:

11 (a) Community health automated Medicaid processing system (CHAMPS).

12 (b) Bridges and MIBridges eligibility determination.

13 (c) MiSACWIS.

14 (d) Integrated service delivery.

15 (3) By April 30 of the current fiscal year, the department, in coordination with the  
16 department of technology, management, and budget, shall provide to the senate and house  
17 appropriations subcommittees on the department budget, the senate and house fiscal  
18 agencies, the senate and house policy offices, and the state budget office a 5 year  
19 strategic plan for information technology services and projects for the department.

20 Sec. 8-1909. (1) From the funds appropriated in part 1 for child support automation,  
21 the department shall only encumber or expend funds for the operation, maintenance, and  
22 improvements of the Michigan child support enforcement system (MiCSES).

23 (2) From the funds appropriated in part 1 for bridges information system, the  
24 department shall only encumber or expend funds for the operation, maintenance, and  
25 improvements of Bridges and MIBridges.

26 (3) From the funds appropriated in part 1 for Michigan Medicaid information system,  
27 the department shall only encumber or expend funds for the operation, maintenance, and  
28 improvements of the community health automated Medicaid processing system (CHAMPS).



1 (4) From the funds appropriated in part 1 for Michigan statewide automated child  
2 welfare information system, the department shall only encumber or expend funds for the  
3 operation, maintenance, and improvements of MiSACWIS.

4 (5) From the funds appropriated in part 1 for comprehensive child welfare  
5 information system, the department shall only encumber or expend funds for the operation,  
6 maintenance, and improvements to the comprehensive child welfare information system.

7 (6) From the funds appropriated in part 1 for comprehensive child welfare  
8 information system, the department shall allocate continue to develop a new information  
9 system to replace MiSACWIS consistent with the plan provided by the department to the  
10 United States District Court for Eastern District of Michigan as a part of the settlement.  
11 The development of the comprehensive child welfare information system shall adhere to  
12 department of technology, management, and budget and IT Investment Fund (ITIF) policies and  
13 practices, including use of the state unified information technology environment  
14 methodology and agile development. The project team shall also participate in and comply  
15 with the enterprise portfolio management office process and product quality assurance. To  
16 ensure full transparency, the project shall be included in the ITIF portfolio for  
17 executive, legislative, and external reporting purposes. As a component of the ITIF  
18 portfolio, the project is subject to governance and oversight by the IT investment  
19 management board.

20 Sec. 8-1910. (1) From the funds appropriated in part 1, for information technology  
21 services and projects the department shall report to the senate and house appropriations  
22 subcommittees on the department budget, the senate and house fiscal agencies, and the  
23 senate and house policy offices by April 1 of the current fiscal year total information  
24 technology expenditures from the previous fiscal year and all information technology  
25 expenditures made under an agile software development plan from the previous fiscal year  
26 with details on any project that makes use of agile software implementation.

27 (2) The department shall report by March 1 of the current fiscal year to the senate  
28 and house appropriations subcommittees on the department budget, the senate and house

1 fiscal agencies, and the senate and house policy offices on the selection of a product  
2 owner for the comprehensive child welfare information system.

3 (3) The department to provide updates on the status of the comprehensive child  
4 welfare information system development and implementation as requested by the chairs of the  
5 house and senate appropriations committees or the chairs of the house and senate  
6 appropriations subcommittees on the department budget. Information updates provided by the  
7 department, upon request, shall also be accessible to the house and senate fiscal agencies,  
8 the house and senate policy offices, and the state budget office on the status of the work  
9 completed to date. The updates shall include demonstrations of the completed work during  
10 the sprint period. During these demonstrations, the department shall provide a quality  
11 assessment surveillance plan as shown in appendix B of "De-risking custom technology  
12 projects" from the United States General Services Administration. At each demonstration,  
13 the department shall validate which user stories have been included into the software  
14 development and the remaining user stories that will be included into the product.

15  
16 **ONE-TIME APPROPRIATIONS**

17 Sec. 8-1954. From the funds appropriated in part 1 for first responder and public  
18 safety staff mental health, the department shall allocate \$2,500,000.00 towards a program  
19 to support firefighters, police officers, emergency medical services personnel,  
20 dispatchers, and correctional officers suffering from post-traumatic stress syndrome and  
21 other mental health conditions. The program will primarily provide grants to behavioral  
22 health providers and may also include funding to the Michigan crisis and action line  
23 established under section 165 of the mental health code, 1974 PA 258, MCL 330.1165, to  
24 improve information and referrals for these services. The program must coordinate and  
25 integrate with the Michigan crisis and access line established under section 165 of the  
26 mental health code, 1974 PA 258, MCL 330.1165.

27 Sec. 8-1961. (1) From the funds appropriated in part 1 for jail diversion fund, the  
28 department shall allocate \$15,000,000.00 to support the jail diversion fund. The jail

1 diversion fund shall be administered by the mental health diversion council, in accordance  
2 with recommendations of the Michigan joint task force on jail and pretrial incarceration.

3 (2) The mental health diversion council shall distribute grants to local entities  
4 for the purpose of establishing or expanding jail diversion programs in partnership with  
5 local law enforcement and private or public behavioral health service providers. Grants  
6 must be distributed as follows:

7 (a) Half shall be distributed to community-based mobile crisis intervention services  
8 in partnership between law enforcement and mental health practitioners. The mental health  
9 diversion council must give priority to grant applications that demonstrate a commitment to  
10 a comprehensive co-response model that includes at least all of the following:

11 (i) Full integration with existing 911 dispatch centers.

12 (ii) Inclusion of both co-responder clinicians and co-responder peers.

13 (iii) Access to residential treatment facilities.

14 (iv) Inclusion of telehealth response and follow-up services.

15 (v) Mental health professionals employed independently from law enforcement.

16 (vi) Other best practices as identified by the council.

17 (b) Half shall be distributed to any type of pre-arrest or post-arrest diversion  
18 program in which individuals with behavioral health needs are identified and diverted out  
19 of the criminal justice system. The mental health diversion council must give priority to  
20 local entities located in counties without an urbanized area of at least 50,000 people,  
21 according to the 2010 federal decennial census.

22 (3) Grant applications may be made by any applicable local entity and must be  
23 distributed to local entities using a prospective payment methodology.

24 (4) The department shall seek federal authority as outlined under section 9813 of  
25 the American Rescue Plan Act of 2021, Public Law 117-2, to utilize enhanced federal  
26 Medicaid matching funds for the operation of the programs described in this section. It is  
27 the intent of the legislature that local entities receiving grants under this section  
28 partner with philanthropic organizations to supplement state funding.

(5) Local entities receiving grants under this section must submit a report containing metrics pertinent to the progress of their diversion program to the mental health diversion council annually. The council must compile and submit an annual report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office and make the report publicly available within 30 days after receiving the report. Local entities may utilize a portion of grant funding received under this section to contract with independent organizations for the purpose of fulfilling this requirement. The mental health diversion council shall determine the specific metrics required and notify the local entities at the time of the first grant disbursement. Metrics for grants may include, but are not limited to, all of the following:

(a) The number of calls to which co-responders are dispatched alone and the number of calls to which co-responders are dispatched alongside law enforcement.

(b) The number of calls transferred to telehealth co-responders with physical response follow-up and the number of calls transferred to telehealth co-responders without physical response follow-up.

(c) The law enforcement call clear time when co-responders are dispatched, and the law enforcement call clear time when co-responders are not dispatched.

(d) The co-responder, co-responder clinician, and co-responder peer call time per call.

(e) The number of co-responder-attended calls resulting in the following:

(i) Jail admission.

(ii) On-location de-escalation.

(iii) Crisis center or crisis stabilization unit residential admission.

(iv) Behavioral health facility inpatient admission.

(v) Referral for behavioral or mental health services without residential or inpatient admission.

(vi) Referral to community or social services such as homeless shelters, women's

1 shelters, food pantries, or other similar services.

2 (f) The number of individuals served by co-responder-attended calls broken down by  
3 age, gender, and race and ethnicity.

4 (g) The reduction in frequency of law enforcement interaction with known frequently  
5 served individuals.

6 (h) The number of follow-up visits, including method and location.

7 (i) The overall program costs broken down by administration, training, co-responder  
8 clinician, co-responder, and per-call costs.

9 (6) The unexpended funds appropriated in part 1 for jail diversion fund are  
10 designated as a work project appropriation, and any unencumbered or unallotted funds do not  
11 lapse at the end of the fiscal year and are available for expenditures for projects under  
12 this section until the fund is depleted. The following is in compliance with section  
13 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

14 (a) The purpose of the project is to distribute grant funds to local entities  
15 establishing or expanding jail diversion programs.

16 (b) The projects will be accomplished through grants to local entities establishing  
17 or expanding jail diversion programs in partnership with local law enforcement and private  
18 or public behavioral health service providers.

19 (c) The total estimated cost of the work project is \$5,000,000.00.

20 (d) The tentative completion date is September 30, 2025.

21 Sec. 8-1979. From the funds appropriated in part 1 to eliminate health disparities,  
22 the department shall allocate \$500,000.00 to conduct an education and outreach program on  
23 uterine fibroid disparities among minority populations.

24 Sec. 8-1980. From the funds appropriated in part 1 to eliminate health disparities,  
25 the department shall allocate \$4,240,000.00 to expand access to centering pregnancy sites  
26 around the state.

27 Sec. 8-1981. From the funds appropriated in part 1 to eliminate health disparities,  
28 the department shall allocate \$5,000,000.00 state general fund/general purpose revenues

1 plus any associated federal match to create a new racial disparities incentive pool for  
2 Medicaid health plans. The department shall identify benchmarks for specific types of  
3 services to use as the basis for distribution among plans. Services may include, but are  
4 not limited to, postpartum care, childhood immunizations, well child visits, and lead  
5 screening rates.

6 Sec. 8-1982. From the funds appropriated in part 1 to eliminate health disparities,  
7 the department shall allocate \$4,000,000.00 to pursue a partnership with an organization  
8 specializing in patient-centered training and technical assistance at health centers and  
9 hospitals. The partnership will focus on improving birth outcomes.

10 Sec. 8-1983. From the funds appropriated in part 1 to eliminate health disparities,  
11 the department shall allocate \$1,260,000.00 state general fund/general purpose revenue to  
12 the Wayne State University area health education centers program. These funds shall be used  
13 to enhance the strength and diversity of the healthcare workforce.

14 Sec. 8-1984. (1) The funds appropriated in part 1 for state-operated psychiatric  
15 complex must be used to support the construction of a new state-operated psychiatric  
16 hospital in southeast Michigan. The new state-operated psychiatric hospital will replace  
17 Hawthorn center and Walter P. Reuther psychiatric hospital and be used to provide  
18 psychiatric treatment to adults and children currently served at these facilities.

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

24 (a) The purpose of the project is to support construction costs of a new state-  
25 operated psychiatric hospital for adults and children.

26 (b) The project will be accomplished by utilizing state employees or contracts.

27 (c) The total estimated cost of the project is \$325,000,000.00.

28 (d) The tentative completion date is September 30, 2026.

1           Sec. 8-1985. (1) The funds appropriated in part 1 for MEHP-mental health expansion  
2 must be used to expand the Michigan essential healthcare provider program to include loan  
3 repayment assistance to eligible behavioral health providers who work in federally  
4 designated health professional shortage areas.

5           (2) The unexpended funds appropriated in part 1 for MEHP-mental health expansion are  
6 designated as a work project appropriation, and any unencumbered or unallotted funds shall  
7 not lapse at the end of the fiscal year and shall be available for expenditures for  
8 projects under this section until the projects have been completed. The following is in  
9 compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

10           (a) The purpose of the project is to expand financial support provided through the  
11 Michigan essential healthcare provider to behavioral health providers.

12           (b) The project will be accomplished by utilizing state employees or contracts.

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

14           (d) The tentative completion date is September 30, 2026.

15           Sec. 8-1986. (1) From the funds appropriated in part 1 for gun violence prevention  
16 study, the department shall allocate \$10,000,000 to the university of Michigan institute  
17 for firearm injury prevention for the following activities:

18           (a) Technical assistance and training to support implementation and conduct  
19 evaluations of evidenced based programs addressing firearm injury and violence prevention  
20 in Michigan schools and communities.

21           (b) Training to public health practitioners, healthcare providers, community social  
22 workers and members, and law enforcement community on firearm injury prevention.

23           (c) Development and implementation of the data infrastructure to track and record  
24 the number of fatal and non-fatal firearm injuries occurring throughout Michigan.

25           (2) The unexpended funds appropriated in part 1 for gun violence prevention study  
26 are designated as a work project appropriation, and any unencumbered or unallotted funds  
27 shall not lapse at the end of the fiscal year and shall be available for expenditures for  
28 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 support efforts to address and prevent firearm  
3 injuries across the State.

4 (b) The project will be accomplished by utilizing state employees or contracts.

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

6 Sec. 8-1987. From the funds appropriated in part 1 for the Food Security Council  
7 50,000,000 is allocated for

8 (1) Technology investments that will enable the department to develop partnerships  
9 integrating food access and health care and identify gaps in client services.

10 (2) Building food supply for distribution during declarations of disaster or  
11 emergency.

12 (3) Expanding food assistance infrastructure, including new buildings in Northern  
13 Michigan to serve Northern Michigan and the Upper Peninsula.

14 Pandemic response efforts, including support to local food banks and organizations  
15 for food purchasing.

16 Sec. 8-1988. From the funds appropriated in part 1 for cross-enrollment expansion  
17 the department of health and human services shall make necessary information technology  
18 improvements to the Bridges eligibility and enrollment system to identify and provide  
19 outreach to clients who are enrolled in public assistance programs and may be eligible but  
20 not enrolled in additional assistance programs.

21 Sec. 8-1989. From the funds appropriated in part 1 for the home repair and plumbing  
22 grant program, the department shall establish a grant program administered by the community  
23 action agencies to provide assistance to households with incomes at or below 200% of the  
24 federal poverty level for minor home repairs and plumbing updates to prepare homes for  
25 weatherization. This money is intended to allow low-income families to safely remain in  
26 their homes.



**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, 2023, and are anticipated to be appropriated for the fiscal year ending September 30, 2024, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

**DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES****APPROPRIATION SUMMARY**

Full-time equated unclassified positions .....	6.0	6.0
Full-time equated classified positions .....	381.5	381.5
<b>GROSS APPROPRIATION .....</b>	<b>\$ 80,335,500</b>	<b>\$ 74,335,500</b>
Total interdepartmental grants and interdepartmental transfers .....	736,500	736,500
<b>ADJUSTED GROSS APPROPRIATION .....</b>	<b>\$ 79,599,000</b>	<b>\$ 73,599,000</b>
Total federal revenues .....	1,017,100	1,017,100
Total local revenues .....	0	0
Total private revenues .....	0	0
Total other state restricted revenues .....	72,581,900	72,581,900
State general fund/general purpose .....	\$ 6,000,000	\$ 0
<i>State general fund/general purpose schedule:</i>		
<i>Ongoing state general fund/general purpose .....</i>	<i>0</i>	<i>0</i>
<i>One-time state general fund/general purpose .....</i>	<i>6,000,000</i>	<i>0</i>
<b>Sec. 9-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>		
Full-time equated unclassified positions .....	6.0	6.0
Full-time equated classified positions .....	23.5	23.5

1	Unclassified salaries-6.0 FTE positions .....	\$	1,740,300	\$	1,740,300
2	Administrative hearings .....		183,700		183,700
3	Department services-20.0 FTE positions .....		6,846,400		6,846,400
4	Executive director programs-3.5 FTE positions .....		1,914,200		1,914,200
5	Property management .....		2,589,700		2,589,700
6	Worker's compensation .....		<u>1,300</u>		<u>1,300</u>
7	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>13,275,600</b>	<b>\$</b>	<b>13,275,600</b>
8	Appropriated from:				
9	Interdepartmental grant revenues:				
10	IDG from department of licensing and regulatory				
11	affairs .....		71,600		71,600
12	Special revenue funds:				
13	Other state restricted revenues .....		13,204,000		13,204,000
14	State general fund/general purpose .....	\$	0	\$	0
15	<b>Sec. 9-103. INSURANCE AND FINANCIAL SERVICES REGULATION</b>				
16	Full-time equated classified positions .....		358.0		358.0
17	Consumer services and protection-98.0 FTE positions ..	\$	27,449,200	\$	27,449,200
18	Financial institutions evaluation-137.0 FTE positions		14,470,000		14,470,000
19	Insurance evaluation-123.0 FTE positions .....		<u>14,441,300</u>		<u>14,441,300</u>
20	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>56,360,500</b>	<b>\$</b>	<b>56,360,500</b>
21	Appropriated from:				
22	Interdepartmental grant revenues:				
23	IDG from department of licensing and regulatory				
24	affairs .....		639,700		639,700
25	Federal revenues:				
26	Other federal revenues .....		1,017,100		1,017,100
27	Special revenue funds:				
28	Other state restricted revenues .....		54,703,700		54,703,700

1	State general fund/general purpose .....	\$	0	\$	0
2	<b>Sec. 9-104. INFORMATION TECHNOLOGY</b>				
3	Information technology services and projects .....	\$	<u>4,699,400</u>	\$	<u>4,699,400</u>
4	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>4,699,400</b>	<b>\$</b>	<b>4,699,400</b>
5	Appropriated from:				
6	Interdepartmental grant revenues:				
7	IDG from department of licensing and regulatory				
8	affairs .....		25,200		25,200
9	Special revenue funds:				
10	Other state restricted revenues .....		4,674,200		4,674,200
11	State general fund/general purpose .....	\$	0	\$	0
12	<b>Sec. 9-105. ONE-TIME APPROPRIATIONS</b>				
13	Auto no-fault insurance market conduct study .....	\$	5,000,000	\$	0
14	Behavioral health parity review of health insurance				
15	market .....		<u>1,000,000</u>		<u>0</u>
16	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>6,000,000</b>	<b>\$</b>	<b>0</b>
17	Appropriated from:				
18	Special revenue funds:				
19	State general fund/general purpose .....	\$	6,000,000	\$	0

## PART 2

## PROVISIONS CONCERNING APPROPRIATIONS

## FISCAL YEAR 2023

**GENERAL SECTIONS**

Sec. 9-201. 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 2023 is \$78,581,900.00 and state spending from state sources to be paid to local units of

1 government for fiscal year 2023 is \$0.00.

2 Sec. 9-202. The appropriations authorized under this article are subject to the  
3 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

4 Sec. 9-203. As used in this article:

5 (a) "Department" means the department of insurance and financial services.

6 (b) "Director" means the director of the department.

7 (c) "FTE" means full-time equated.

8 (d) "IDG" means interdepartmental grant.

9 Sec. 9-204. The departments and agencies receiving appropriations in part 1 shall  
10 use the Internet to fulfill the reporting requirements of this article. This requirement  
11 shall include transmission of reports via Email to the recipients identified for each  
12 reporting requirement, or it shall include placement of reports on an Internet site.

13 Sec. 9-205. To the extent permissible under MCL 18.1261:

14 (a) Funds appropriated in part 1 must not be used for the purchase of foreign goods  
15 or services, or both, if competitively priced and of comparable quality American goods or  
16 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) In addition, preference must be given to goods or services, or both, that are  
20 manufactured or provided by Michigan businesses owned and operated by veterans, if they are  
21 competitively priced and of comparable quality.

22 Sec. 9-206. To the extent permissible under the management and budget act, the  
23 director shall take all reasonable steps to ensure businesses in deprived and depressed  
24 communities compete for and perform contracts to provide services or supplies, or both. The  
25 director shall strongly encourage firms with which the department contracts to subcontract  
26 with certified businesses in depressed and deprived communities for services, supplies, or  
27 both.

28 Sec. 9-207. Consistent with MCL 18.1217, the departments and agencies receiving

1 appropriations in part 1 shall prepare a report on out-of-state travel expenses not later  
2 than January 1 of each year. The travel report shall be a listing of all travel by  
3 classified and unclassified employees outside this state in the immediately preceding  
4 fiscal year that was funded in whole or in part with funds appropriated in the department's  
5 budget. The report shall be submitted to the senate and house appropriations committees,  
6 the house and senate fiscal agencies, and the state budget director. The report shall  
7 include the following information:

8 (a) The dates of each travel occurrence.

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

13 Sec. 9-208. Funds appropriated in part 1 shall not be used by a principal executive  
14 department, state agency, or authority to hire a person to provide legal services that are  
15 the responsibility of the attorney general. This prohibition does not apply to legal  
16 services for bonding activities and for those outside services that the attorney general  
17 authorizes.

18 Sec. 9-209. Not later than December 31, 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 report shall be transmitted to the chairpersons of the senate  
23 and house appropriations committees and the senate and house fiscal agencies.

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

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

5 Sec. 9-211. From the funds appropriated in part 1, the department shall provide to  
6 the department of technology, management and budget information sufficient to maintain a  
7 searchable website accessible by the public at no cost that includes, but is not limited  
8 to, all of the following for each department or agency:

9 (a) Fiscal year-to-date expenditures by category.

10 (b) Fiscal year-to-date expenditures by appropriation unit.

11 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,  
12 payment date, payment amount, and payment description.

13 (d) The number of active department employees by job classification.

14 (e) Job specifications and wage rates.

15 Sec. 9-212. Within 14 days after the release of the executive budget recommendation,  
16 the department shall provide to the state budget office information sufficient to provide  
17 the senate and house appropriations chairs, the senate and house appropriations  
18 subcommittees chairs, and the senate and house fiscal agencies with an annual report on  
19 estimated state restricted fund balances, state restricted fund projected revenues, and  
20 state restricted fund expenditures for the fiscal years ending September 30, 2022 and  
21 September 30, 2023.

22 Sec. 9-213. The department shall maintain, on a publicly accessible website, a  
23 department scorecard that identifies, tracks, and regularly updates key metrics that are  
24 used to monitor and improve the department's performance.

25 Sec. 9-214. Total authorized appropriations from all sources under part 1 for legacy  
26 costs for the fiscal year ending September 30, 2023 are estimated at \$8,906,500.00. From  
27 this amount, total agency appropriations for pension-related legacy costs are estimated at  
28 \$5,407,400.00. Total agency appropriations for retiree health care legacy costs are

1 estimated at \$3,499,100.00.

2 Sec. 9-223. Unless prohibited by law, the department may accept credit card or other  
3 electronic means of payment for licenses, fees, or permits.

4  
5 **INSURANCE AND FINANCIAL SERVICES REGULATION**

6 Sec. 9-302. In addition to the funds appropriated in part 1, the funds collected by  
7 the department in connection with a conservatorship under section 32 of the mortgage  
8 brokers, lenders, and servicers licensing act, 1987 PA 173, MCL 445.1682, and funds  
9 collected by the department from corporations being liquidated under the insurance code of  
10 1956, 1956 PA 218, MCL 500.100 to 500.8302, must be appropriated for all expenses necessary  
11 to provide for the required services. Funds are available for expenditure when they are  
12 received by the department of treasury and must not lapse to the general fund at the end of  
13 the fiscal year.

14 Sec. 9-303. The department may make available to interested entities customized  
15 listings of nonconfidential information in its possession. The department may establish and  
16 collect a reasonable charge to provide this service. The revenue from this service is  
17 appropriated when received and must be used to offset expenses to provide the service. Any  
18 balance of this revenue collected and unexpended at the end of the fiscal year must lapse  
19 to the appropriate restricted fund.

**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, 2023, and are anticipated to be appropriated for the fiscal year ending September 30, 2024, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

**JUDICIARY****APPROPRIATION SUMMARY**

Full-time equated exempted positions .....	534.0	534.0
<b>GROSS APPROPRIATION .....</b>	<b>\$ 506,371,900</b>	<b>\$ 330,923,900</b>
Total interdepartmental grants and interdepartmental transfers .....	1,902,300	1,902,300
<b>ADJUSTED GROSS APPROPRIATION .....</b>	<b>\$ 504,469,600</b>	<b>\$ 329,021,600</b>
Total federal revenues .....	6,381,500	6,381,500
Total local revenues .....	7,782,600	7,782,600
Total private revenues .....	1,524,200	1,524,200
Total other state restricted revenues .....	94,435,300	94,435,300
State general fund/general purpose .....	\$ 394,346,000	\$ 218,898,000
<i>State general fund/general purpose schedule:</i>		
<i>Ongoing state general fund/general purpose .....</i>	<i>218,898,000</i>	<i>218,898,000</i>
<i>One-time state general fund/general purpose .....</i>	<i>175,448,000</i>	<i>0</i>

**Sec. 10-102. SUPREME COURT**

Full-time equated exempted positions .....	256.0	256.0
Community dispute resolution-3.0 FTE positions .....	\$ 3,370,400	\$ 3,370,400
Direct trial court automation support-44.0 FTE		



1	positions .....	7,782,600	7,782,600
2	Drug treatment courts .....	12,483,000	12,483,000
3	Foster care review board-10.0 FTE positions .....	1,386,800	1,386,800
4	Jail reform advisory support-1.0 FTE position .....	153,900	153,900
5	Judicial information systems-24.0 FTE positions .....	5,757,800	5,757,800
6	Judicial institute-16.0 FTE positions .....	2,628,800	2,628,800
7	Mental health courts and diversion services-1.0 FTE		
8	position .....	5,575,400	5,575,400
9	Next generation Michigan court system .....	4,116,000	4,116,000
10	Other federal grants .....	275,100	275,100
11	State court administrative office-65.0 FTE positions .	12,919,900	12,919,900
12	Supreme court administration-92.0 FTE positions .....	15,538,700	15,538,700
13	Swift and sure sanctions program .....	3,350,000	3,350,000
14	Veterans courts .....	<u>1,036,400</u>	<u>1,036,400</u>
15	<b>GROSS APPROPRIATION .....</b>	<b>\$ 76,374,800</b>	<b>\$ 76,374,800</b>
16	Appropriated from:		
17	Interdepartmental grant revenues:		
18	IDG from department of corrections .....	52,300	52,300
19	IDG from department of state police .....	1,600,000	1,600,000
20	Federal revenues:		
21	Other federal revenues .....	5,804,500	5,804,500
22	Special revenue funds:		
23	Local revenues .....	7,782,600	7,782,600
24	Private revenues .....	1,435,800	1,435,800
25	Other state restricted revenues .....	7,832,500	7,832,500
26	State general fund/general purpose .....	<u>\$ 51,867,100</u>	<u>\$ 51,867,100</u>
27	<b>Sec. 10-103. COURT OF APPEALS</b>		
28	Full-time equated exempted positions .....	175.0	175.0

1	Court of appeals operations-175.0 FTE positions .....	\$	<u>26,161,000</u>	\$	<u>26,161,000</u>
2	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>26,161,000</b>	<b>\$</b>	<b>26,161,000</b>
3	Appropriated from:				
4	Special revenue funds:				
5	State general fund/general purpose .....	\$	26,161,000	\$	26,161,000
6	<b>Sec. 10-104. BRANCHWIDE APPROPRIATIONS</b>				
7	Full-time equated exempted positions .....		4.0		4.0
8	Branchwide appropriations-4.0 FTE positions .....	\$	<u>8,865,500</u>	\$	<u>8,865,500</u>
9	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>8,865,500</b>	<b>\$</b>	<b>8,865,500</b>
10	Appropriated from:				
11	Special revenue funds:				
12	State general fund/general purpose .....	\$	8,865,500	\$	8,865,500
13	<b>Sec. 10-105. JUSTICES' AND JUDGES' COMPENSATION</b>				
14	Full-time judges positions .....		585.0		585.0
15	Supreme court justices' salaries-7.0 justices .....	\$	1,270,500	\$	1,270,500
16	Circuit court judges' state base salaries-218.0 judges		26,788,900		26,788,900
17	Circuit court judicial salary standardization .....		9,956,800		9,956,800
18	Court of appeals judges' salaries-25.0 judges .....		4,566,500		4,566,500
19	District court judges' state base salaries-232.0				
20	judges .....		28,081,600		28,081,600
21	District court judicial salary standardization .....		10,608,600		10,608,600
22	Probate court judges' state base salaries-103.0 judges		12,568,900		12,568,900
23	Probate court judicial salary standardization .....		4,669,600		4,669,600
24	Judges' retirement system defined contributions .....		6,142,500		6,142,500
25	OASI, social security .....		<u>7,082,200</u>		<u>7,082,200</u>
26	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>111,736,100</b>	<b>\$</b>	<b>111,736,100</b>
27	Appropriated from:				
28	Special revenue funds:				

1	Other state restricted revenues .....	1,970,800	1,970,800
2	State general fund/general purpose .....	\$ 109,765,300	\$ 109,765,300
3	<b>Sec. 10-106. JUDICIAL AGENCIES</b>		
4	Full-time equated exempted positions .....	9.0	9.0
5	Judicial tenure commission-9.0 FTE positions .....	\$ <u>1,781,800</u>	\$ <u>1,781,800</u>
6	<b>GROSS APPROPRIATION .....</b>	<b>\$ 1,781,800</b>	<b>\$ 1,781,800</b>
7	Appropriated from:		
8	Special revenue funds:		
9	State general fund/general purpose .....	\$ 1,781,800	\$ 1,781,800
10	<b>Sec. 10-107. INDIGENT DEFENSE - CRIMINAL</b>		
11	Full-time equated exempted positions .....	69.0	69.0
12	Appellate public defender program-69.0 FTE positions .	\$ <u>11,169,400</u>	\$ <u>11,169,400</u>
13	<b>GROSS APPROPRIATION .....</b>	<b>\$ 11,169,400</b>	<b>\$ 11,169,400</b>
14	Appropriated from:		
15	Interdepartmental grant revenues:		
16	IDG from department of state police .....	250,000	250,000
17	Federal revenues:		
18	Other federal revenues .....	577,000	577,000
19	Special revenue funds:		
20	Private revenues .....	88,400	88,400
21	Other state restricted revenues .....	172,400	172,400
22	State general fund/general purpose .....	\$ 10,081,600	\$ 10,081,600
23	<b>Sec. 10-108. INDIGENT CIVIL LEGAL ASSISTANCE</b>		
24	Indigent civil legal assistance .....	\$ <u>7,937,000</u>	\$ <u>7,937,000</u>
25	<b>GROSS APPROPRIATION .....</b>	<b>\$ 7,937,000</b>	<b>\$ 7,937,000</b>
26	Appropriated from:		
27	Special revenue funds:		
28	Other state restricted revenues .....	7,937,000	7,937,000

1	State general fund/general purpose .....	\$	0	\$	0
2	<b>Sec. 10-109. TRIAL COURT OPERATIONS</b>				
3	Full-time equated exempted positions .....		21.0		21.0
4	Court equity fund reimbursements .....	\$	60,815,700	\$	60,815,700
5	Drug case-flow program .....		250,000		250,000
6	Drunk driving case-flow program .....		3,300,000		3,300,000
7	Judicial technology improvement fund .....		4,815,000		4,815,000
8	Juror compensation reimbursement-1.0 FTE position ....		6,610,300		6,610,300
9	Statewide e-file system-20.0 FTE positions .....		<u>11,107,300</u>		<u>11,107,300</u>
10	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>86,898,300</b>	<b>\$</b>	<b>86,898,300</b>
11	Appropriated from:				
12	Special revenue funds:				
13	Other state restricted revenues .....		76,522,600		76,522,600
14	State general fund/general purpose .....	\$	10,375,700	\$	10,375,700
15	<b>Sec. 10-110. ONE-TIME APPROPRIATIONS</b>				
16	Judicial tenure commission .....	\$	223,000	\$	0
17	Judicial workload assessment .....		225,000		0
18	Statewide judicial case management system .....		<u>175,000,000</u>		<u>0</u>
19	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>175,448,000</b>	<b>\$</b>	<b>0</b>
20	Appropriated from:				
21	Special revenue funds:				
22	State general fund/general purpose .....	\$	175,448,000	\$	0
23					
24	PART 2				
25	PROVISIONS CONCERNING APPROPRIATIONS				
26	FISCAL YEAR 2023				
27					
28	<u>GENERAL SECTIONS</u>				

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 2023 is \$488,781,300.00 and state spending from state sources to be paid to local units of government for fiscal year 2023 is \$149,059,200.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

# JUDICIARY

Drug treatment courts .....	\$ 8,838,000
Mental health courts and diversion services .....	5,575,400
Next generation Michigan court system .....	4,116,000
Swift and sure sanctions program .....	3,350,000
Veterans courts .....	1,036,400
Court of appeals operations .....	200,000
Circuit court judicial salary standardization .....	9,956,800
District court judicial salary standardization .....	10,608,600
Probate court judges' state base salaries .....	12,568,900
Probate court judicial salary standardization .....	4,669,600
OASI, social security .....	1,241,200
Court equity fund reimbursements .....	60,815,700
Drug case-flow program .....	250,000
Drunk driving case-flow program .....	3,300,000
Judicial technology improvement fund .....	4,815,000
Juror compensation reimbursement .....	6,610,300
Statewide e-file system .....	<u>11,107,300</u>
TOTAL .....	\$ 149,059,200

Sec. 10-202. (1) The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

(2) Funds appropriated in part 1 to an entity within the judicial branch shall not be expended or transferred to another account without written approval of the authorized

1 agent of the judicial entity. If the authorized agent of the judicial entity notifies the  
2 state budget director of its approval of an expenditure or transfer, the state budget  
3 director shall immediately make the expenditure or transfer. The authorized judicial entity  
4 agent shall be designated by the chief justice of the supreme court.

5 Sec. 10-203. As used in this article:

6 (a) "FTE" means full-time equated.

7 (b) "IDG" means interdepartmental grant.

8 (c) "OASI" means old age survivor's insurance.

9 Sec. 10-204. The reporting requirements of this article shall be completed with the  
10 approval of, and at the direction of, the supreme court, except as otherwise provided in  
11 this part. The judicial branch shall use the Internet to fulfill the reporting requirements  
12 of this part. This requirement shall include transmission of reports via Email to the  
13 recipients identified for each reporting requirement and it shall include placement of  
14 reports on an Internet site.

15 Sec. 10-205. To the extent permissible under MCL 18.1261:

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

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

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

24 Sec. 10-207. Not later than January 1 of each year, the state court administrative  
25 office shall prepare a report on out-of-state travel listing all travel by judicial branch  
26 employees outside this state in the immediately preceding fiscal year that was funded in  
27 whole or in part with funds appropriated in the budget for the judicial branch. The report  
28 shall be submitted to the senate and house appropriations committees, the senate and house

1 fiscal agencies, and the state budget office. The report shall include the following  
2 information:

3 (a) The dates of each travel occurrence.

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

8 Sec. 10-209. Not later than December 31, 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 report shall be transmitted to the chairpersons of the senate  
13 and house appropriations committees and the senate and house fiscal agencies.

14 Sec. 10-211. From the funds appropriated in part 1, the judicial branch shall  
15 maintain a searchable website accessible by the public at no cost that includes all  
16 expenditures made by the judicial branch within a fiscal year. The posting shall include  
17 the purpose for which each expenditure is made. The judicial branch shall not provide  
18 financial information on its website under this section if doing so would violate a federal  
19 or state law, rule, regulation, or guideline that establishes privacy or security standards  
20 applicable to that financial information.

21 Sec. 10-212. Within 14 days after the release of the executive budget  
22 recommendation, the judicial branch shall provide to the state budget office information  
23 sufficient to provide the senate and house appropriations committee chairs, the senate and  
24 house appropriations subcommittee chairs, and the senate and house fiscal agencies with an  
25 annual report on estimated state restricted fund balances, state restricted fund projected  
26 revenues, and state restricted fund expenditures for the fiscal years ending September 30,  
27 2022 and September 30, 2023.

28 Sec. 10-213. The judiciary shall maintain, on a publicly accessible website, a

1 scorecard that identifies, tracks, and regularly updates key metrics that are used to  
2 monitor and improve the judiciary's performance.

3 Sec. 10-214. Total authorized appropriations from all sources under part 1 for  
4 legacy costs for the fiscal year ending September 30, 2023 are estimated at \$13,829,500.00.  
5 From this amount, total judiciary appropriations for pension-related legacy costs are  
6 estimated at \$8,396,300.00. Total judiciary appropriations for retiree health care legacy  
7 costs are estimated at \$5,433,200.00.

8 Sec. 10-218. Except as provided in this part, any report required to be provided by  
9 the judicial branch under this part shall be submitted to the senate and house  
10 appropriations subcommittees on the judiciary, the senate and house fiscal agencies, and  
11 the state budget office.

#### 12 13 JUDICIAL BRANCH

14 Sec. 10-301. From the funds appropriated in part 1, the direct trial court  
15 automation support program of the state court administrative office shall recover direct  
16 and overhead costs from trial courts by charging for services rendered. The fee shall cover  
17 the actual costs incurred to the direct trial court automation support program in providing  
18 the service, including development of future versions of case management systems.

19 Sec. 10-302. Funds appropriated within the judicial branch shall not be expended by  
20 any component within the judicial branch without the approval of the supreme court.

21 Sec. 10-303. Of the amount appropriated in part 1 for the judicial branch,  
22 \$711,900.00 is allocated for circuit court reimbursement under section 3 of 1978 PA 16, MCL  
23 800.453, and for costs associated with the court of claims.

24 Sec. 10-304. A member of the legislature may request a report or data from the data  
25 collected in the judicial data warehouse. The report shall be made available to the public  
26 upon request, unless disclosure is prohibited by court order or state or federal law. Any  
27 data provided under this section shall be public and non-identifying information.

28 Sec. 10-305. From the funds appropriated in part 1 for community dispute resolution,



1 community dispute resolution centers shall provide dispute resolution services specified in  
2 the community dispute resolution act, 1988 PA 260, MCL 691.1551 to 691.1564, and shall help  
3 to reduce suspensions and truancy, and improve school climate. Funding appropriated in part  
4 1 for community dispute resolution may be used to develop or expand juvenile diversion  
5 services in cooperation with local prosecutors. Participation in the dispute resolution  
6 processes is voluntary for all parties.

7 Sec. 10-307. From the funds appropriated in part 1 for mental health courts and  
8 diversion services, \$1,730,000.00 is intended to address the recommendations of the mental  
9 health diversion council.

10 Sec. 10-308. If sufficient funds are not available from the court fee fund to pay  
11 judges' compensation, the difference between the appropriated amount from that fund for  
12 judges' compensation and the actual amount available after the amount appropriated for  
13 trial court reimbursement is made shall be appropriated from the state general fund for  
14 judges' compensation. If an appropriation is made under this section, the state court  
15 administrative office shall issue a report within 14 days of the appropriation.

16 Sec. 10-309. By April 1, the state court administrative office shall provide a  
17 report on drug treatment, mental health, and veterans court programs in this state. The  
18 report shall include information on the number of each type of program that has been  
19 established, the number of program participants in each jurisdiction, the impact of the  
20 programs on offender criminal involvement and recidivism, and an accounting of prior year  
21 expenditures, including grant amounts requested by the courts, grant amounts awarded to the  
22 courts, and grant amounts expended by the courts.

23 Sec. 10-310. (1) From the funds appropriated in part 1 for problem solving courts,  
24 \$100,000.00 shall be used by the state court administrative office for a program in a  
25 veterans treatment court or a mental health treatment court, or both, that investigates the  
26 effectiveness of oral fluid testing to determine compliance with required mental health  
27 medicine prescriptions or requirements.

28 (2) By April 1, the state court administrative office shall provide a report on the

1 oral fluid testing programs established in this state. The report shall include information  
2 on the number of programs established, the number of program participants in each  
3 jurisdiction, and the rearrest rate of participants while participating in the program.

4 Sec. 10-311. (1) The funds appropriated in part 1 for drug treatment courts as that  
5 term is defined in section 1060 of the revised judicature act of 1961, 1961 PA 236, MCL  
6 600.1060, shall be administered by the state court administrative office to operate drug  
7 treatment court programs. A drug treatment court shall be responsible for handling cases  
8 involving substance abusing nonviolent offenders through comprehensive supervision,  
9 testing, treatment services, and immediate sanctions and incentives. A drug treatment court  
10 shall use all available county and state personnel involved in the disposition of cases  
11 including, but not limited to, parole and probation agents, prosecuting attorneys, defense  
12 attorneys, and community corrections providers. The funds may be used in connection with  
13 other federal, state, and local funding sources.

14 (2) From the funds appropriated in part 1, the chief justice shall allocate  
15 sufficient funds for the Michigan judicial institute to provide in-state training for those  
16 identified in subsection (1), including training for new drug treatment court judges.

17 (3) For drug treatment court grants, consideration for priority may be given to  
18 those courts where higher instances of substance abuse cases are filed.

19 (4) The judiciary shall receive \$1,500,000.00 in Byrne formula grant funding as an  
20 interdepartmental grant from the department of state police to be used for expansion of  
21 drug treatment courts, to assist in avoiding prison bed space growth for nonviolent  
22 offenders in collaboration with the department of corrections.

23 Sec. 10-320. (1) From the funds appropriated in part 1 for the swift and sure  
24 sanctions program the state court administrative office shall administer a program to  
25 distribute grants to qualifying courts in accordance with the objectives and requirements  
26 of the probation swift and sure sanctions act, chapter XIA of the code of criminal  
27 procedure, 1927 PA 175, MCL 771A.1 to 771A.8. Of the funds designated for the program, not  
28 more than \$100,000.00 shall be available to the state court administrative office to pay

1 for employee costs associated with the administration of the program funds. Of the funds  
2 designated for the program, \$500,000.00 is reserved for programs in counties that had more  
3 than 325 individuals sentenced to prison in the previous calendar year. Courts interested  
4 in participating in the swift and sure sanctions program may apply to the state court  
5 administrative office for a portion of the funds appropriated in part 1 under this section.

6 (2) By April 1, the state court administrative office, in cooperation with the  
7 department of corrections, shall provide a report on the courts that receive funding under  
8 the swift and sure sanctions program described in subsection (1) that includes all of the  
9 following:

10 (a) The number of offenders who participate in the program.

11 (b) The criminal history of offenders who participate in the program.

12 (c) The recidivism rate of offenders who participate in the program, including the  
13 rate of return to jail, prison, or both.

14 (d) A detailed description of the establishment and parameters of the program.

15 (e) A list of courts participating in the program.

16 (f) An accounting of prior year expenditures, including grant amounts requested by  
17 the courts, grant amounts awarded to the courts, and grant amounts expended by the courts.

18 (3) As used in this section, "program" means a swift and sure sanctions program  
19 described in subsection (1).

20 Sec. 10-321. From the funds appropriated in part 1, the judicial branch shall  
21 support a statewide legal self-help Internet website and local nonprofit self-help centers  
22 that use the statewide website to provide assistance to individuals representing themselves  
23 in civil legal proceedings. The state court administrative office shall summarize the costs  
24 of maintaining the website, provide statistics on the number of people visiting the  
25 website, and provide information on content usage, form completion, and user feedback. By  
26 March 1, the state court administrative office shall report this information for the  
27 preceding fiscal year.

28 Sec. 10-322. (1) If Byrne formula grant funding is awarded to the state appellate

defender in excess of the amount appropriated in part 1, the state appellate defender office may receive and expend Byrne formula grant funds in an amount not to exceed \$250,000.00 as an interdepartmental grant from the department of state police.

(2) If the appellate defender receives federal grant funding from the United States Department of Justice in excess of the amount appropriated in part 1, the office of appellate defender may receive and expend grant funds in an amount not to exceed \$300,000.00.

Sec. 10-323. (1) From the funds appropriated in part 1, the state appellate defender office shall ensure Michigan compliance with *Montgomery v Louisiana*, 577 US \_\_\_\_ (2016). The purpose of the program is to ensure competent, resourced, and supervised counsel in cases involving the resentencing of juvenile lifers. The representation by the appellate defender's office counsel will create opportunities for release, saving prison costs for the state.

(2) The state appellate defender office shall submit a report by December 31 on the number of juvenile lifer cases investigated and prepared by the state appellate defender office. The report shall include a calculation of hours spent and focus on incremental costs associated with investigating and conducting a robust examination of each case, with particular emphasis on those costs that may be avoided after the cases have been disposed.

Sec. 10-324. (1) From the funds appropriated in part 1 for drug treatment courts, the judiciary shall maintain a medication-assisted treatment program to provide treatment for opioid-addicted and alcohol-addicted individuals who are referred to and voluntarily participate in the medication-assisted treatment program.

(2) By February 1, the judiciary shall report on the medication-assisted treatment program. The report shall include itemized spending by court, the number of participants, and statistics that indicate average program participation duration and success rates.

#### **ONE-TIME APPROPRIATIONS**

Sec. 10-400. The unexpended appropriations in part 1 for statewide judicial case

1 management system are designated as a work project appropriation. Any unencumbered or  
2 unallotted funds shall not lapse at the end of the fiscal year and shall be available for  
3 expenditure for the project under this section until the project has been completed. The  
4 following is in compliance with section 451a of the management and budget act, 1984 PA 431,  
5 MCL 18.1451a:

6 (a) The purpose of the project is to develop a judicial case management system used  
7 by courts in this state.

8 (b) The project will be accomplished utilizing state resources and contracts.

9 (c) The estimated completion cost of this project is \$175,000,000.00.

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

**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, 2023, and are anticipated to be appropriated for the fiscal year ending September 30, 2024, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

**DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY****APPROPRIATION SUMMARY**

Full-time equated unclassified positions .....	34.5	34.5
Full-time equated classified positions .....	2,589.4	2,588.4
<b>GROSS APPROPRIATION .....</b>	<b>\$ 2,305,571,500</b>	<b>\$ 1,699,121,500</b>
Total interdepartmental grants and interdepartmental transfers .....	0	0
<b>ADJUSTED GROSS APPROPRIATION .....</b>	<b>\$ 2,305,571,500</b>	<b>\$ 1,699,121,500</b>
Total federal revenues .....	1,154,595,000	1,153,845,000
Total local revenues .....	10,700,000	10,700,000
Total private revenues .....	12,430,700	12,430,700
Total other state restricted revenues .....	245,920,400	245,920,400
State general fund/general purpose .....	\$ 881,925,400	\$ 276,225,400
<i>State general fund/general purpose schedule:</i>		
Ongoing state general fund/general purpose .....	276,225,400	276,225,400
One-time state general fund/general purpose .....	605,700,000	0
<b>Sec. 11-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>		
Full-time equated unclassified positions .....	34.5	34.5
Full-time equated classified positions .....	60.0	60.0

1	Unclassified salaries-34.5 FTE positions .....	\$	4,425,800	\$	4,425,800
2	Executive direction and operations-60.0 FTE positions		10,131,900		10,131,900
3	Property management .....		<u>6,166,400</u>		<u>6,166,400</u>
4	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>20,724,100</b>	<b>\$</b>	<b>20,724,100</b>
5	Appropriated from:				
6	Federal revenues:				
7	Other federal revenues .....		11,974,100		11,974,100
8	Special revenue funds:				
9	Other state restricted revenues .....		6,222,300		6,222,300
10	State general fund/general purpose .....	\$	2,527,700	\$	2,527,700
11	<b>Sec. 11-103. WORKFORCE DEVELOPMENT</b>				
12	Full-time equated classified positions .....		233.0		233.0
13	At-risk youth grants .....	\$	4,750,000	\$	4,750,000
14	Going pro .....		41,500,000		41,500,000
15	High school equivalency-to-school program .....		250,000		250,000
16	Michigan reconnect grant program-12.0 FTE positions ..		55,000,000		55,000,000
17	MiSTEM advisory council-2.0 FTE positions .....		600,000		600,000
18	Office of future mobility and electrification .....		4,000,000		4,000,000
19	Workforce development programs .....		395,706,300		395,706,300
20	Workforce program administration-219.0 FTE positions .		<u>38,786,800</u>		<u>38,786,800</u>
21	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>540,593,100</b>	<b>\$</b>	<b>540,593,100</b>
22	Appropriated from:				
23	Federal revenues:				
24	Other federal revenues .....		408,842,100		408,842,100
25	Special revenue funds:				
26	Local revenues .....		300,000		300,000
27	Private revenues .....		5,283,300		5,283,300
28	Other state restricted revenues .....		22,295,000		22,295,000

1	State general fund/general purpose .....	\$	103,872,700	\$	103,872,700
2	<b>Sec. 11-104. REHABILITATION SERVICES</b>				
3	Full-time equated classified positions .....		671.0		671.0
4	Bureau of services for blind persons-116.0 FTE				
5	positions .....	\$	25,610,900	\$	25,610,900
6	Centers for independent living .....		18,531,700		18,531,700
7	Michigan rehabilitation services-555.0 FTE positions .		138,061,300		138,061,300
8	Subregional libraries state aid .....		451,800		451,800
9	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>182,655,700</b>	<b>\$</b>	<b>182,655,700</b>
10	Appropriated from:				
11	Federal revenues:				
12	Other federal revenues .....		139,738,200		139,738,200
13	Special revenue funds:				
14	Local revenues .....		5,400,000		5,400,000
15	Private revenues .....		643,300		643,300
16	Other state restricted revenues .....		538,300		538,300
17	State general fund/general purpose .....	\$	36,335,900	\$	36,335,900
18	<b>Sec. 11-105. EMPLOYMENT SERVICES</b>				
19	Full-time equated classified positions .....		379.4		379.4
20	Bureau of employment relations-22.0 FTE positions ....	\$	4,511,700	\$	4,511,700
21	Compensation supplement fund .....		820,000		820,000
22	First responder presumed coverage claims .....		4,000,000		4,000,000
23	Insurance funds administration-23.0 FTE positions ....		4,779,400		4,779,400
24	Michigan occupational safety and health administration-				
25	197.0 FTE positions .....		31,272,400		31,272,400
26	Office of global Michigan-14.0 FTE positions .....		39,127,500		39,127,500
27	Private and occupational distance learning-3.0 FTE				
28	positions .....		859,400		859,400



1	Radiation safety section-21.4 FTE positions .....	3,464,400	3,464,400
2	Wage and hour program-29.0 FTE positions .....	4,208,900	4,208,900
3	Workers' compensation board of magistrates-10.0 FTE		
4	positions .....	2,260,200	2,260,200
5	Workers' disability compensation agency-56.0 FTE		
6	positions .....	8,338,400	8,338,400
7	Workers' disability compensation appeals commission-		
8	4.0 FTE positions .....	350,600	350,600
9	<b>GROSS APPROPRIATION .....</b>	<b>\$ 103,992,900</b>	<b>\$ 103,992,900</b>
10	Appropriated from:		
11	Federal revenues:		
12	Other federal revenues .....	51,797,500	51,797,500
13	Special revenue funds:		
14	Other state restricted revenues .....	47,219,500	47,219,500
15	State general fund/general purpose .....	\$ 4,975,900	\$ 4,975,900
16	<b>Sec. 11-106. UNEMPLOYMENT</b>		
17	Full-time equated classified positions .....	744.0	744.0
18	Unemployment insurance agency-736.0 FTE positions ....	\$ 297,419,800	\$ 297,419,800
19	Unemployment insurance agency - advocacy assistance ..	1,500,000	1,500,000
20	Unemployment insurance appeals commission-8.0 FTE		
21	positions .....	4,430,600	4,430,600
22	<b>GROSS APPROPRIATION .....</b>	<b>\$ 303,350,400</b>	<b>\$ 303,350,400</b>
23	Appropriated from:		
24	Federal revenues:		
25	Other federal revenues .....	280,602,200	280,602,200
26	Special revenue funds:		
27	Other state restricted revenues .....	22,748,200	22,748,200
28	State general fund/general purpose .....	\$ 0	\$ 0

<b>1</b>	<b>Sec. 11-107. COMMISSIONS</b>			
<b>2</b>	Full-time equated classified positions.....		19.0	19.0
<b>3</b>	Asian Pacific American affairs commission-1.0 FTE			
<b>4</b>	position.....	\$	222,400	\$ 222,400
<b>5</b>	Commission on Middle Eastern American affairs-1.0 FTE			
<b>6</b>	position.....		210,000	210,000
<b>7</b>	Hispanic/Latino commission of Michigan-1.0 FTE			
<b>8</b>	position.....		295,100	295,100
<b>9</b>	Michigan community service commission-14.0 FTE			
<b>10</b>	positions.....		12,013,500	12,013,500
<b>11</b>	Michigan women's commission-2.0 FTE positions .....		<u>1,473,600</u>	<u>1,473,600</u>
<b>12</b>	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>14,214,600</b>	<b>\$ 14,214,600</b>
<b>13</b>	Appropriated from:			
<b>14</b>	Federal revenues:			
<b>15</b>	Other federal revenues .....		10,926,000	10,926,000
<b>16</b>	Special revenue funds:			
<b>17</b>	Private revenues .....		1,204,100	1,204,100
<b>18</b>	State general fund/general purpose .....	\$	2,084,500	\$ 2,084,500
<b>19</b>	<b>Sec. 11-108. INFORMATION TECHNOLOGY</b>			
<b>20</b>	Information technology services and projects .....	\$	<u>29,739,800</u>	\$ <u>29,739,800</u>
<b>21</b>	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>29,739,800</b>	<b>\$ 29,739,800</b>
<b>22</b>	Appropriated from:			
<b>23</b>	Federal revenues:			
<b>24</b>	Other federal revenues .....		26,381,600	26,381,600
<b>25</b>	Special revenue funds:			
<b>26</b>	Other state restricted revenues .....		2,612,800	2,612,800
<b>27</b>	State general fund/general purpose .....	\$	745,400	\$ 745,400
<b>28</b>	<b>Sec. 11-109. MICHIGAN STRATEGIC FUND</b>			

1	Full-time equated classified positions .....	174.0	174.0
2	Arts and cultural program .....	\$ 11,000,000	\$ 11,000,000
3	Business attraction and community revitalization .....	100,000,000	100,000,000
4	Community college skilled trades equipment program		
5	debt service .....	4,600,000	4,600,000
6	Community development block grants .....	47,000,000	47,000,000
7	Entrepreneurship eco-system .....	15,650,000	15,650,000
8	Facility for rare isotope beams .....	7,300,000	7,300,000
9	Flint settlement debt service .....	35,000,000	35,000,000
10	Job creation services-174.0 FTE positions .....	31,917,200	31,917,200
11	Lighthouse preservation program .....	307,500	307,500
12	Pure Michigan .....	<u>25,000,000</u>	<u>25,000,000</u>
13	<b>GROSS APPROPRIATION .....</b>	<b>\$ 277,774,700</b>	<b>\$ 277,774,700</b>
14	Appropriated from:		
15	Federal revenues:		
16	Other federal revenues .....	55,723,300	55,723,300
17	Special revenue funds:		
18	Local revenues .....	5,000,000	5,000,000
19	Private revenues .....	5,300,000	5,300,000
20	21st century jobs fund .....	75,000,000	75,000,000
21	Other state restricted revenues .....	11,068,100	11,068,100
22	State general fund/general purpose .....	\$ 125,683,300	\$ 125,683,300
23	<b>Sec. 11-110. MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY</b>		
24	Full-time equated classified positions .....	299.0	299.0
25	Housing and rental assistance-299.0 FTE positions ....	\$ 47,601,600	\$ 47,601,600
26	Michigan state housing development authority		
27	technology services and projects .....	3,733,800	3,733,800
28	Payments on behalf of tenants .....	166,860,000	166,860,000

1	Property management .....	3,503,000	3,503,000
2	<b>GROSS APPROPRIATION .....</b>	<b>\$ 221,698,400</b>	<b>\$ 221,698,400</b>
3	Appropriated from:		
4	Federal revenues:		
5	Other federal revenues .....	166,860,000	166,860,000
6	Special revenue funds:		
7	Other state restricted revenues .....	54,838,400	54,838,400
8	State general fund/general purpose .....	\$ 0	\$ 0
9	<b>Sec. 11-111. STATE LAND BANK AUTHORITY</b>		
10	Full-time equated classified positions .....	9.0	9.0
11	State land bank authority-9.0 FTE positions .....	\$ 4,377,800	\$ 4,377,800
12	<b>GROSS APPROPRIATION .....</b>	<b>\$ 4,377,800</b>	<b>\$ 4,377,800</b>
13	Appropriated from:		
14	Federal revenues:		
15	Other federal revenues .....	1,000,000	1,000,000
16	Special revenue funds:		
17	Other state restricted revenues .....	3,377,800	3,377,800
18	State general fund/general purpose .....	\$ 0	\$ 0
19	<b>Sec. 11-112. ONE-TIME APPROPRIATIONS</b>		
20	Full-time equated classified positions .....	1.0	0.0
21	Attainable homeownership and apprenticeship program-		
22	1.0 FTE position .....	\$ 11,000,000	\$ 0
23	Barrier removal and employment supports .....	15,000,000	0
24	Focus: HOPE .....	1,000,000	0
25	Helmets to hardhats .....	500,000	0
26	International talent attraction .....	15,000,000	0
27	Michigan local heroes marketing campaign .....	10,000,000	0
28	Michigan regional empowerment program .....	200,000,000	0

1	Nature, science, and cultural experiences grant			
2	program.....	75,000,000		0
3	Office of global Michigan language access plans .....	700,000		0
4	State historic preservation office grant program .....	750,000		0
5	Statewide pre-apprenticeship program .....	10,000,000		0
6	Talent retention and expansion .....	20,000,000		0
7	Transformational education infrastructure .....	230,000,000		0
8	Tri-share child care program .....	2,500,000		0
9	Young professionals plus .....	15,000,000		0
10	<b>GROSS APPROPRIATION .....</b>	<b>\$ 606,450,000</b>	<b>\$</b>	<b>0</b>
11	Appropriated from:			
12	Federal revenues:			
13	Other federal revenues .....	750,000		0
14	Special revenue funds:			
15	State general fund/general purpose .....	\$ 605,700,000	\$	0
16				
17				
18				
19				
20				
21	<b><u>GENERAL SECTIONS</u></b>			
22	Sec. 11-201. Pursuant to section 30 of article IX of the state constitution of 1963,			
23	total state spending from state sources under part 1 for the fiscal year 2023 is			
24	\$1,127,845,800.00 and state spending from state sources to be paid to local units of			
25	government for fiscal year 2023 is \$252,274,900.00. The itemized statement below identifies			
26	appropriations from which spending to local units of government will occur:			
27	DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY			
28	Going pro .....	\$	40,000,000	

1	Workforce development programs .....	10,999,900
2	Michigan rehabilitation services .....	275,000
3	Michigan regional empowerment program .....	200,000,000
4	Arts and cultural program .....	<u>1,000,000</u>
5	TOTAL .....	\$ 252,274,900

6       Sec. 11-202. 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. 11-203. As used in this article:

9       (a) "Department" means the department of labor and economic opportunity.

10       (b) "Director" means the director of the department.

11       (c) "FTE" means full-time equated.

12       (d) "Fund" means the Michigan strategic fund.

13       (e) "MEDC" means the Michigan economic development corporation, which is the public  
14 body corporate created under section 28 of article VII of the state constitution of 1963  
15 and the urban cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to 124.512, by  
16 contractual interlocal agreement effective April 5, 1999, between local participating  
17 economic development corporations formed under the economic development corporations act,  
18 1974 PA 338, MCL 125.1601 to 125.1636, and the Michigan strategic fund.

19       (f) "MEGA" means the Michigan economic growth authority.

20       (g) "MiSTEM" means Michigan science, technology, engineering, and mathematics.

21       (h) "MSF" means the Michigan strategic fund.

22       (i) "PATH" means Partnership. Accountability. Training. Hope.

23       (j) "STEM" means science, technology, engineering, and mathematics.

24       (k) "U.S." means United States.

25       (l) "USC" means United States code.

26       (m) "USDOL" means the United States department of labor.

27       Sec. 11-204. The departments and agencies receiving appropriations in part 1 shall  
28 use the Internet to fulfill the reporting requirements of this article. This requirement

1 shall include transmission of reports via Email to the recipients identified for each  
2 reporting requirement, or it shall include placement of reports on an Internet site.

3 Sec. 11-205. To the extent permissible under MCL 18.1261:

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

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

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

12 Sec. 11-206. To the extent permissible under the management and budget act, the  
13 director shall take all reasonable steps to ensure businesses in deprived and depressed  
14 communities compete for and perform contracts to provide services or supplies, or both. The  
15 director shall strongly encourage firms with which the department contracts to subcontract  
16 with certified businesses in depressed and deprived communities for services, supplies, or  
17 both.

18 Sec. 11-207. Consistent with MCL 18.1217, the departments and agencies receiving  
19 appropriations in part 1 shall prepare a report on out-of-state travel expenses not later  
20 than January 1 of each year. The travel report shall be a listing of all travel by  
21 classified and unclassified employees outside this state in the immediately preceding  
22 fiscal year that was funded in whole or in part with funds appropriated in the department's  
23 budget. The report shall be submitted to the senate and house appropriations committees,  
24 the house and senate fiscal agencies, and the state budget director. The report shall  
25 include the following information:

26 (a) The dates of each travel occurrence.

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

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

3 Sec. 11-208. 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. 11-209. Not later than December 31, 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 report shall be transmitted to the chairpersons of the senate  
13 and house appropriations committees and the senate and house fiscal agencies.

14 Sec. 11-210. (1) In addition to the funds appropriated in part 1, there is  
15 appropriated an amount not to exceed \$30,000,000.00 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 \$10,000,000.00 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 \$2,000,000.00 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 \$5,000,000.00 for private contingency funds. These funds are not available



1 for 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. 11-211. From the funds appropriated in part 1, the department shall provide to  
4 the department of technology, management and budget information sufficient to maintain a  
5 searchable website accessible by the public at no cost that includes, but is not limited  
6 to, all of the following for each department or agency:

7 (a) Fiscal year-to-date expenditures by category.

8 (b) Fiscal year-to-date expenditures by appropriation unit.

9 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,  
10 payment date, payment amount, and payment description.

11 (d) The number of active department employees by job classification.

12 (e) Job specifications and wage rates.

13 Sec. 11-212. Within 14 days after the release of the executive budget  
14 recommendation, the department shall provide to the state budget office information  
15 sufficient to provide the senate and house appropriations chairs, the senate and house  
16 appropriations subcommittees chairs, and the senate and house fiscal agencies with an  
17 annual report on estimated state restricted fund balances, state restricted fund projected  
18 revenues, and state restricted fund expenditures for the fiscal years ending September 30,  
19 2022 and September 30, 2023.

20 Sec. 11-213. The department shall maintain, on a publicly accessible website, a  
21 department scorecard that identifies, tracks, and regularly updates key metrics that are  
22 used to monitor and improve the department's performance.

23 Sec. 11-214. Total authorized appropriations from all sources under part 1 for  
24 legacy costs for the fiscal year ending September 30, 2023 are estimated at \$65,125,800.00.  
25 From this amount, total agency appropriations for pension-related legacy costs are  
26 estimated at \$39,539,900.00. Total agency appropriations for retiree health care legacy  
27 costs are estimated at \$25,585,900.00.

28 Sec. 11-215. Federal pass-through funds to local institutions and governments that

1 are received in amounts in addition to those included in part 1 and that do not require  
2 additional state matching funds are appropriated for the purposes intended. The department  
3 may carry forward into the succeeding fiscal year unexpended federal pass-through funds to  
4 local institutions and governments that do not require additional state matching funds. The  
5 department shall report the amount and source of the funds to the relevant senate and house  
6 of representatives appropriations subcommittees, the senate and house fiscal agencies, and  
7 the state budget director within 10 business days after receiving any additional pass-  
8 through funds.

9       Sec. 11-216. (1) Grants supported with private revenues received by the department  
10 are appropriated upon receipt and are available for expenditure by the department, subject  
11 to subsection (3), for purposes specified within the grant agreement and as permitted under  
12 state and federal law.

13       (2) Within 10 days after the receipt of a private grant appropriated in subsection  
14 (1), the department shall notify the house and senate chairpersons of the subcommittees,  
15 the senate and house fiscal agencies, and the state budget director of the receipt of the  
16 grant, including the fund source, purpose, and amount of the grant.

17       (3) The amount appropriated under subsection (1) shall not exceed \$1,500,000.00.

18       Sec. 11-217. (1) The department may charge registration fees to attendees of  
19 informational, training, or special events sponsored by the department, and related to  
20 activities that are under the department's purview.

21       (2) These fees shall reflect the costs for the department to sponsor the  
22 informational, training, or special events.

23       (3) Revenue generated by the registration fees is appropriated upon receipt and  
24 available for expenditure to cover the department's costs of sponsoring informational,  
25 training, or special events.

26       (4) Revenue generated by registration fees in excess of the department's costs of  
27 sponsoring informational, training, or special events shall carry forward to the subsequent  
28 fiscal year and not lapse to the general fund.

(5) The amount appropriated under subsection (3) shall not exceed \$500,000.00.

Sec. 11-218. (1) The department may sell documents at a price not to exceed the cost of production and distribution. Money received from the sale of these documents shall revert to the department. In addition to the funds appropriated in part 1, these funds are available for expenditure when they are received by the department of treasury. This subsection applies only to R 418.10101 to R 418.101504 of the Michigan Administrative Code.

(2) Unexpended funds at the end of the fiscal year shall carry forward to the subsequent fiscal year and not lapse to the general fund.

Sec. 11-219. If the revenue collected by the department for radiological health administration and projects from fees and collections exceeds the amount appropriated in part 1, the revenue may be carried forward into the subsequent fiscal year. The revenue carried forward under this section shall be used as the first source of funds in the subsequent fiscal year.

#### **STATE LAND BANK AUTHORITY**

Sec. 11-995. In addition to the amounts appropriated in part 1, the state land bank authority may expend revenues received under the land bank fast track act, 2003 PA 258, MCL 124.751 to 124.774, for the purposes authorized by the act, including, but not limited to, the acquisition, lease, management, demolition, maintenance, or rehabilitation of real or personal property, payment of debt service for notes or bonds issued by the authority, and other expenses to clear or quiet title property held by the authority.

#### **MICHIGAN STRATEGIC FUND**

Sec. 11-1005. In addition to the appropriations in part 1, Travel Michigan may receive and expend private revenue related to the use of "Pure Michigan" and all other copyrighted slogans and images. This revenue may come from the direct licensing of the name and image or from the royalty payments from various merchandise sales. Revenue collected is appropriated for the marketing of the state as a travel destination. The funds are

1 available for expenditure when they are received by the department of treasury. If the fund  
2 receives revenues from the use of "Pure Michigan", the fund shall provide a report that  
3 lists the revenues by source received from the use of "Pure Michigan" and all other  
4 copyrighted slogans and images. The report shall provide a detailed list of expenditures of  
5 revenues received under this section. The report shall be provided to the chairpersons of  
6 the senate and house of representatives standing committees on appropriations, the relevant  
7 senate and house of representatives appropriations subcommittees, the house and senate  
8 fiscal agencies, and the state budget director by March 1.

9 Sec. 11-1005a. (1) From the funds appropriated in part 1 for Pure Michigan, general  
10 fund dollars shall be appropriated for the following purposes:

11 (a) Conduction of market research regionally, nationally, and internationally for  
12 use in market campaigns.

13 (b) Production of advertisements for the promotion of Michigan as a place to live,  
14 work, and play.

15 (c) Placement of advertisements in regional, national, and international market  
16 campaigns.

17 (d) Administration of the program.

18 (e) Other activities that promote Michigan as a place to live, work, and play.

19 (f) Matching marketing campaigns funded from the local promotion fund or private  
20 promotion fund.

21 (2) The fund may contract any of the activities under subsection (1).

22 (3) The fund may work in cooperation with local units of government, nonprofit  
23 entities, and private entities on Pure Michigan promotion campaigns. The fund shall include  
24 agreements prior to undertaking cooperative marketing campaigns.

25 Sec. 11-1005b. (1) A local promotion fund is created in the department of labor and  
26 economic opportunity. The fund may receive funds from local units of government and  
27 nonprofit entities and deposit these funds into the local promotion fund. Funds received  
28 are available for expenditure for use in Pure Michigan promotion campaigns. As used in this

subsection, the term "local unit of government" includes cities, villages, townships, counties, and regional councils of government. The fund may maintain individual accounts for local units of government and nonprofit entities that deposit funds into the local promotion fund upon request from a local unit.

(2) Local promotion funds appropriated in part 1 may be used for media production and placements, national and international marketing campaigns, and for other activities that promote Michigan as a place to live, work, and play.

(3) Any unexpended or unencumbered balance shall be disposed of in accordance with the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, unless carryforward authorization has been otherwise provided for.

Sec. 11-1005c. (1) A private promotion fund is created in the department of labor and economic opportunity. The fund may receive funds from private entities and deposit these funds into the private promotion fund. Funds received are available for expenditure for use in Pure Michigan promotion campaigns. The fund may maintain individual accounts for private entities that deposit funds into the private promotion fund upon request from a private entity.

(2) Private promotion funds appropriated in part 1 may be used for media production and placements, national and international marketing campaigns, and for other activities that promote Michigan as a place to live, work, and play.

(3) Any unexpended or unencumbered balance shall be disposed of in accordance with the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, unless carryforward authorization has been otherwise provided for.

Sec. 11-1007. (1) As a condition of receiving funds appropriated in part 1, the fund shall request the following information from the MEDC:

(a) Approved budget from the MEDC executive committee for the current fiscal year and actual budget expenditures for the preceding fiscal years.

(b) Expenditures and revenues as part of the current and preceding year budgets, including the available fund balance for the current and preceding fiscal years.

1 (c) The total number of FTEs, by state and corporate status.

2 (d) A reporting of activities, programs, and grants consistent with the preceding  
3 fiscal year budget.

4 (2) Information received by the MSF pursuant to this section shall be posted online  
5 and distributed to the chairpersons of the senate and house of representatives standing  
6 committees on appropriations, the chairpersons of the relevant senate and house of  
7 representatives appropriations subcommittees, the senate and house fiscal agencies, and the  
8 state budget director by March 15.

9 Sec. 11-1008. As a condition of receiving funds under part 1, any interlocal  
10 agreement entered into by the fund shall include language which states that if a local unit  
11 of government has a contract or memorandum of understanding with a private economic  
12 development agency, the MEDC will work cooperatively with that private organization in that  
13 local area.

14 Sec. 11-1010. As a condition for receiving funds in part 1, not later than March 15,  
15 the fund shall provide a report for the immediately preceding fiscal year on the jobs for  
16 Michigan investment fund, created in section 88h of the Michigan strategic fund act, 1984  
17 PA 270, MCL 125.2088h. The report shall be submitted to the chairpersons of the senate and  
18 house of representatives standing committees on appropriations, the chairpersons of the  
19 relevant senate and house of representatives appropriations subcommittees, the senate and  
20 house fiscal agencies, and the state budget director. The report shall include, but is not  
21 limited to, all of the following:

22 (a) A detailed listing of revenues, by fund source, to the jobs for Michigan  
23 investment fund. The listing shall include the manner and reason for which the funds were  
24 appropriated to the jobs for Michigan investment fund.

25 (b) A detailed listing of expenditures, by project, from the jobs for Michigan  
26 investment fund.

27 (c) A fiscal year-end balance of the jobs for Michigan investment fund.

28 Sec. 11-1011. (1) From the appropriations in part 1 to the fund and granted or

1 transferred to the MEDC, any unexpended or unencumbered balance shall be disposed of in  
2 accordance with the requirements in the management and budget act, 1984 PA 431, MCL 18.1101  
3 to 18.1594, unless carryforward authorization has been otherwise provided for.

4 (2) Any encumbered funds, including encumbered funds subsequently unobligated, shall  
5 be used for the same purposes for which funding was originally appropriated in this part  
6 and part 1.

7 (3) For funds appropriated in part 1 to the fund, any carryforward authorization  
8 subsequently created through a work project shall be preserved until a cash or accrued  
9 expenditure has been executed or the allowable work project time period has expired.

10 Sec. 11-1012. (1) As a condition of receiving funds under part 1, the fund shall  
11 ensure that the MEDC and the fund comply with all of the following:

12 (a) The freedom of information act, 1976 PA 442, MCL 15.231 to 15.246.

13 (b) The open meetings act, 1976 PA 267, MCL 15.261 to 15.275.

14 (c) Annual audits of all financial records by the auditor general or his or her  
15 designee.

16 (d) All reports required by law to be submitted to the legislature.

17 (2) If the MEDC is unable for any reason to perform duties under this part, the fund  
18 may exercise those duties.

19 Sec. 11-1024. From the funds appropriated in part 1 for business attraction and  
20 community revitalization, not less than 20% shall be granted by the fund board for  
21 brownfield redevelopment and historic preservation projects under the community  
22 revitalization program authorized by chapter 8C of the Michigan strategic fund act, 1984 PA  
23 270, MCL 125.2090 to 125.2090d.

24 Sec. 11-1032. (1) The fund shall report to the chairpersons of the senate and house  
25 of representatives standing committees on appropriations, the relevant senate and house of  
26 representatives appropriations subcommittees, the state budget director, and the senate and  
27 house fiscal agencies on the status of the film incentives at the same time as it submits  
28 the annual report required under section 455 of the Michigan business tax act, 2007 PA 36,

1 MCL 208.1455. The department of treasury shall provide the fund with the data necessary to  
2 prepare the report. Incentives included in the report shall include all of the following:

3 (a) The tax credit provided under section 455 of the Michigan business tax act, 2007  
4 PA 36, MCL 208.1455.

5 (b) The tax credit provided under section 457 of the Michigan business tax act, 2007  
6 PA 36, MCL 208.1457.

7 (c) The tax credit provided under section 459 of the Michigan business tax act, 2007  
8 PA 36, MCL 208.1459.

9 (d) The amount of any tax credit claimed under former section 367 of the income tax  
10 act of 1967, 1967 PA 281.

11 (e) Any tax credits provided for film and digital media production under the  
12 Michigan economic growth authority act, 1995 PA 24, MCL 207.801 to 207.810.

13 (f) Loans to an eligible production company or film and digital media private equity  
14 fund authorized under section 88d(3), (4), and (5) of the Michigan strategic fund act, 1984  
15 PA 270, MCL 125.2088d.

16 (2) The report shall include all of the following information:

17 (a) For each tax credit, the number of contracts signed, the projected expenditures  
18 qualifying for the credit, and the estimated value of the credits. For loans, the number of  
19 loans made under each section, the interest rate of those loans, the loan amount, the  
20 percent of the projected budget of each production financed by those loans, and the  
21 estimated interest earnings from the loan.

22 (b) For credits authorized under section 455 of the Michigan business tax act, 2007  
23 PA 36, MCL 208.1455, for productions completed by December 31, the expenditures of each  
24 production eligible for the credit that has filed a request for certificate of completion  
25 with the film office, broken down into expenditures for goods, services, or salaries and  
26 wages and showing separately expenditures in each local unit of government, including  
27 expenditures for personnel, whether or not they were made to a Michigan entity, and whether  
28 or not they were taxable under the laws of this state. For loans, the report shall include



the number of loans that have been fully repaid, with principal and interest shown separately, and the number of loans that are delinquent or in default, and the amount of principal that is delinquent or is in default.

(c) For each of the tax credit incentives and loan incentives listed in subsection (1), a breakdown for each project or production showing each of the following:

(i) The number of temporary jobs created.

(ii) The number of permanent jobs created.

(iii) The number of persons employed in Michigan as a result of the incentive, on a full-time equated basis.

(3) For any information not included in the report due to the provisions of section 455(6), 457(6), or 459(6) of the Michigan business tax act, 2007 PA 36, MCL 208.1455, 208.1457, and 208.1459, the report shall do all of the following:

(a) Indicate how the information would describe the commercial and financial operations or intellectual property of the company.

(b) Attest that the information has not been publicly disseminated at any time.

(c) Describe how disclosure of the information may put the company at a competitive disadvantage.

(4) Any information not disclosed due to the provisions of section 455(6), 457(6), or 459(6) of the Michigan business tax act, 2007 PA 36, MCL 208.1455, 208.1457, and 208.1459, shall be presented at the lowest level of aggregation that would no longer describe the commercial and financial operations or intellectual property of the company.

Sec. 11-1034. As a condition of receiving an award from the fund, each business incubator or accelerator that received an award from the fund shall maintain and update a dashboard of indicators to measure the effectiveness of the business incubator and accelerator programs. Indicators shall include the direct jobs created, new companies launched as a direct result of business incubator or accelerator involvement, businesses expanded as a direct result of business incubator or accelerator involvement, direct investment in client companies, private equity financing obtained by client companies,

1 grant funding obtained by client companies, and other measures developed by the recipient  
2 business incubators and accelerators in conjunction with the MEDC. Dashboard indicators  
3 shall be reported for the prior fiscal year and cumulatively, if available. Each recipient  
4 shall submit a copy of their dashboard indicators to the fund by March 1. The fund shall  
5 transmit the local reports to the chairpersons of the senate and house of representatives  
6 standing committees on appropriations, the relevant senate and house of representatives  
7 appropriations subcommittees, the senate and house fiscal agencies, and the state budget  
8 director by March 15.

9 Sec. 11-1035. (1) From the appropriations in part 1, the Michigan council for arts  
10 and cultural affairs shall administer an arts and cultural grant program that maintains an  
11 equitable geographic distribution of funding and utilizes past arts and cultural grant  
12 programs as a guideline for administering this program. The council shall do all of the  
13 following:

14 (a) On or before October 1, the council shall publish proposed application criteria,  
15 instructions, and forms for use by eligible applicants. The council shall provide at least  
16 a 2-week period for public comment before finalizing the application criteria,  
17 instructions, and forms.

18 (b) A nonrefundable application fee may be assessed for each application.  
19 Application fees shall be deposited in the council for the arts fund and are appropriated  
20 for expenses necessary to administer the programs. These funds are available for  
21 expenditure when they are received and may be carried forward to the following fiscal year.

22 (c) Grants are to be made to public and private arts and cultural entities.

23 (d) Within 1 business day after the award announcements, the council shall provide  
24 to each member of the legislature and the fiscal agencies a list of all grant recipients  
25 and the total award given to each recipient, sorted by county.

26 (e) In addition to the information in subdivision (d), the council shall report on  
27 the number of applications received, number of grants awarded, total amount requested from  
28 applications received, and total amount of grants awarded.

1           Sec. 11-1036. (1) The general fund/general purpose funds appropriated in part 1 to  
2 the fund for business attraction and community revitalization shall be transferred to the  
3 21st century jobs trust fund per section 90b(3) of the Michigan strategic fund act, 1984 PA  
4 270, MCL 125.2090b.

5           (2) Funds transferred to the 21st century jobs trust fund under subsection (1) are  
6 appropriated and available for allocation as authorized in the Michigan strategic fund act,  
7 1984 PA 270, MCL 125.2001 to 125.2094.

8           Sec. 11-1042. For the funds appropriated in part 1 for business attraction and  
9 community revitalization, the fund shall report quarterly on the amount of funds considered  
10 appropriated, pre-encumbered, encumbered, and expended. The report shall also include a  
11 listing of all previous appropriations for business attraction and community  
12 revitalization, or a predecessor, that were considered appropriated, pre-encumbered,  
13 encumbered, or expended that have lapsed back to the fund for any purpose. The report shall  
14 be submitted to the chairpersons of the senate and house of representatives standing  
15 committees on appropriations, the chairpersons of the relevant senate and house of  
16 representatives appropriations subcommittees, the senate and house fiscal agencies, and the  
17 state budget director.

18           Sec. 11-1043. (1) The fund, in conjunction with the department of treasury, shall  
19 report to the chairpersons of the senate and house of representatives standing committees  
20 on appropriations, the relevant senate and house of representatives appropriations  
21 subcommittees, the senate and house fiscal agencies, and the state budget director by  
22 November 1 on the annual cost of the MEGA tax credits. The report shall include for each  
23 year the board-approved credit amount, adjusted for credit amendments where applicable, and  
24 the actual and projected value of tax credits for each year from 1995 to the expiration of  
25 the credit program. For years for which credit claims are complete, the report shall  
26 include the total of actual certificated credit amounts. For years for which claims are  
27 still pending or not yet submitted, the report shall include a combination of actual  
28 credits where available and projected credits. Credit projections shall be based on updated

1 estimates of employees, wages, and benefits for eligible companies.

2 (2) In addition to the report under subsection (1), the fund, in conjunction with  
3 the department of treasury, shall report to the relevant senate and house of  
4 representatives appropriations subcommittees, the senate and house fiscal agencies, and the  
5 state budget director by November 1 on the annual cost of all other certificated credits by  
6 program, for each year until the credits expire or can no longer be collected. The report  
7 shall include estimates on the brownfield redevelopment credit, film credits, MEGA  
8 photovoltaic technology credit, MEGA polycrystalline silicon manufacturing credit, MEGA  
9 vehicle battery credit, and other certificated credits.

10 Sec. 11-1044. As a condition of receiving appropriations in part 1, prior to  
11 authorizing the transfer of any previously authorized tax credit that would increase the  
12 liability to this state, the fund, on behalf of the MSF board, shall notify the  
13 chairpersons of the senate and house of representatives standing committees on  
14 appropriations, the chairpersons of the relevant senate and house of representatives  
15 appropriations subcommittees, the senate and house fiscal agencies, and the state budget  
16 director not fewer than 30 days prior to the authorization of the tax credit transfer.

17 Sec. 11-1050. (1) From the funds appropriated in part 1 for business attraction and  
18 community revitalization, the fund shall identify specific outcomes and performance  
19 measures, including, but not limited to, the following:

20 (a) Total verified jobs created by the business attraction program during the fiscal  
21 year ending September 30, 2023.

22 (b) Total private investment obtained through the business attraction and community  
23 revitalization programs during the fiscal year ending September 30, 2023.

24 (c) Amount of private and public square footage created and reactivated through the  
25 community revitalization program during the fiscal year ending September 30, 2023.

26 (2) The fund must submit a report to the chairpersons of the senate and house of  
27 representatives standing committees on appropriations, the relevant senate and house of  
28 representatives appropriations subcommittees, the senate and house fiscal agencies, and the

1 state budget director by March 15. The report must describe the specific outcomes and  
 2 measures required in subsection (1) and provide the results and data related to these  
 3 outcomes and measures for the prior fiscal year if related information is available for the  
 4 prior fiscal year.

5 Sec. 11-1051. In addition to the funds appropriated in part 1, the funds collected  
 6 by state historic preservation programs for document reproduction and services and  
 7 application fees are appropriated for all expenses necessary to provide the required  
 8 services. These funds are available for expenditure when they are received and may be  
 9 carried forward into the succeeding fiscal year.

10 Sec. 11-1053. Tax capture revenues collected in accordance with written agreements  
 11 under the good jobs for Michigan program and transferred from the general fund for deposit  
 12 into the good jobs for Michigan fund, and for both calculated payments from the good jobs  
 13 for Michigan fund to authorized businesses and distributions to the Michigan strategic fund  
 14 for administrative expenses, are appropriated pursuant to the provisions of chapter 8D of  
 15 the Michigan strategic fund act, 1984 PA 270, MCL 125.2090g to 125.2090j.

16 Sec. 11-1054. Tax capture revenues collected in accordance with written agreements  
 17 under the employment opportunity program and transferred from the general fund for deposit  
 18 into the employment opportunity fund, and for both calculated payments from the employment  
 19 opportunity fund to authorized businesses and distributions to the Michigan strategic fund  
 20 for administrative expenses, are appropriated pursuant to the provisions of chapter 8F of  
 21 the Michigan strategic fund act, 1984 PA 270, MCL 125.2090t to 125.2090w.

## 22

### 23 WORKFORCE DEVELOPMENT AND UNEMPLOYMENT

24 Sec. 11-1060. The department shall administer the PATH training program in  
 25 accordance with the requirements of section 407(d) of title IV of the social security act,  
 26 42 USC 607, the state social welfare act, 1939 PA 280, MCL 400.1 to 400.119b, and all other  
 27 applicable laws and regulations.

28 Sec. 11-1061. From the funds appropriated in part 1 for workforce programs

1 subgrantees, the department may allocate funding for grants to nonprofit organizations that  
2 offer programs pursuant to the workforce innovation and opportunity act, 29 USC 3101 to  
3 3361, eligible youth focusing on apprenticeship readiness, pre-apprenticeship and  
4 apprenticeship activities, entrepreneurship, work-readiness skills, job shadowing, and  
5 financial literacy. Organizations eligible for funding under this section must have the  
6 capacity to provide similar programs in urban areas, as determined by the United States  
7 Bureau of the Census according to the most recent federal decennial census. Additionally,  
8 programs eligible for funding under this section must include the participation of local  
9 business partners. The department shall develop other appropriate eligibility requirements  
10 to ensure compliance with applicable federal rules and regulations.

11 Sec. 11-1062. From the funds appropriated in part 1, the department shall make  
12 available, in person or by telephone, 1 disabled veterans outreach program specialist or  
13 local veterans employment representative to Michigan Works! service centers, as resources  
14 permit, during hours of operation, and shall continue to make the appropriate placement of  
15 veterans and disabled veterans a priority.

16 Sec. 11-1063. (1) In addition to the funds appropriated in part 1, any unencumbered  
17 and unrestricted federal workforce innovation and opportunity act, 29 USC 3101 to 3361, or  
18 trade adjustment assistance funds available from prior fiscal years are appropriated for  
19 the purposes originally intended.

20 (2) The department shall report by February 15 to the relevant senate and house of  
21 representatives appropriations subcommittees, the senate and house fiscal agencies, and the  
22 state budget director on the amount by fiscal year of federal workforce innovation and  
23 opportunity act, 29 USC 3101 to 3361, funds appropriated under this section.

24 Sec. 11-1064. The department shall provide a report on going pro expenditures, by  
25 program or grant type, for the prior fiscal year. In addition, the report shall include  
26 projected expenditures, by program or grant type, for the current fiscal year. The report  
27 shall be posted online and distributed to the chairpersons of the senate and house of  
28 representatives standing committees on appropriations, the chairpersons of the relevant

senate and house of representatives appropriations subcommittees, the senate and house fiscal agencies, and the state budget director by March 15.

Sec. 11-1065. The department shall publish data and reports on March 15 and September 30 on the department website concerning the status of career technology and going pro funded in part 1. The report shall include the following:

(a) The number of awardees participating in the program and the names of those awardees organized by major industry group.

(b) The amount of funding received by each awardee under the program.

(c) Amount of funding leveraged from each awardee.

(d) Training models established by each awardee.

(e) The number of individuals enrolled in classroom training, on-the-job training, or new USDOL registered apprentices.

(f) The number of qualified employees who completed the approved training.

(g) The number of applications received and the number of grants awarded for each region.

(h) The number of individuals hired and trained.

(i) The department shall expand workforce training and reemployment services to better connect workers to in-demand jobs and identify specific outcomes with performance metrics for this initiative, including, but not limited to, new apprenticeships, individuals to be hired and trained, current employees trained, training completed, and employment retention rate at 6 months, and hourly wage at 6 months.

Sec. 11-1066. To the extent consistent with sections 7 and 9 of the going pro talent fund act, 2018 PA 260, MCL 408.157 and 408.159, the department shall administer the program as follows:

(a) The department shall work cooperatively with grantees to maximize the amount of funds from part 1 that are available for direct training.

(b) The department, workforce development partners, including regional Michigan Works! agencies, and employers shall collaborate and work cooperatively to prioritize and

1 streamline the expenditure of the funds appropriated in part 1. The department shall ensure  
2 that going pro provides a collaborative statewide network of workforce and employee skill  
3 development partners that addresses the employee talent needs throughout the state.

4 (c) The department shall ensure that grants are utilized for individual skill  
5 enhancement and to address in-demand talent needs in Michigan.

6 (d) The department shall develop program goals and detailed guidance for prospective  
7 participants to follow to qualify under the program. The program goals and detailed  
8 guidance shall be posted on the department website and distributed to workforce development  
9 partners, including local Michigan Works! agencies, by October 1. Periodic assessments of  
10 employer and employee needs shall be evaluated on a regional basis, and the department  
11 shall identify solutions and goals to be implemented to satisfy those needs. Revenue  
12 received by the department for going pro may be expended for the purpose of those programs.

13 (e) Up to \$5,000,000.00 of the funds may be expended to match federal funds to  
14 improve and increase the skill level of employees in skilled trades and manufacturing  
15 processes within the changing manufacturing environment.

16 (f) Up to \$250,000.00 of the funds shall be awarded to a national, nonprofit program  
17 that connects National Guard, reserve, retired, and transitioning active-duty military  
18 service members with skilled training and quality career opportunities in the construction  
19 industry. Grant funding must be used to recruit and assist veterans to transition into  
20 apprenticeship programs in this state.

21 Sec. 11-1067. (1) The funds appropriated in part 1 for MiSTEM advisory council shall  
22 be used to support the staff for the MiSTEM network, and for administrative, training, and  
23 travel costs related to the MiSTEM council. The staff for the MiSTEM network shall do all  
24 of the following:

25 (a) Serve as a liaison among and between the department, the department of  
26 education, the MiSTEM council, the governor's workforce development board, the MiSTEM  
27 regions, and any other relevant organization or entity in a manner that creates a robust  
28 statewide STEM culture, that empowers STEM teachers, that integrates business and education



1 into the STEM network, and that ensures high-quality STEM experiences for pupils.

2 (b) Coordinate the implementation of a marketing campaign, including, but not  
3 limited to, a website that includes dashboards of outcomes, to build STEM awareness and  
4 communicate STEM needs and opportunities to pupils, parents, educators, and the business  
5 community.

6 (c) Work with the department of education and the MiSTEM council to coordinate,  
7 award, and monitor MiSTEM state and federal grants to the MiSTEM network regions and  
8 conduct reviews of grant recipients, including, but not limited to, pupil experience and  
9 feedback.

10 (d) Report to the governor, the legislature, and the MiSTEM council annually on the  
11 activities and performance of the MiSTEM network regions.

12 (e) Coordinate recurring discussions and work with regional staff to ensure that a  
13 network or loop of feedback and best practices are shared, including funding, programming,  
14 professional learning opportunities, discussion of MiSTEM strategic vision, and regional  
15 objectives.

16 (f) Coordinate major grant application efforts with the MiSTEM council to assist  
17 regional staff with grant applications on a local level. The MiSTEM council shall leverage  
18 private and nonprofit relationships to coordinate and align private funds in addition to  
19 funds appropriated under this section.

20 (g) Train state and regional staff in the STEMworks rating system, in collaboration  
21 with the MiSTEM council and the department of education.

22 (h) Hire MiSTEM network region staff in collaboration with the network region fiscal  
23 agent.

24 Sec. 11-1068. (1) Of the funds appropriated in part 1 for the workforce training  
25 programs, the department shall provide a report by March 15 to the relevant senate and  
26 house of representatives appropriation subcommittees, the state budget director, and the  
27 senate and house fiscal agencies on the status of the workforce training programs. The  
28 report shall include the following:

1 (a) The amount of funding allocated to each Michigan Works! agency and the total  
2 funding allocated to the workforce training programs statewide by fund source.

3 (b) The number of participants enrolled in education or training programs by each  
4 Michigan Works! agency.

5 (c) The average duration of training for training program participants by each  
6 Michigan Works! agency.

7 (d) The number of participants enrolled in remedial education programs and the  
8 number of participants enrolled in literacy programs.

9 (e) The number of participants enrolled in programs at 2-year institutions.

10 (f) The number of participants enrolled in programs at 4-year institutions.

11 (g) The number of participants enrolled in proprietary schools or other technical  
12 training programs.

13 (h) The number of participants that have completed education or training programs.

14 (i) The number of participants who secured employment in Michigan within 1 year of  
15 completing a training program.

16 (j) The number of participants who completed a training program and secured  
17 employment in a field related to their training.

18 (k) The average wage earned by participants who completed a training program and  
19 secured employment within 1 year.

20 (l) The actual revenues received by the fund source and fund appropriated for each  
21 discrete workforce development program area.

22 (2) Data collection for the report shall be for the prior state fiscal year.

23 Sec. 11-1070. (1) From the funds appropriated in part 1 for going pro, \$1,500,000.00  
24 must be awarded for a program to assist adults over the age of 23 in obtaining high school  
25 diplomas and placement in career training programs.

26 (2) For purposes of this section, an eligible program provider may be a public,  
27 nonprofit, or private accredited diploma-granting institution, but must have at least 2  
28 years of experience providing dropout recovery services in this state.

1           (3) The department shall issue a request for qualifications for eligible program  
2 providers to participate in the pilot program. To be considered a qualified program  
3 provider, the institution must possess all of the following:

- 4           (a) Experience providing dropout reengagement services.  
5           (b) Ability to provide academic intake assessments.  
6           (c) Capacity to provide an integrated learning plan.  
7           (d) Course catalog that includes access to all graduation requirements.  
8           (e) Capability to provide remediation coursework.  
9           (f) Means to provide academic resilience assessment and intervention.  
10          (g) Capacity to provide employability skills development.  
11          (h) Ability to provide WorkKeys preparation.  
12          (i) Ability to provide industry credentials.  
13          (j) Capability to provide credit for on-the-job training.  
14          (k) Access to a robust support framework, including technology, social support, and  
15 academic support accredited by a recognized accrediting body.

16          (4) The department shall announce qualified program providers no later than January  
17 1, 2023. Qualified program providers must start providing programming by February 1, 2023.

18          (5) The department shall reimburse qualified program providers for each month of  
19 satisfactory monthly progress as described in section 23a of the state school aid act, 1979  
20 PA 94, MCL 388.1623a, at a rate of \$500.00 per month. A payment shall be made to a  
21 qualified program provider for the completion of the following by a pupil:

- 22           (a) \$500.00 for the completion of an employability skills certification program  
23 equal to at least 1 unit of high school credit obtained through classroom or online  
24 instruction.  
25           (b) \$250.00 for the attainment of an industry-recognized credential requiring up to  
26 50 hours of training.  
27           (c) \$500.00 for the attainment of an industry-recognized credential requiring 50 to  
28 100 hours of training.

1 (d) \$750.00 for the attainment of an industry-recognized credential requiring more  
2 than 100 hours of training.

3 (e) \$1,000.00 for attainment of a high school diploma.

4 (f) \$2,500.00 for placement in a job in an in-demand career pathway.

5 (6) The department shall develop policies and guidelines to implement this section.

6 Sec. 11-1071. (1) From the funds appropriated in part 1 for at-risk youth grants,  
7 \$4,750,000.00 must be awarded to the Michigan franchise holder of the national Jobs for  
8 America's Graduates program for administration of the Jobs for Michigan's Graduates  
9 program.

10 (2) From the funds appropriated in part 1 for at-risk youth grants, not more than  
11 \$1,000,000.00 may be used to match private contributions to the Michigan franchise holder  
12 of the national Jobs for America's Graduates program to support the administration of the  
13 Jobs for Michigan's Graduates program.

14 Sec. 11-1072. (1) The funds appropriated in part 1 for the high school equivalency-  
15 to-school program shall be used for the purpose of funding the cost of high school  
16 equivalency testing and certification as provided by this section. The department shall  
17 administer a Michigan high school equivalency-to-school program, which shall cover the cost  
18 of providing the high school equivalency test free of charge to individuals who meet all of  
19 the following requirements:

20 (a) The individual has not previously been administered a high school equivalency  
21 test free of charge under this section.

22 (b) The individual meets at least 1 of the following requirements:

23 (i) Prior to taking the high school equivalency test, the individual successfully  
24 completed a department-approved high school equivalency preparation program.

25 (ii) Prior to taking the high school equivalency test, the individual completed the  
26 official high school equivalency practice test and the individual's score indicated that he  
27 or she is likely to pass.

28 (2) A department-approved high school equivalency preparation program shall include

1 all of the following:

2 (a) Instructional and tutorial assistances.

3 (b) High school equivalency test practice.

4 (c) Required attendance at program instructional sessions.

5 (d) A curriculum that prepares students for opportunities in postsecondary education  
6 and the job market.

7 (e) Information on potential postsecondary and career pathways.

8 (f) Counseling on preparing for and applying to college.

9 (g) Personal and job readiness skills development.

10 (h) Comprehensive information on college costs and financial aid.

11 (i) College and career assessments.

12 (j) Computer-based instruction, practice, or remediation.

13 (3) The department shall post online an announcement of the Michigan high school  
14 equivalency-to-school program, minimum standards for high school equivalency preparation  
15 program approval, and approval procedures.

16 (4) The department shall do all of the following:

17 (a) Develop procedures consistent with this section under which individuals can take  
18 the high school equivalency test without charge.

19 (b) Provide program information for educators and students on the department  
20 website, including explanations of the procedures developed under this subsection, and  
21 contact information for questions about the program.

22 (c) Provide an estimate of the full-year cost of the program to the senate and house  
23 appropriations subcommittees on general government, the senate and house fiscal agencies,  
24 and the state budget director.

25 (5) By September 30, the department shall report to the relevant senate and house  
26 appropriations subcommittees, the senate and house fiscal agencies, and the state budget  
27 director on utilization of the high school equivalency incentive program, including numbers  
28 of high school equivalency certifications issued by location, year-to-date expenditures,

1 and numbers of participants qualifying under subsection (1)(b)(i) or (ii), or both.

2 Sec. 11-1073. The funds appropriated in part 1 for the Michigan reconnect grant  
3 program shall be distributed pursuant to the Michigan reconnect grant act, 2020 PA 84, MCL  
4 390.1701 to 390.1709. In compliance with section 5 of the Michigan reconnect grant act,  
5 2020 PA 84, MCL 390.1705, the funds appropriated in part 1 shall be expended to award  
6 grants, administer the program, and support the duties outlined in section 5 of the  
7 Michigan reconnect grant act, 2020 PA 84, MCL 390.1705.

8 Sec. 11-1074. The unemployment insurance agency shall provide a report updated at  
9 least quarterly that includes, but is not limited to, fiscal year-to-date administrative  
10 expenditures by division and program unit. Each quarterly report shall be transmitted  
11 within 60 days after the end of the quarter. The report shall be provided to the house and  
12 senate chairpersons of the relevant subcommittees, the house and senate appropriations  
13 committees, the house and senate fiscal agencies, and the state budget director.

14 Sec. 11-1075. (1) From the funds appropriated in part 1, the department on behalf of  
15 the unemployment insurance agency shall provide a quarterly report within 15 days after the  
16 end of each quarter that includes, but is not limited to, the following:

17 (a) The average number of unique claimants for the quarter.

18 (b) The average number of eligible claimants with certification for the quarter.

19 (c) The average number of claims paid for the quarter.

20 (d) The total amount of standard unemployment insurance payments paid for the  
21 quarter.

22 (e) The total amount of unemployment insurance tax generated for the quarter.

23 (f) The balance of the Michigan unemployment trust fund at the end of the quarter.

24 (2) The department shall include the same information required in subsection (1) for  
25 the previous 12 months. The department shall include the most recent quarterly report on  
26 the department's webpage.

27 Sec. 11-1076. From the funds appropriated in part 1, the department shall provide a  
28 quarterly report within 15 days after the end of each quarter to the members of the senate

and house committees on appropriations, the senate and house fiscal agencies, and the state budget director that includes, but is not limited to, the following:

(a) The number of new fraudulent and noncompliant cases that have been identified or issued by the unemployment insurance agency, classified by employer or claimant, during the quarter.

(b) The total amount of penalties and interest issued on fraudulent and noncompliant cases during the quarter.

(c) The total amount of penalties and interest dollars received during the quarter by employer or claimant.

(d) The total amount of collectible penalties and interest still owed to the state by employer or claimant.

(e) The number of fraudulent and noncompliant cases that have been appealed by an employer or claimant during the quarter.

Sec. 11-1077a. Funds appropriated in part 1 for the unemployment insurance agency may be used by the unemployment insurance agency to increase capacity by an estimated 700.0 limited-term FTE positions.

Sec. 11-1078. (1) From the funds appropriated in part 1 for the unemployment insurance agency, the department shall maintain customer service standards for employers and claimants making use of the various means by which they can access the system.

(2) The department shall identify specific outcomes and performance metrics for this initiative, including, but not limited to, the following:

(a) Unemployment benefit fund balance.

(b) Process improvement - fiscal integrity.

(c) Process improvement - determination timeliness.

(d) Process improvement - determination quality.

#### **REHABILITATION SERVICES**

Sec. 11-1081. The Michigan rehabilitation services and bureau of services for blind

1 persons shall work collaboratively with service organizations and government entities to  
2 identify allowable match dollars to secure available federal vocational rehabilitation  
3 funds.

4 Sec. 11-1082. From the funds appropriated in part 1, the department shall provide an  
5 annual report by February 1 to the house and senate appropriations subcommittees on the  
6 department budget, the house and senate fiscal agencies, the house and senate policy  
7 offices, and the state budget director. The report shall include, but is not limited to,  
8 the following line items:

9 (a) Plans to integrate Michigan rehabilitative services programs into other services  
10 provided by the department.

11 (b) Quarterly expenditures by major spending category.

12 (c) Employment and job retention rates from Michigan rehabilitation services.

13 (d) Success rate of each district in achieving the program goals.

14 Sec. 11-1083. (1) From the funds appropriated in part 1 for Michigan rehabilitation  
15 services, the department may allocate funding and available federal match to support the  
16 provision of vocational rehabilitation services to eligible agricultural workers with  
17 disabilities. Authorized services shall assist agricultural workers with disabilities in  
18 acquiring or maintaining quality employment and independence.

19 (2) By March 1 of the current fiscal year, the department shall report to the senate  
20 and house appropriations subcommittees on the department budget, the senate and house  
21 fiscal agencies, the senate and house policy offices, and the state budget director on the  
22 total number of clients served and the total amount of federal matching funds obtained  
23 throughout the duration of the program.

24 Sec. 11-1084. If the department is at risk of entering into an order of selection  
25 for services, the department shall notify the chairs of the senate and house appropriations  
26 subcommittees on the department budget and the senate and house fiscal agencies and policy  
27 offices within 2 weeks of receiving notification.

28 Sec. 11-1086. (1) Funds appropriated in part 1 for independent living shall be used



1 to support the general operations of centers for independent living in delivering mandated  
2 independent living services in compliance with federal rules and regulations for the  
3 centers, by existing centers for independent living to serve underserved areas, and for  
4 projects to build the capacity of centers for independent living to deliver independent  
5 living services. Applications for the funds shall be reviewed in accordance with criteria  
6 and procedures established by the department. Funds shall be used in a manner consistent  
7 with the state plan for independent living. Services provided should assist people with  
8 disabilities to move toward self-sufficiency, including support for accessing  
9 transportation and health care, obtaining employment, community living, nursing home  
10 transition, information and referral services, education, youth transition services,  
11 veterans, and stigma reduction activities and community education. This includes the  
12 independent living guide services that specifically focus on economic self-sufficiency. The  
13 funds appropriated in part 1 may be used to leverage federal vocational rehabilitation  
14 funds, if available. If the possibility of matching federal funds exists, the centers for  
15 independent living network will negotiate a cooperative agreement with Michigan  
16 rehabilitation services.

17 (2) In partnership with service providers, the department shall provide a report by  
18 March 1 of the current fiscal year to the relevant subcommittees, the house and senate  
19 appropriations committees, the house and senate fiscal agencies, the house and senate  
20 policy offices, and the state budget director on direct customer and system outcomes and  
21 performance measures.

22 Sec. 11-1087. (1) The appropriation in part 1 for the bureau of services for blind  
23 persons includes funds for case services. These funds may be used for tuition payments for  
24 blind clients.

25 (2) Revenue collected by the bureau of services for blind persons and from private  
26 and local sources that is unexpended at the end of the fiscal year may carry forward to the  
27 subsequent fiscal year.

28 Sec. 11-1088. The bureau of services for blind persons may provide and enter into

1 agreements to provide general services, training, meetings, information, special equipment,  
 2 software, facility use, and technical consulting services to other principal executive  
 3 departments, state agencies, local units of government, the judicial branch of government,  
 4 other organizations, and patrons of department facilities. The department may charge fees  
 5 for these services that are reasonably related to the cost of providing the services. In  
 6 addition to the funds appropriated in part 1, funds collected by the department for these  
 7 services are appropriated for all expenses necessary. The funds appropriated under this  
 8 section are allotted for expenditure when they are received by the department of treasury.

9       Sec. 11-1089. (1) The funds appropriated in part 1 for a regional or subregional  
 10 library shall not be released until a budget for that regional or subregional library has  
 11 been approved by the department for expenditures for library services directly serving the  
 12 blind and persons with disabilities.

13       (2) In order to receive subregional state aid as appropriated in part 1, a regional  
 14 or subregional library's fiscal agency shall agree to maintain local funding support at the  
 15 same level in the current fiscal year as in the fiscal agency's preceding fiscal year. If a  
 16 reduction in expenditures equally affects all agencies in a local unit of government that  
 17 is the regional or subregional library's fiscal agency, that reduction shall not be  
 18 interpreted as a reduction in local support and shall not disqualify a regional or  
 19 subregional library from receiving state aid under part 1. If a reduction in income affects  
 20 a library cooperative or district library that is a regional or subregional library's  
 21 fiscal agency or a reduction in expenditures for the regional or subregional library's  
 22 fiscal agency, a reduction in expenditures for the regional or subregional library shall  
 23 not be interpreted as a reduction in local support and shall not disqualify a regional or  
 24 subregional library from receiving state aid under part 1.

## 25 26 COMMISSIONS

27       Sec. 11-1090. From the funds appropriated in part 1, the office of global Michigan  
 28 is to coordinate with the Asian Pacific American affairs commission, the Commission on

1 Middle Eastern American affairs, and the Hispanic/Latino commission of Michigan to produce  
 2 a report by January 31 that is to be transmitted to the senate and house subcommittee  
 3 chairpersons of the relevant subcommittees, the senate and house appropriations committees,  
 4 the senate and house fiscal agencies, and the state budget director. The report shall  
 5 include, but is not limited to, the following:

6 (a) Total number of people with whom each commission directly interacts through  
 7 programming.

8 (b) Total number of public events that each commission conducted.

9 (c) Description of the activities that the commissions initiated to promote  
 10 cooperation between the commissions.

11 (d) Total number of meetings that each commission held with foreign diplomats.

12 (e) Programmatic costs of each commission.

13 Sec. 11-1092. The office of global Michigan must produce a report by January 31 and  
 14 transmit the report to the subcommittees, the senate and house fiscal agencies, and the  
 15 state budget director. The report may include other information, but it must include all of  
 16 the following:

17 (a) The number of refugee arrivals including the job placement rate of those  
 18 actively receiving services under the global Michigan grants, and the average wage and  
 19 initial job placements for those individuals.

20 (b) The number of program/partner/employer referrals conducted through the Michigan  
 21 international talent solutions program.

22 (c) A description of the activities that the office has conducted to attract and  
 23 retain international, advanced degree, and entrepreneurial talent.

#### 24 25 **ONE-TIME APPROPRIATIONS**

26 Sec. 11-1094. (1) From the one-time funds appropriated in part 1, the Michigan  
 27 council for arts and cultural affairs shall establish and administer a nature, science, and  
 28 cultural experiences competitive grant program. Grants shall be awarded to cultural,

1 educational, or governmental organizations that are anchors and catalysts within their  
2 communities. The grants should focus on projects that bring art, science, nature, history,  
3 and culture to Michigan residents, provide an economic benefit to Michigan communities, and  
4 preserve and celebrate Michigan's cultural diversity and natural beauty.

5 (2) The Michigan council for arts and cultural affairs shall develop a distinct  
6 application process including selection criteria for the nature, science, and cultural  
7 experiences competitive grant program which shall be posted on the Michigan council for  
8 arts and cultural affairs website and includes, but is not limited to, the following:

9 (a) On or before February 1, the council shall publish proposed application  
10 criteria, instructions, and forms for use by prospective applicants. The Michigan council  
11 for arts and cultural affairs may determine the appropriate deadline for applications.

12 (b) Awards shall be made on or before June 15. A complete list of awardees may be  
13 posted on the Michigan council for arts and cultural affairs website within one day of  
14 making the awards.

15 (c) Awards shall be disbursed in a manner prescribed by the department.

16 (d) Grantees shall be required to provide a 50 percent match for the project.

17 (e) Award recipients must provide a status report in a manner prescribed by the  
18 department.

19 Sec. 11-1095. (1) From the funds appropriated in part 1 for international talent  
20 attraction, the department shall establish a grant program for the purpose of attracting  
21 established and start-up businesses founded or headquartered outside of the United States  
22 to either locate or relocate their corporate headquarters to this state. The department  
23 shall identify specific market areas in which to focus these attraction efforts.

24 (2) Grants awarded under this section shall only be distributed to Michigan-based  
25 entities with experience in international trade, venture capital, and private equity  
26 markets in Michigan. Funds distributed under in this section may be used to:

27 (a) Identify, evaluate, attract, or establish businesses and entrepreneurs best  
28 suited to locate or relocate their corporate headquarters to this state.

1 (b) To provide business assistance services to businesses and entrepreneurs locating  
2 or relocating their corporate headquarters to this state under this section.

3 (3) Entities awarded grants under this section shall report the following to the  
4 department by September 1, 2023:

5 (a) The number of businesses and start-up businesses that were identified to  
6 relocate to this state.

7 (b) Barriers that have prevented businesses and entrepreneurs from relocating their  
8 headquarters to the state.

9 (c) The number of businesses that have relocated or are in the process of relocating  
10 to this state.

11 (4) The department shall report to the senate and house appropriations committees,  
12 the senate and house appropriations subcommittees for the department, the senate and house  
13 fiscal agencies and the state budget director by September 30, 2023 on the information  
14 provided in subsection (3) in summary fashion and by grantee.

15 Sec. 11-1096. (1) From the funds appropriated in part 1 for the Michigan regional  
16 empowerment program, the department shall support the growth, development, diversification  
17 and resiliency of regional economies in the state by creating a competitive grant program  
18 to leverage state, local and multi-jurisdictional partnerships through transformational  
19 investments that fulfill the objectives of local strategic plans and provide long-term  
20 sustainable economic benefit to the local region and the state.

21 (2) The department shall develop program guidelines and eligibility criteria for the  
22 program and post that information on its publicly accessible website no less than 60 days  
23 prior to the due date of the application. The program guidelines developed by the  
24 department, at a minimum, shall include the following:

25 (a) Eligible applicants shall be local units of government that include one or more  
26 multi-jurisdictional quasi-governmental agency, non-profit organization, or tribal  
27 government as part of a collaborative partnership. The economic regions may be self-  
28 determined by local governments and their multi-jurisdictional partners. The department

1 shall ensure there is geographic equity in the selection of grant awards.

2 (b) Eligible projects shall be transformational and derived from existing local  
3 government or multi-jurisdictional economic development or other long-term strategic plans  
4 approved by the respective governing body that provide long-term sustainable economic  
5 benefit to the local region and the state. Eligible projects may include, but are not  
6 limited to, affordable housing, broadband access and adoption, small business development,  
7 commercial and mixed-use development, manufacturing, agricultural production, capital  
8 infrastructure, education and workforce development, and tourism.

9 (c) Selection criteria shall include, but is not limited to, the following:

10 (i) Transformational nature of the project and its significant long-term economic  
11 benefit to the region.

12 (ii) Multijurisdictional, intergovernmental, industry, business, labor, non-profit  
13 and other community support.

14 (iii) Local cost share.

15 (iv) Impact on economically distressed communities and residents from  
16 underrepresented populations.

17 (v) Potential for cost savings or increased tax revenue to local units of  
18 government.

19 (vi) Projected increased economic activity to the region.

20 (vii) Long-term sustainability of the investment to the region's economy.

21 (d) A local cost share of no less than 50 percent shall be required for each project  
22 that includes an applicant county with a population of 350,000 or greater. A local cost  
23 share of no less than 35 percent shall be required for each project that includes an  
24 applicant county with a population between 100,000 and 349,999. A local cost share of no  
25 less than 20 percent in which all applicant counties have a population of 99,999 or less.  
26 The county population totals shall be drawn from the 2020 U.S. Census Bureau State  
27 Redistricting Data. The local cost share may be derived from any source, including from  
28 local government, quasi-governmental, non-profit, philanthropic, and private resources.

1           (3) The department shall execute a grant agreement with each awardee as a condition  
2 of the award. The grant agreement shall include, but is not limited to, a description of  
3 the project for which the grant funds will be expended, including tentative timeline,  
4 estimated budget and commitment of local cost share resources. No expenditures outside of  
5 the project purpose, as stated in the executed grant agreement, shall be expended from  
6 appropriations in part 1. The awardee shall provide sufficient documentation, as determined  
7 by the department, to verify that all expenditures were made in accordance with the project  
8 purpose. The department shall require the submission of quarterly reports from the awardee  
9 that provide the status of the project and the accounting of all funds expended by the  
10 awardee to-date. The department shall also require a claw-back provision that allows the  
11 state to recoup or otherwise collect any funds that are declined, unspent, or otherwise  
12 misused. The awardee shall respond to all reasonable information requests from the  
13 department related to the grant or expenditures from the grant and shall retain grant  
14 records for a period of not less than 3 years, and consent to audit and site visits as  
15 determined by the department. All funds awarded shall be expended by September 30, 2025. If  
16 at that time, as evidenced by the quarterly reports, any unexpended state funds remain,  
17 those funds shall be returned by the grantee to the state treasury. The state budget  
18 director may, on a case-by-case basis, extend this deadline, upon request by an awardee.

19           (4) If an awardee does not provide information sufficient to execute a grant  
20 agreement by August 15, 2023, state funds associated with that grant shall not be disbursed  
21 and shall be subsequently awarded by the department within 30 days to other applicant  
22 projects in a manner consistent with the published program guidelines and eligibility  
23 criteria.

24           (5) The department may expend up to 1.5 percent and is authorized 1.0 limited-term  
25 FTE position for administration of the program.

26           (6) Within 60 days of the last award being made pursuant to the procedures in  
27 subsection (4), the department shall report to the senate and house appropriations  
28 committees, the senate and house appropriations subcommittees for the department, the

1 senate and house fiscal agencies, and the state budget director the name of the awardee, a  
2 summary of the project, the county that the awardee is located, and the amount of the  
3 award.

4 Sec. 11-1097. From the funds appropriated in part 1 for the statewide pre-  
5 apprenticeship program, \$10,000,000.00 shall be awarded to a nonprofit 501(c)(3)  
6 corporation with demonstrated effectiveness in the administration of an apprenticeship  
7 readiness program that increases the state's talent pool in building trades and  
8 construction, or other skilled trades occupations. The demonstrated effectiveness must  
9 include prior experience in administering programs in multiple regions in Michigan. The  
10 apprenticeship readiness program shall enroll Michigan residents into pre-apprenticeship  
11 training that will assist them in achieving employment in the expanding building trades and  
12 construction industry, or skilled trades occupations in other industries. The program shall  
13 prioritize pre-apprenticeship training in economically distressed communities and target  
14 residents from underrepresented populations, including, but not limited to, unemployed,  
15 underemployed, low-income, minorities, and women, providing them with the skills needed for  
16 immediate entry into federally registered apprenticeship programs with contractors in the  
17 building trades and construction industry, or skilled trades occupations in other  
18 industries.

19 Sec. 11-1098. (1) The funds appropriated in part 1 for transformational education  
20 infrastructure are intended to challenge innovation and new collaborative approaches among  
21 higher education institutions and other synergistic partners in health science, medical  
22 education, and the electrification of vehicles and mobility to ensure Michigan remains at  
23 the forefront leading advancement in these fields. Program guidelines and eligibility  
24 criteria for the award of competitive grants in these fields shall be developed by the  
25 department and include, at a minimum, the following:

26 (a) No less than \$100,000,000.00 shall be distributed to an eligible entity as a  
27 grant in support of a collaborative project to improve medical education and health  
28 sciences within this state. The purpose of this grant is to improve access to medical



1 education, to develop state-of-the-art cancer research laboratories, and improve community  
2 health infrastructure and access. A grant awarded in this section shall not account for  
3 more than 25 percent of the total estimated project cost. An eligible entity under  
4 subsection 1(a) shall include a public institution of higher education that has entered  
5 into a partnership agreement with a National Cancer Institute comprehensive cancer center.

6 (b) No less than \$130,000,000.00 shall be distributed to an eligible entity as a  
7 grant in support of a collaborative project to improve electric vehicle teaching, training,  
8 and development opportunities in this state. The purpose of this grant is to increase  
9 educational opportunities within a college of engineering specific to electric vehicles and  
10 to develop an economic development strategy within this state to address the emerging  
11 electric vehicle market through research, development, and manufacturing jobs. An eligible  
12 entity under subsection 1(b) shall include a public institution of higher education in this  
13 state that has developed a collaborative and diverse research consortia with at least one  
14 other public higher education institution in this state and Michigan-based companies with  
15 expertise in automotive manufacturing and electric vehicle construction.

16 (2) The department shall submit a report no later than September 30, 2023, to the  
17 senate and house appropriations committees, the senate and house appropriations  
18 subcommittees for the department, the senate and house fiscal agencies and the state budget  
19 director on the entities to whom the grants were awarded, a brief description of the  
20 awarded project, key milestones and timelines, and the total amount of the award.

21 Sec. 11-1099. (1) From the one-time funds appropriated in part 1, the state land  
22 bank authority shall establish and administer an attainable homeownership and  
23 apprenticeship program. These funds shall be used to support the acquisition, renovation,  
24 and resale of properties in land bank inventories to increase access to attainable housing  
25 and expand apprenticeship training opportunities in communities across the state. Funds  
26 shall be used to subsidize the difference between acquisition and renovation cost, and  
27 mortgageable value for low-to-moderate income households between 60 - 120 percent of the  
28 area median income.

1           (2) The state land bank authority in consultation with the Michigan state housing  
2 development authority, the department of labor and economic opportunity, and the Michigan  
3 office of rural development, established in Executive Directive 2022-1, shall develop  
4 program guidelines to be posted on the department's publicly accessible website on or  
5 before December 1, 2022. Program guidelines shall include, but are not limited to, the  
6 following:

7           (a) The state land bank authority shall collaborate with county land banks to  
8 identify qualifying properties for participation in the program. No less than 20 percent of  
9 the funds allocated for acquisition and renovation shall be allocated to rural county land  
10 banks.

11           (b) The state land bank authority shall coordinate with developers for the  
12 renovation of acquired homes. All participating developers are required to partner with a  
13 local workforce development program for apprenticeship training and require paid  
14 apprentices on each home renovated through this program.

15           (c) The program shall require a 50 percent local match from partnering entities. If  
16 necessary, the state land bank authority may modify this match requirement for partnering  
17 entities in rural counties with a population less than 50,000 per the U.S. Census Bureau  
18 2020 State Redistricting Data to enable their participation in the program.

19           (3) The department shall report to the senate and house appropriations committees,  
20 the senate and house appropriations subcommittees for the department, the senate and house  
21 fiscal agencies, and the state budget director by September 30, 2023 on the status of the  
22 program. This report shall include, but is not limited to, the following:

23           (a) The number of houses acquired, renovated, and resold through this program, by  
24 county.

25           (b) Number of paid apprentices working on houses renovated through this program, by  
26 county.

27           (c) Average renovation cost for houses acquired, renovated, and resold, by county.

28           (d) Average sale price of houses renovated and sold through the program, by county.

1           Sec. 11-1100. (1) From the funds appropriated in part 1 for Michigan local heroes  
2 marketing campaign, the department shall develop a comprehensive statewide marketing  
3 campaign that promotes public service careers and encourages current and future job seekers  
4 to explore in demand career pathways as police officers, firefighters, health care workers,  
5 teachers, or in any of the many other public service professions in which they can serve  
6 their community. These funds shall support the following activities:

7           (a) A comprehensive statewide marketing campaign.

8           (b) A co-marketing program with local Michigan Works! agencies to tailor messaging  
9 to local community needs.

10          (c) Upgrades to job matching information technology systems.

11          (d) Market research to explore the barriers to filling public sector occupations and  
12 to understand how Michigan's labor force participation impacts these occupations.

13          (2) The department may expend up to 5 percent for expenses related to the  
14 implementation of this program including hiring up to 2.0 limited-term FTE positions.

15           Sec. 11-1101. From the funds appropriated in part 1 for talent retention and  
16 expansion, \$20,000,000.00 shall be used for sector strategies in key industries to support  
17 the creation of good and promising jobs that make Michigan's economy more resilient by  
18 addressing talent shortages in current and future growth sectors in every region of the  
19 state. Funds may be used for, but not limited to, convening and developing employer-led  
20 collaboratives to address talent gaps, as well as for training and activities proposed by  
21 employer-led collaboratives to address identified workforce needs. Up to 3 percent of the  
22 funds appropriated for this section may be retained by the department for administration.

23           Sec. 11-1102. From the funds appropriated in part 1 for barrier removal and  
24 employment supports, \$15,000,000.00 shall be used for the employment, reemployment, and  
25 removal of barriers for at-risk individuals, including the asset limited income constrained  
26 employed population, as defined by the United Way. Employment supports and barrier removal  
27 may include, but is not limited to, services focused on transportation, childcare, clothing  
28 needs, tools for work, and other barriers that prevent individuals from entering and

1 staying in the workforce. Up to 3 percent of the funds appropriated for this section may be  
2 retained by the department for administration.

3 Sec. 11-1103. (1) From the funds appropriated in part 1 for young professionals  
4 plus, \$15,000,000.00 shall be used to provide work experience, career exploration, and  
5 career preparedness for youth and young adults ages 14 to 24 who earn or whose families  
6 earn an income at or below the asset limited income constrained employed threshold, as  
7 defined by the United Way. Activities supported with these funds may include, but are not  
8 limited to:

9 (a) Wages for paid work experiences.

10 (b) Employability skills and job readiness training

11 (c) Classroom training

12 (d) Stipends for participating in career exploration or career preparedness  
13 activities.

14 (2) Up to 3 percent of the funds appropriated for this section may be retained by  
15 the department for administration.

**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, 2023, and are anticipated to be appropriated for the fiscal year ending September 30, 2024, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

**LEGISLATURE****APPROPRIATION SUMMARY**

<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>212,605,800</b>	<b>\$</b>	<b>212,605,800</b>
Total interdepartmental grants and interdepartmental transfers .....		6,654,800		6,654,800
<b>ADJUSTED GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>205,951,000</b>	<b>\$</b>	<b>205,951,000</b>
Total federal revenues .....		0		0
Total local revenues .....		0		0
Total private revenues .....		428,300		428,300
Total other state restricted revenues .....		7,295,000		7,295,000
State general fund/general purpose .....	<b>\$</b>	<b>198,227,700</b>	<b>\$</b>	<b>198,227,700</b>
<i>State general fund/general purpose schedule:</i>				
<i>Ongoing state general fund/general purpose .....</i>		<i>198,227,700</i>		<i>198,227,700</i>
<i>One-time state general fund/general purpose .....</i>		<i>0</i>		<i>0</i>
<b>Sec. 12-102. LEGISLATURE</b>				
Senate .....	<b>\$</b>	<b>45,667,400</b>	<b>\$</b>	<b>45,667,400</b>
Senate automated data processing .....		2,772,600		2,772,600
Senate fiscal agency .....		4,337,300		4,337,300
House of representatives .....		67,355,100		67,355,100

1	House automated data processing .....	2,772,600	2,772,600
2	House fiscal agency .....	<u>4,337,300</u>	<u>4,337,300</u>
3	<b>GROSS APPROPRIATION .....</b>	<b>\$ 127,242,300</b>	<b>\$ 127,242,300</b>
4	Appropriated from:		
5	Special revenue funds:		
6	State general fund/general purpose .....	\$ 127,242,300	\$ 127,242,300
7	<b>Sec. 12-103. LEGISLATIVE COUNCIL</b>		
8	Legislative corrections ombudsman .....	\$ 1,078,200	\$ 1,078,200
9	Legislative council .....	14,834,700	14,834,700
10	Legislative service bureau automated data processing .	3,222,100	3,222,100
11	Michigan veterans facility ombudsman .....	337,500	337,500
12	National association dues .....	610,800	610,800
13	Worker's compensation .....	<u>162,200</u>	<u>162,200</u>
14	<b>GROSS APPROPRIATION .....</b>	<b>\$ 20,245,500</b>	<b>\$ 20,245,500</b>
15	Appropriated from:		
16	Special revenue funds:		
17	State general fund/general purpose .....	\$ 20,245,500	\$ 20,245,500
18	<b>Sec. 12-104. LEGISLATIVE RETIREMENT SYSTEM</b>		
19	General nonretirement expenses .....	\$ <u>5,751,000</u>	\$ <u>5,751,000</u>
20	<b>GROSS APPROPRIATION .....</b>	<b>\$ 5,751,000</b>	<b>\$ 5,751,000</b>
21	Appropriated from:		
22	Special revenue funds:		
23	Other state restricted revenues .....	1,338,300	1,338,300
24	State general fund/general purpose .....	\$ 4,412,700	\$ 4,412,700
25	<b>Sec. 12-105. PROPERTY MANAGEMENT</b>		
26	Binsfeld Office Building .....	\$ 8,562,800	\$ 8,562,800
27	Cora Anderson building .....	<u>12,550,600</u>	<u>12,550,600</u>
28	<b>GROSS APPROPRIATION .....</b>	<b>\$ 21,113,400</b>	<b>\$ 21,113,400</b>

1	Appropriated from:			
2	Special revenue funds:			
3	State general fund/general purpose .....	\$	21,113,400	\$ 21,113,400
4	<b>Sec. 12-106. STATE CAPITOL HISTORIC SITE</b>			
5	Bond/lease obligations .....	\$	100	\$ 100
6	General operations .....		6,020,200	6,020,200
7	Restoration, renewal, and maintenance .....		<u>3,627,400</u>	<u>3,627,400</u>
8	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>9,647,700</b>	<b>\$ 9,647,700</b>
9	Appropriated from:			
10	Special revenue funds:			
11	Private revenues .....		428,300	428,300
12	Other state restricted revenues .....		3,627,400	3,627,400
13	State general fund/general purpose .....	\$	5,592,000	\$ 5,592,000
14	<b>Sec. 12-107. OFFICE OF THE AUDITOR GENERAL</b>			
15	Unclassified salaries .....	\$	397,000	\$ 397,000
16	Field operations .....		<u>28,208,900</u>	<u>28,208,900</u>
17	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>28,605,900</b>	<b>\$ 28,605,900</b>
18	Appropriated from:			
19	Interdepartmental grant revenues:			
20	IDG from department of health and human services .....		34,000	34,000
21	IDG from department of labor and economic opportunity .....		418,100	418,100
22	IDG from department of licensing and regulatory			
23	affairs .....		106,600	106,600
24	IDG from department of military and veterans affairs .		54,400	54,400
25	IDG from department of state police .....		45,400	45,400
26	IDG from department of technology, management and			
27	budget .....		927,500	927,500
28	IDG from department of transportation .....		1,240,700	1,240,700

1	IDG from department of treasury .....	321,900	321,900
2	IDG from other restricted funding .....	3,506,200	3,506,200
3	Special revenue funds:		
4	21st century jobs fund .....	106,900	106,900
5	Other state restricted revenues .....	2,222,400	2,222,400
6	State general fund/general purpose .....	\$ 19,621,800	\$ 19,621,800

7

8

PART 2

9

PROVISIONS CONCERNING APPROPRIATIONS

10

FISCAL YEAR 2023

11

12 **GENERAL SECTIONS**

13

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 2023 is  
\$205,522,700.00 and state spending from state sources to be paid to local units of  
government for fiscal year 2023 is \$0.00.

17

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.

19

Sec. 12-203. As used in this article:

20

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

21

(b) "IDG" means interdepartmental grant.

22

Sec. 12-214. Total authorized appropriations from all sources under part 1 for  
legacy costs for the fiscal year ending September 30, 2023 are \$27,555,100.00. From this  
amount, total agency appropriations for pension-related legacy costs are estimated at  
\$16,729,700.00. Total agency appropriations for retiree health care legacy costs are  
estimated at \$10,825,400.00.

27

28 **LEGISLATURE**



1           Sec. 12-600. The senate, the house of representatives, or an agency within the  
2 legislative branch may receive, expend, and transfer funds in addition to those authorized  
3 in part 1.

4           Sec. 12-601. (1) Funds appropriated in part 1 to an entity within the legislative  
5 branch shall not be expended or transferred to another account without written approval of  
6 the authorized agent of the legislative entity. If the authorized agent of the legislative  
7 entity notifies the state budget director of its approval of an expenditure or transfer  
8 before the year-end book-closing date for that legislative entity, the state budget  
9 director shall immediately make the expenditure or transfer. The authorized legislative  
10 entity agency shall be designated by the speaker of the house of representatives for house  
11 entities, the senate majority leader for senate entities, and the legislative council for  
12 legislative council entities.

13           (2) Funds appropriated within the legislative branch, to a legislative council  
14 component, shall not be expended by any agency or other subgroup included in that component  
15 without the approval of the legislative council.

16           Sec. 12-602. The senate may charge rent and assess charges for utility costs. The  
17 amounts received for rent charges and utility assessments are appropriated to the senate  
18 for the renovation, operation, and maintenance of the Binsfeld Office Building.

19           Sec. 12-603. (1) From the appropriation contained in part 1 for national association  
20 dues, the first \$34,800.00 shall be paid to the National Conference of Commissioners of  
21 Uniform State Laws. The remaining funds shall be distributed accordingly by the legislative  
22 council.

23           (2) If any funds remain after all required dues payments have been made as specified  
24 in subsection (1), the Legislative Council may approve the use of up to \$10,000.00 to pay  
25 for the registration fees of any state employees who serve as board members to any of the  
26 national associations receiving state funds for annual dues to attend that national  
27 association's annual conference. If any of the \$10,000.00 remains after national board  
28 member's registration fees are paid, the remaining funds may be used to pay for the

1 registration fees for any other state employees to attend the annual conference of any of  
2 the national associations receiving state funds for annual dues as prescribed in subsection  
3 (1).

4 Sec. 12-604. (1) The appropriation in part 1 to the Michigan state capitol historic  
5 site includes funds to operate the legislative parking facilities in the capitol area. The  
6 Michigan state capitol commission shall establish rules regarding the operation of the  
7 legislative parking facilities.

8 (2) The Michigan state capitol commission shall collect a fee from state employees  
9 and the general public using certain legislative parking facilities. The revenues received  
10 from the parking fees are appropriated upon receipt and shall be allocated by the Michigan  
11 state capitol commission.

12 Sec. 12-605. The unexpended funds appropriated in part 1 for the legislative council  
13 are designated as a work project appropriation, and any unencumbered or unallotted funds  
14 shall not lapse at the end of the fiscal year and shall be available for expenditures for  
15 projects under this section until the projects have been completed. The following is in  
16 compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

17 (a) The purpose of the project is publication of the Michigan manual.

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

20 (c) The total estimated cost of the project is \$3,000,000.00.

21 (d) The tentative completion date is September 30, 2027.

22 Sec. 12-606. The unexpended funds appropriated in part 1 for property management are  
23 designated as a work project appropriation, and any unencumbered or unallotted funds shall  
24 not lapse at the end of the fiscal year and shall be available for expenditures for  
25 projects under this section until the projects have been completed. The following is in  
26 compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

27 (a) The purpose of the project is to purchase equipment and services for building  
28 maintenance in order to ensure a safe and productive work environment.

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

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

(d) The tentative completion date is September 30, 2027.

Sec. 12-607. The unexpended funds appropriated in part 1 for automated data processing are designated as a work project appropriation, and any unencumbered or unallotted funds shall not lapse at the end of the fiscal year and shall be available for expenditures for projects under this section until the projects have been completed. The following is in compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to purchase equipment, software, and services in order to support and implement data processing requirements and technology improvements.

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

(c) The total estimated cost of the project is \$3,000,000.00.

(d) The tentative completion date is September 30, 2027.

Sec. 12-608. In addition to funds appropriated in part 1, the Michigan capitol committee publications save the flags fund account may accept contributions, gifts, bequests, devises, grants, and donations. Those funds that are not expended in the fiscal year ending September 30 shall not lapse at the close of the fiscal year and shall be carried forward for expenditure in the following fiscal years.

#### **LEGISLATIVE AUDITOR GENERAL**

Sec. 12-620. Pursuant to section 53 of article IV of the state constitution of 1963, the auditor general shall conduct audits of the executive, judicial, and legislative branches.

Sec. 12-621. (1) The auditor general shall take all reasonable steps to ensure that certified minority- and women-owned and operated accounting firms, and accounting firms

1 owned and operated by persons with disabilities participate in the audits of the books,  
2 accounts, and financial affairs of each principal executive department, branch,  
3 institution, agency, and office of this state.

4 (2) The auditor general shall strongly encourage firms with which the auditor  
5 general contracts to perform audits of the principal executive departments and state  
6 agencies to subcontract with certified minority- and women-owned and operated accounting  
7 firms, and accounting firms owned and operated by persons with disabilities.

8 (3) The auditor general shall compile an annual report regarding the number of  
9 contracts entered into with certified minority- and women-owned and operated accounting  
10 firms, and accounting firms owned and operated by persons with disabilities. The auditor  
11 general shall deliver the report to the state budget director and the senate and house of  
12 representatives standing committees on appropriations subcommittees on general government  
13 by November 1 of each year.

14 Sec. 12-622. From the funds appropriated in part 1 to the legislative auditor  
15 general, the auditor general's salary and the salaries of the remaining 2.0 FTE  
16 unclassified positions shall be set by the speaker of the house of representatives, the  
17 senate majority leader, the house of representatives minority leader, and the senate  
18 minority leader.

19 Sec. 12-623. Any audits, reviews, or investigations requested of the auditor general  
20 by the legislature or by legislative leadership, legislative committees, or individual  
21 legislators shall include an estimate of the additional costs involved and, when those  
22 costs exceed \$50,000.00, should provide supplemental funding. The auditor general shall  
23 determine whether to perform those activities in keeping with Operations Manual Policy No.  
24 2-26, which describes the office of the auditor general's policy on responding to  
25 legislative requests.

26 Sec. 12-627. The unexpended funds appropriated in part 1 for field operations are  
27 designated as a work project appropriation, and any unencumbered or unallotted funds shall  
28 not lapse at the end of the fiscal year and shall be available for expenditures for

1 projects under this section until the projects have been completed. The following is 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 conduct the state of Michigan comprehensive  
4 annual financial report.

5 (b) The project will be accomplished by utilizing state employees.

6 (c) The total estimated cost of the project is \$3,000,000.00.

7 (d) The tentative completion date is September 30, 2027.

**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, 2023, and are anticipated to be appropriated for the fiscal year ending September 30, 2024, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

**DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS****APPROPRIATION SUMMARY**

Full-time equated unclassified positions .....	30.0	30.0
Full-time equated classified positions .....	1,844.9	1,844.9
<b>GROSS APPROPRIATION .....</b>	<b>\$ 513,345,500</b>	<b>\$ 504,001,900</b>
Total interdepartmental grants and interdepartmental transfers .....	47,026,900	47,026,900
<b>ADJUSTED GROSS APPROPRIATION .....</b>	<b>\$ 466,318,600</b>	<b>\$ 456,975,000</b>
Total federal revenues .....	29,659,200	29,659,200
Total local revenues .....	0	0
Total private revenues .....	0	0
Total other state restricted revenues .....	248,065,900	244,722,300
State general fund/general purpose .....	\$ 188,593,500	\$ 182,593,500
<i>State general fund/general purpose schedule:</i>		
Ongoing state general fund/general purpose .....	182,593,500	182,593,500
One-time state general fund/general purpose .....	6,000,000	0
<b>Sec. 13-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>		
Full-time equated unclassified positions .....	30.0	30.0
Full-time equated classified positions .....	100.0	100.0

1	Unclassified salaries-30.0 FTE positions .....	\$	2,795,100	\$	2,795,100
2	Administrative services-73.0 FTE positions .....		8,813,300		8,813,300
3	Executive director programs-24.0 FTE positions .....		2,944,900		2,944,900
4	FOIA coordination-3.0 FTE positions .....		338,600		338,600
5	Property management .....		8,021,100		8,021,100
6	Worker's compensation .....		<u>264,100</u>		<u>264,100</u>
7	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>23,177,100</b>	<b>\$</b>	<b>23,177,100</b>
8	Appropriated from:				
9	Interdepartmental grant revenues:				
10	IDG from department of insurance and financial				
11	services .....		150,000		150,000
12	Federal revenues:				
13	Other federal revenues .....		1,077,800		1,077,800
14	Special revenue funds:				
15	Other state restricted revenues .....		21,676,000		21,676,000
16	State general fund/general purpose .....	\$	273,300	\$	273,300
17	<b>Sec. 13-103. PUBLIC SERVICE COMMISSION</b>				
18	Full-time equated classified positions .....		190.0		190.0
19	Public service commission-190.0 FTE positions .....	\$	<u>34,168,900</u>	\$	<u>34,168,900</u>
20	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>34,168,900</b>	<b>\$</b>	<b>34,168,900</b>
21	Appropriated from:				
22	Federal revenues:				
23	Other federal revenues .....		2,665,000		2,665,000
24	Special revenue funds:				
25	Other state restricted revenues .....		31,503,900		31,503,900
26	State general fund/general purpose .....	\$	0	\$	0
27	<b>Sec. 13-104. LIQUOR CONTROL COMMISSION</b>				
28	Full-time equated classified positions .....		145.0		145.0

1	Liquor licensing and enforcement-116.0 FTE positions .	\$	17,433,800	\$	17,433,800
2	Management support services-29.0 FTE positions .....		<u>4,767,700</u>		<u>4,767,700</u>
3	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>22,201,500</b>	<b>\$</b>	<b>22,201,500</b>
4	Appropriated from:				
5	Special revenue funds:				
6	Other state restricted revenues .....		22,201,500		22,201,500
7	State general fund/general purpose .....	\$	0	\$	0
8	<b>Sec. 13-105. OCCUPATIONAL REGULATION</b>				
9	Full-time equated classified positions.....		1,181.9		1,181.9
10	Adult foster care and camps licensing and regulation-				
11	96.0 FTE positions.....	\$	13,777,600	\$	13,777,600
12	Bureau of community and health systems administration-				
13	20.0 FTE positions.....		2,448,500		2,448,500
14	Bureau of construction codes-182.0 FTE positions .....		24,780,500		24,780,500
15	Bureau of fire services-79.0 FTE positions .....		12,640,600		12,640,600
16	Bureau of professional licensing-205.0 FTE positions .		41,067,700		41,067,700
17	Childcare licensing and regulation-117.0 FTE positions		20,648,400		20,648,400
18	Corporations, securities, and commercial licensing				
19	bureau-109.0 FTE positions.....		15,520,500		15,520,500
20	Health facilities regulation-202.9 FTE positions .....		33,449,000		33,449,000
21	Medical marihuana facilities licensing and tracking-				
22	50.0 FTE positions.....		6,546,100		6,546,100
23	Medical marihuana program-25.0 FTE positions .....		5,031,900		5,031,900
24	Nurse aide program-8.0 FTE positions .....		1,780,800		1,780,800
25	Recreational marihuana regulation-88.0 FTE positions .		13,834,100		13,834,100
26	Urban search and rescue .....		<u>1,000,000</u>		<u>1,000,000</u>
27	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>192,525,700</b>	<b>\$</b>	<b>192,525,700</b>
28	Appropriated from:				



1	Interdepartmental grant revenues:			
2	IDG from department of education .....	20,146,700		20,146,700
3	Federal revenues:			
4	Other federal revenues .....	24,829,100		24,829,100
5	Special revenue funds:			
6	Other state restricted revenues .....	118,569,900		118,569,900
7	State general fund/general purpose .....	\$ 28,980,000	\$	28,980,000
8	<b>Sec. 13-106. MICHIGAN OFFICE OF ADMINISTRATIVE HEARINGS AND RULES</b>			
9	Full-time equated classified positions .....	212.0		212.0
10	Michigan office of administrative hearings and rules-			
11	212.0 FTE positions .....	\$ 38,965,000	\$	38,965,000
12	<b>GROSS APPROPRIATION .....</b>	<b>\$ 38,965,000</b>	<b>\$</b>	<b>38,965,000</b>
13	Appropriated from:			
14	Interdepartmental grant revenues:			
15	IDG from other restricted funding .....	26,730,200		26,730,200
16	Special revenue funds:			
17	Other state restricted revenues .....	11,539,000		11,539,000
18	State general fund/general purpose .....	\$ 695,800	\$	695,800
19	<b>Sec. 13-107. COMMISSIONS</b>			
20	Full-time equated classified positions .....	16.0		16.0
21	Michigan indigent defense commission-16.0 FTE			
22	positions .....	\$ 2,763,000	\$	2,763,000
23	Michigan unarmed combat commission .....	126,200		126,200
24	<b>GROSS APPROPRIATION .....</b>	<b>\$ 2,889,200</b>	<b>\$</b>	<b>2,889,200</b>
25	Appropriated from:			
26	Special revenue funds:			
27	Other state restricted revenues .....	126,200		126,200
28	State general fund/general purpose .....	\$ 2,763,000	\$	2,763,000

<b>1</b>	<b>Sec. 13-108. GRANTS</b>			
<b>2</b>	Firefighter training grants .....	\$	2,300,000	\$ 2,300,000
<b>3</b>	Liquor law enforcement grants .....		8,400,000	8,400,000
<b>4</b>	Marihuana operation and oversight grants .....		3,000,000	3,000,000
<b>5</b>	Michigan indigent defense commission grants .....		148,917,400	148,917,400
<b>6</b>	Remonumentation grants .....		6,800,000	6,800,000
<b>7</b>	Utility consumer representation .....		<u>850,000</u>	<u>850,000</u>
<b>8</b>	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>170,267,400</b>	<b>\$ 170,267,400</b>
<b>9</b>	Appropriated from:			
<b>10</b>	Special revenue funds:			
<b>11</b>	Other state restricted revenues .....		21,650,000	21,650,000
<b>12</b>	State general fund/general purpose .....	\$	148,617,400	\$ 148,617,400
<b>13</b>	<b>Sec. 13-109. INFORMATION TECHNOLOGY</b>			
<b>14</b>	Information technology services and projects .....	\$	<u>19,807,100</u>	\$ <u>19,807,100</u>
<b>15</b>	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>19,807,100</b>	<b>\$ 19,807,100</b>
<b>16</b>	Appropriated from:			
<b>17</b>	Federal revenues:			
<b>18</b>	Other federal revenues .....		1,087,300	1,087,300
<b>19</b>	Special revenue funds:			
<b>20</b>	Other state restricted revenues .....		17,455,800	17,455,800
<b>21</b>	State general fund/general purpose .....	\$	1,264,000	\$ 1,264,000
<b>22</b>	<b>Sec. 13-110. ONE-TIME APPROPRIATIONS</b>			
<b>23</b>	Corporations online filing modernization .....	\$	2,343,600	\$ 0
<b>24</b>	Michigan saves .....		5,000,000	0
<b>25</b>	Michigan task force on foreign trained medical			
<b>26</b>	professional licensing .....		1,000,000	0
<b>27</b>	Urban search and rescue .....		<u>1,000,000</u>	<u>0</u>
<b>28</b>	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>9,343,600</b>	<b>\$ 0</b>

Appropriated from:

Special revenue funds:

Other state restricted revenues .....	3,343,600	0
State general fund/general purpose .....	\$ 6,000,000	\$ 0

## PART 2

### PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2023

#### GENERAL SECTIONS

Sec. 13-201. 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 2023 is \$436,659,400.00 and state spending from state sources to be paid to local units of government for fiscal year 2023 is \$169,417,400.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

#### DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

Firefighter training grants .....	\$ 2,300,000
Liquor law enforcement grants .....	8,400,000
Marihuana operation and oversight grants .....	3,000,000
Michigan indigent defense commission grants .....	148,917,400
Remonumentation grants .....	<u>6,800,000</u>
TOTAL .....	\$ 169,417,400

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

Sec. 13-203. As used in this article:

(a) "Department" means the department of licensing and regulatory affairs.

(b) "Director" means the director of the department.

(c) "FOIA" means the freedom of information act, 1976 PA 442, MCL 15.231 to 15.246.

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

2 (e) "IDG" means interdepartmental grant.

3 Sec. 13-204. The departments and agencies receiving appropriations in part 1 shall  
4 use the Internet to fulfill the reporting requirements of this article. This requirement  
5 shall include transmission of reports via Email to the recipients identified for each  
6 reporting requirement, or it shall include placement of reports on an Internet site.

7 Sec. 13-205. To the extent permissible under MCL 18.1261:

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

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

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

16 Sec. 13-206. To the extent permissible under the management and budget act, the  
17 director shall take all reasonable steps to ensure businesses in deprived and depressed  
18 communities compete for and perform contracts to provide services or supplies, or both. The  
19 director shall strongly encourage firms with which the department contracts to subcontract  
20 with certified businesses in depressed and deprived communities for services, supplies, or  
21 both.

22 Sec. 13-207. Consistent with MCL 18.1217, the departments and agencies receiving  
23 appropriations in part 1 shall prepare a report on out-of-state travel expenses not later  
24 than January 1 of each year. The travel report shall be a listing of all travel by  
25 classified and unclassified employees outside this state in the immediately preceding  
26 fiscal year that was funded in whole or in part with funds appropriated in the department's  
27 budget. The report shall be submitted to the senate and house appropriations committees,  
28 the house and senate fiscal agencies, and the state budget director. The report shall

1 include the following information:

2 (a) The dates of each travel occurrence.

3 (b) The transportation and related costs of each travel occurrence, including the  
4 proportion funded with state general fund/general purpose revenues, the proportion funded  
5 with state restricted revenues, the proportion funded with federal revenues, and the  
6 proportion funded with other revenues.

7 Sec. 13-208. 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. 13-209. Not later than December 31, 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 report shall be transmitted to the chairpersons of the senate  
17 and house appropriations committees and the senate and house fiscal agencies.

18 Sec. 13-210. (1) In addition to the funds appropriated in part 1, there is  
19 appropriated an amount not to exceed \$10,000,000.00 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 \$25,000,000.00 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 \$1,000,000.00 for local 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 (4) In addition to the funds appropriated in part 1, there is appropriated an amount  
4 not to exceed \$500,000.00 for private contingency funds. These funds are not available for  
5 expenditure until they have been transferred to another line item in this article under  
6 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

7 Sec. 13-211. From the funds appropriated in part 1, the department shall provide to  
8 the department of technology, management and budget information sufficient to maintain a  
9 searchable website accessible by the public at no cost that includes, but is not limited  
10 to, all of the following for each department or agency:

11 (a) Fiscal year-to-date expenditures by category.

12 (b) Fiscal year-to-date expenditures by appropriation unit.

13 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,  
14 payment date, payment amount, and payment description.

15 (d) The number of active department employees by job classification.

16 (e) Job specifications and wage rates.

17 Sec. 13-212. Within 14 days after the release of the executive budget  
18 recommendation, the department shall provide to the state budget office information  
19 sufficient to provide the senate and house appropriations chairs, the senate and house  
20 appropriations subcommittees chairs, and the senate and house fiscal agencies with an  
21 annual report on estimated state restricted fund balances, state restricted fund projected  
22 revenues, and state restricted fund expenditures for the fiscal years ending September 30,  
23 2022 and September 30, 2023.

24 Sec. 13-213. The department shall maintain, on a publicly accessible website, a  
25 department scorecard that identifies, tracks, and regularly updates key metrics that are  
26 used to monitor and improve the department's performance.

27 Sec. 13-214. Total authorized appropriations from all sources under part 1 for  
28 legacy costs for the fiscal year ending September 30, 2023 are estimated at \$40,356,700.00.

1 From this amount, total agency appropriations for pension-related legacy costs are  
2 estimated at \$24,501,800.00. Total agency appropriations for retiree health care legacy  
3 costs are estimated at \$15,854,900.00

4 Sec. 13-223. The department may carry into the succeeding fiscal year unexpended  
5 federal pass-through funds to local institutions and governments that do not require  
6 additional state matching funds. Federal pass-through funds to local institutions and  
7 governments that are received in amounts in addition to those included in part 1 and that  
8 do not require additional state matching funds are appropriated for the purposes intended.  
9 Within 14 days after the receipt of federal pass-through funds, the department shall notify  
10 the chairpersons of the subcommittees, the senate and house fiscal agencies, and the state  
11 budget director of pass-through funds appropriated under this section.

12 Sec. 13-224. (1) Grants supported with private revenues received by the department  
13 are appropriated upon receipt and are available for expenditure by the department, subject  
14 to subsection (3), for purposes specified within the grant agreement and as permitted under  
15 state and federal law.

16 (2) Within 10 days after the receipt of a private grant appropriated in subsection  
17 (1), the department shall notify the chairpersons of the subcommittees, the senate and  
18 house fiscal agencies, and the state budget director of the receipt of the grant, including  
19 the fund source, purpose, and amount of the grant.

20 (3) The amount appropriated under subsection (1) shall not exceed \$1,500,000.00.

21 Sec. 13-225. (1) The department may charge registration fees to attendees of  
22 informational, training, or special events sponsored by the department, and related to  
23 activities that are under the department's purview.

24 (2) These fees shall reflect the costs for the department to sponsor the  
25 informational, training, or special events.

26 (3) Revenue generated by the registration fees is appropriated upon receipt and  
27 available for expenditure to cover the department's costs of sponsoring informational,  
28 training, or special events.

1 (4) Revenue generated by registration fees in excess of the department's costs of  
2 sponsoring informational, training, or special events shall carry forward to the subsequent  
3 fiscal year and not lapse to the general fund.

4 (5) The amount appropriated under subsection (3) shall not exceed \$500,000.00.

5 Sec. 13-226. 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. 13-227. (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



1 PA 306, MCL 24.257, 24.258, and 24.259, and section 203 of the legislative council act,  
2 1986 PA 268, MCL 4.1203, are appropriated for all expenses necessary to provide for the  
3 cost of publication and distribution.

4 (3) Unexpended funds at the end of the fiscal year shall carry forward to the  
5 subsequent fiscal year and not lapse to the general fund.

6 Sec. 13-228. (1) Not later than December 31, the department shall submit a report to  
7 the subcommittees, the senate and house fiscal agencies, and the state budget director  
8 pertaining to licensing and regulatory programs during the previous fiscal year, if  
9 available, for the following agencies:

10 (a) Liquor control commission.

11 (b) Bureau of fire services.

12 (c) Bureau of construction codes.

13 (d) Corporations, securities, and commercial licensing bureau.

14 (e) Bureau of professional licensing.

15 (f) Bureau of community and health systems.

16 (2) The report shall be in a format that is consistent between the agencies listed  
17 in subsection (1) and shall provide, but is not limited to, the following information for  
18 the 3 previous fiscal years, as applicable, for each agency; agencies listed in subsection  
19 (1)(a) and (b) shall report by regulated activity and agencies listed in subsection (1)(c),  
20 (d), (e), and (f) shall report by regulatory product or regulated activity, or both:

21 (a) Revenue generated by and expenditures disbursed by regulatory fund.

22 (b) Revenue generated by regulatory product or regulated activity.

23 (c) The renewal cycle and amount of each fee charged.

24 (d) Number of initial applications.

25 (e) Number of initial applications denied.

26 (f) Number of license renewals.

27 (g) Average amount of time to approve or deny completed applications.

28 (h) Number of examinations proctored for initial applications.

(i) A description of the types of complaints received.

(j) A description of the process used to resolve complaints.

(k) Number of complaints received.

(l) Number of complaints investigated.

(m) Number of complaints closed with no action.

(n) Number of complaints resulting in administrative actions or citations.

(o) Average amount of time to complete investigations.

(p) Number of enforcement actions, including license revocations, suspensions, and fines.

(q) A description of the types of enforcement actions taken against licensees.

(r) Number of administrative hearing adjudications.

(3) As used in subsection (2), "regulatory product" means each occupation, profession, trade, or program, which includes licensure, certification, registration, inspection, review, permitting, approval, or any other regulatory service provided by the agencies specified in subsection (1) for each regulated activity. As used in this subsection and subsection (2), "regulated activity" means the particular activities, entities, facilities, and industries regulated by the agencies specified in subsection (1).

Sec. 13-230. Unless prohibited by law, the department may accept credit card or other electronic means of payment for licenses, fees, or permits.

Sec. 13-231. The department shall submit a report to the subcommittees, the senate and house fiscal agencies, and the state budget director by September 30 detailing any expenditure of funds for a television or radio production that was made to a third-party vendor in the fiscal year ending September 30, 2023. The report must include the following information for each expenditure:

(a) Total amount of the expenditure.

(b) Fund source for the expenditure.

(c) Name of the vendor(s) that created the production and the amount paid to the vendor(s).

(d) Purpose of the production.

**PUBLIC SERVICE COMMISSION**

Sec. 13-301. The public service commission administers the low-income energy assistance grant program on behalf of the Michigan department of health and human services via an interagency agreement. Funds supporting the grant program are appropriated in the department upon awarding of grants and may be expended for grant payments and administrative related expenses incurred in the operation of the program.

**LIQUOR CONTROL COMMISSION**

Sec. 13-401. (1) From the appropriations in part 1 from the direct shipper enforcement revolving fund, the liquor control commission shall expend these funds as required under section 203(11) of the Michigan liquor control code of 1998, 1998 PA 58, MCL 436.1203, to investigate and audit unlawful direct shipments of wine by unlicensed wineries and retailers. In addition to other investigative methods, the commission shall use shipping records available to it under section 203(21) of the Michigan liquor control code of 1998, 1998 PA 58, MCL 436.1203, to assist with this effort.

(2) By February 1, the liquor control commission shall provide a report to the legislature, the subcommittees, and the state budget director detailing the commission's activities to investigate and audit the illegal shipping of wine and the results of these activities. The report shall include the following:

(a) Work hours spent, specific actions undertaken, and the number of FTEs dedicated to identifying and stopping unlicensed out-of-state retailers, third-party marketers, and wineries that ship illegally in Michigan.

(b) General overview of expenditures associated with efforts to identify and stop unlicensed out-of-state retailers, third-party marketers, and wineries that ship illegally in Michigan.

(c) Number of out-of-state entities found to have illegally shipped wine into

Michigan and total number of bottles (750 ml), number of cases with 750 ml bottles, number of liters, number of gallons, or weight of illegally shipped wine. These items must be broken down by total number of retailers and total number of wineries.

(d) Suggested areas of focus on how to address direct shipper enforcement and illegal importation in the future.

#### OCCUPATIONAL REGULATION

Sec. 13-501. Money appropriated under this part and part 1 for the bureau of fire services shall not be expended unless, in accordance with section 2c of the fire prevention code, 1941 PA 207, MCL 29.2c, inspection and plan review fees will be charged according to the following schedule:

##### Operation and maintenance inspection fee

<u>Facility type</u>	<u>Facility size</u>	<u>Fee</u>
Hospitals	Any	\$8.00 per bed

##### Plan review and construction inspection fees for hospitals and schools

<u>Project cost range</u>	<u>Fee</u>
\$101,000.00 or less	minimum fee of \$155.00
\$101,001.00 to \$1,500,000.00	\$1.60 per \$1,000.00
\$1,500,001.00 to \$10,000,000.00	\$1.30 per \$1,000.00
\$10,000,001.00 or more	\$1.10 per \$1,000.00
	or a maximum fee of \$60,000.00.

Sec. 13-502. The funds collected by the department for licenses, permits, and other elevator regulation fees set forth in the Michigan Administrative Code and as determined under section 8 of 1976 PA 333, MCL 338.2158, and section 16 of 1967 PA 227, MCL 408.816, that are unexpended at the end of the fiscal year shall carry forward to the subsequent fiscal year.

Sec. 13-503. Not later than February 15, the department shall submit a report to the

1 subcommittees, the senate and house fiscal agencies, and the state budget director  
2 providing the following information:

3 (a) The number of veterans who were separated from service in the Armed Forces of  
4 the United States with an honorable character of service or under honorable conditions  
5 (general) character of service, individually or if a majority interest of a corporation or  
6 limited liability company, that were exempted from paying licensure, registration, filing,  
7 or any other fees collected under each licensure or regulatory program administered by the  
8 bureau of construction codes, the bureau of professional licensing, and the corporations,  
9 securities, and commercial licensing bureau during the preceding fiscal year.

10 (b) The specific fees and total amount of revenue exempted under each licensure or  
11 regulatory program administered by the bureau of construction codes, the bureau of  
12 professional licensing, and the corporations, securities, and commercial licensing bureau  
13 during the preceding fiscal year.

14 (c) The actual costs of providing licensing and other regulatory services to  
15 veterans exempted from paying licensure, registration, filing, or any other fees during the  
16 preceding fiscal year and a description of how these costs were calculated.

17 (d) The estimated amount of revenue that will be exempted under each licensure or  
18 regulatory program administered by the bureau of construction codes, the bureau of  
19 professional licensing, and the corporations, securities, and commercial licensing bureau  
20 in both the current and subsequent fiscal years and a description of how the exempted  
21 revenue was estimated.

22 Sec. 13-504. The department shall submit a comprehensive annual report for all  
23 programs administered by the marijuana regulatory agency by January 31 to the senate and  
24 house appropriations committees, the senate and house fiscal agencies, and the state budget  
25 director. This report shall include, but is not limited to, all of the following  
26 information for the prior fiscal year regarding the marihuana programs under the Michigan  
27 Medical Marihuana Act, 2008 IL 1, MCL 333.26421 to 333.26430; the medical marihuana  
28 facilities licensing act, 2016 PA 281, MCL 333.27101 to 333.27801, and the Michigan

1 Regulation and Taxation of Marihuana Act, 2018 IL 1, MCL 333.27951 to 333.27967:

2 (a) The number of initial applications received, by license category.

3 (b) The number of initial applications approved and the number of initial  
4 applications denied, by license category.

5 (c) The average amount of time, from receipt to approval or denial, to process an  
6 initial application, by license category.

7 (d) The number of renewal applications approved, by license category and by county.

8 (e) The number of renewal applications received, by license category, and by county,  
9 if applicable.

10 (f) The number of renewal applications denied, by license category and by county.

11 (g) The average amount of time, from receipt to approval or denial, to process a  
12 renewal application, by license category, if applicable.

13 (h) The percentage of initial applications not approved or denied within the time  
14 requirements established in the respective act, by license category, if applicable.

15 (i) The percentage of renewal applications not approved or denied within the time  
16 requirements established in the respective act, by license category, if applicable.

17 (j) The total amount collected from application fees or established regulatory  
18 assessment and the specific fund this amount is deposited into, by license category.

19 (k) The costs of administering the licensing program under each of the above-  
20 referenced acts.

21 (l) The registered name and addresses of all facilities licensed under the above-  
22 referenced acts, by license category and by county.

23 (m) Number of complaints received pertaining to the above-referenced acts, by  
24 license type or regulatory activity.

25 (n) A description of the types of complaints received.

26 (o) A description of the process used to resolve complaints.

27 (p) Number of investigations opened pertaining to each license category.

28 (q) Number of investigations closed pertaining to each license category.

1 (r) Average amount of time to complete investigations pertaining to each license  
2 category.

3 (s) Number of enforcement actions pertaining to each license category.

4 (t) A description of the types of enforcement actions taken against licensees.

5 (u) Number of administrative hearing adjudications pertaining to each license type.

6 (v) A list of the fees charged for license applications, license renewals, and  
7 registry cards.

8 Sec. 13-505. If the revenue collected by the department for health systems  
9 administration from fees and collections exceeds the amount appropriated in part 1, the  
10 revenue may be carried forward into the subsequent fiscal year. The revenue carried forward  
11 under this section shall be used as the first source of funds in the subsequent fiscal  
12 year.

13 Sec. 13-506. Not later than February 1, the department shall submit a report to the  
14 subcommittees, the senate and house fiscal agencies, and the state budget director  
15 providing the following information:

16 (a) The total amount of reimbursements made to local units of government for  
17 delegated inspections of fireworks retail locations pursuant to section 11 of the Michigan  
18 fireworks safety act, 2011 PA 256, MCL 28.461, from the funds appropriated in part 1 for  
19 the bureau of fire services during the preceding fiscal year.

20 (b) The amount of reimbursement for delegated inspections of fireworks retail  
21 locations for each local unit of government that received reimbursement from the funds  
22 appropriated in part 1 for the bureau of fire services during the preceding fiscal year.

23 Sec. 13-507. (1) Beginning October 1, for the purpose of defraying the costs  
24 associated with responding to false final inspection appointments and to discourage the  
25 practice of calling for final inspections when the project is incomplete or noncompliant  
26 with a plan of correction previously provided by the bureau of fire services, the bureau of  
27 fire services may assess a fee not to exceed \$200.00 for responding to a second or  
28 subsequent confirmed false inspection appointment. Fees collected under this section shall

1 be deposited into the restricted account referenced by section 2c(2) of the fire prevention  
2 code, 1941 PA 207, MCL 29.2c, and explicitly identified within the statewide integrated  
3 governmental management applications system.

4 (2) Not later than September 30, the department shall prepare a report that provides  
5 the amount of the fee assessed under subsection (1), the number of fees assessed and issued  
6 per region, the cost allocation for the work performed and reduced as a result of this  
7 section, and any recommendations for consideration by the legislature. The department shall  
8 submit this information to the subcommittees, the senate and house fiscal agencies, and the  
9 state budget director.

10 Sec. 13-508. The department shall submit a report on the Michigan automated  
11 prescription system to the senate and house appropriations committees, the senate and house  
12 fiscal agencies, and the state budget director by November 30. The report shall include,  
13 but is not limited to, the following:

14 (a) Total number of licensed health professionals registered to the Michigan  
15 automated prescription system.

16 (b) Total number of dispensers registered to the Michigan automated prescription  
17 system.

18 (c) Total number of prescribers using the Michigan automated prescription system.

19 (d) Total number of dispensers using the Michigan automated prescription system.

20 (e) Number of cases related to overprescribing, overdispensing, and drug diversion  
21 where the department took administrative action as a result of information and data  
22 generated from the Michigan automated prescription system.

23 (f) The number of hospitals, doctor's offices, pharmacies, and other health  
24 facilities that have integrated the Michigan automated prescription system into their  
25 electronic health records systems.

26 (g) Total number of delegate users registered to the Michigan automated prescription  
27 system.

28 Sec. 13-509. From the amount appropriated in part 1 for bureau of community and



1 health systems administration, upon receipt of the order of suspension of a licensed adult  
2 foster care home, home for the aged, or nursing home, the department shall serve the  
3 facility and provide contemporaneous notice to the offices of legislators representing a  
4 district where the licensed facility is situated and to the senate and house subcommittees  
5 on health and human services.

6 Sec. 13-511. From the funds appropriated in part 1 for bureau of construction codes,  
7 at least \$500,000.00 must be allocated for additional inspections and enforcement  
8 activities related to the carnival-amusement safety act of 1966, 1966 PA 225, MCL 408.651  
9 to 408.670.

10 Sec. 13-512. Funds remaining in the homeowner construction lien recovery fund are  
11 appropriated to the department for payment of court-ordered homeowner construction lien  
12 recovery fund judgements entered prior to August 23, 2010. Pursuant to available funds, the  
13 payment of final judgements shall be made in the order in which the final judgements were  
14 entered and began accruing interest.

15  
16 **COMMISSIONS**

17 Sec. 13-801. If Byrne formula grant funding is awarded to the Michigan indigent  
18 defense commission, the Michigan indigent defense commission may receive and expend Byrne  
19 formula grant funds in an amount not to exceed \$250,000.00 as an interdepartmental grant  
20 from the department of state police. The Michigan indigent defense commission, created  
21 under section 5 of the Michigan indigent defense commission act, 2013 PA 93, MCL 780.985,  
22 may receive and expend federal grant funding from the United States Department of Justice  
23 in an amount not to exceed \$300,000.00 as other federal grants.

24 Sec. 13-802. From the funds appropriated in part 1, the Michigan indigent defense  
25 commission shall submit a report by September 30 to the subcommittees, the senate and house  
26 fiscal agencies, and the state budget director on the incremental costs associated with the  
27 standard development process, the compliance plan process, and the collection of data from  
28 all indigent defense systems and attorneys providing indigent defense. Particular emphasis

shall be placed on those costs that may be avoided after standards are developed and compliance plans are in place.

#### **GRANTS**

Sec. 13-901. (1) The department shall expend the funds appropriated in part 1 for marihuana operation and oversight grants for grants to counties for education and outreach programs relating to the Michigan medical marihuana program and the adult-use marihuana program pursuant to section 14(3) of the Michigan Regulation and Taxation of Marihuana Act, 2018 IL 1, MCL 333.27964. The grant funds may be generated from application and license fees authorized under section 8(1)(b) of the Michigan Regulation and Taxation of Marihuana Act, 2018 IL 1, MCL 333.27958. These grants shall be distributed proportionately based on the number of registry identification cards issued to or renewed for the residents of each county that applied for a grant under subsection (2). For the purposes of this subsection, operation and oversight grants are for education, communication, and outreach regarding the Michigan Medical Marihuana Act, 2008 IL 1, MCL 333.26421 to 333.26430 and the Michigan Regulation and Taxation of Marihuana Act, 2018 IL 1, MCL 333.27951 to 333.27967. Grants provided under this section must not be used for law enforcement purposes.

(2) Not later than December 1, the department shall post a listing of potential grant money available to each county on its website. In addition, the department shall work collaboratively with counties regarding the availability of these grant funds. A county requesting a grant shall apply on a form developed by the department and available on its website. The form shall contain the county's specific projected plan for use of the money and its agreement to maintain all records and to submit documentation to the department to support the use of the grant money.

(3) In order to be eligible to receive a grant under subsection (1), a county shall apply not later than January 1 and agree to report how the grant was expended and to provide that report to the department not later than September 15. The department shall submit a report not later than October 15 of the subsequent fiscal year to the state budget

1 director, the subcommittees, and the senate and house fiscal agencies detailing the grant  
2 amounts by recipient and the reported uses of the grants in the preceding fiscal year.

3 Sec. 13-902. (1) The amount appropriated in part 1 for firefighter training grants  
4 shall only be expended for payments to counties to reimburse organized fire departments for  
5 firefighter training and other activities required under the firefighters training council  
6 act, 1966 PA 291, MCL 29.361 to 29.377.

7 (2) If the amount appropriated in part 1 for firefighter training grants is expended  
8 by the firefighters training council, established in section 3 of the firefighters training  
9 council act, 1966 PA 291, MCL 29.363, for payments to counties under section 14 of the  
10 firefighters training council act, 1966 PA 291, MCL 29.374, in compliance with statute, the  
11 following subsections apply to the extent otherwise permissible by statute:

12 (a) The amount appropriated in part 1 for firefighter training grants shall be  
13 allocated pursuant to section 14(2) of the firefighters training council act, 1966 PA 291,  
14 MCL 29.374.

15 (b) If the amount allocated to any county under subdivision (a) is less than  
16 \$5,000.00, the amounts disbursed to each county under subdivision (a) shall be adjusted to  
17 provide for a minimum payment of \$5,000.00 to each county.

18 (3) Not later than February 1, the department shall submit a financial report to the  
19 subcommittees, the senate and house fiscal agencies, and the state budget director  
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 expended or encumbered within each county.

28 (d) A description of any other payments or expenditures made under the authority of

1 the firefighters training council.

2 (e) The amount of payments approved for allocations to counties that was not  
3 expended or encumbered and lapsed back to the fireworks safety fund.

4  
5 **ONE-TIME APPROPRIATIONS**

6 Sec. 13-1001. From the funds appropriated in part 1 for Michigan saves, the Michigan  
7 public service commission may award a \$5,000,000.00 grant to a nonprofit green bank with  
8 experience in leveraging energy-efficiency and renewable energy improvements, for the  
9 purpose of making such loans more affordable for Michigan families, businesses, and public  
10 entities. Grant funds may be used to support a loan loss reserve fund or other comparable  
11 financial instrument to further leverage private investment in clean energy improvements.

**Article 14**

**DEPARTMENT OF MILITARY AND VETERANS AFFAIRS**

**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 military and veterans affairs are appropriated for the fiscal year ending September 30, 2023, and are anticipated to be appropriated for the fiscal year ending September 30, 2024, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

**DEPARTMENT OF MILITARY AND VETERANS AFFAIRS**

**APPROPRIATION SUMMARY**

Full-time equated unclassified positions .....	9.0	9.0
Full-time equated classified positions .....	1,055.5	1,055.5
<b>GROSS APPROPRIATION .....</b>	<b>\$ 355,266,000</b>	<b>\$ 220,260,000</b>
Total interdepartmental grants and interdepartmental transfers .....	101,800	101,800
<b>ADJUSTED GROSS APPROPRIATION .....</b>	<b>\$ 355,164,200</b>	<b>\$ 220,158,200</b>
Total federal revenues .....	189,864,300	128,033,300
Total local revenues .....	0	0
Total private revenues .....	640,000	640,000
Total other state restricted revenues .....	18,794,900	18,234,900
State general fund/general purpose .....	\$ 145,865,000	\$ 73,250,000
<i>State general fund/general purpose schedule:</i>		
Ongoing state general fund/general purpose .....	73,250,000	73,250,000
One-time state general fund/general purpose .....	72,615,000	0
<b>Sec. 14-102. MILITARY</b>		
Full-time equated unclassified positions .....	9.0	9.0
Full-time equated classified positions .....	372.0	372.0

1	Unclassified salaries-9.0 FTE positions .....	\$	1,702,500	\$	1,702,500
2	Headquarters and armories-86.0 FTE positions .....		21,931,200		21,931,200
3	Michigan youth challenge academy-68.0 FTE positions ..		9,955,600		9,955,600
4	Military family relief fund .....		150,000		150,000
5	Military retirement .....		1,457,000		1,457,000
6	Military training sites and support facilities-215.0				
7	FTE positions .....		42,898,500		42,898,500
8	National guard operations .....		300,500		300,500
9	National guard tuition assistance fund-3.0 FTE				
10	positions .....		11,521,900		11,521,900
11	Starbase grant .....		<u>2,322,000</u>		<u>2,322,000</u>
12	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>92,239,200</b>	<b>\$</b>	<b>92,239,200</b>
13	Appropriated from:				
14	Interdepartmental grant revenues:				
15	IDG from department of state police .....		101,800		101,800
16	Federal revenues:				
17	Other federal revenues .....		61,324,100		61,324,100
18	Special revenue funds:				
19	Private revenues .....		90,000		90,000
20	Other state restricted revenues .....		1,919,700		1,919,700
21	State general fund/general purpose .....	\$	28,803,600	\$	28,803,600
22	<b>Sec. 14-103. MICHIGAN VETERANS AFFAIRS AGENCY</b>				
23	Full-time equated classified positions .....		52.0		52.0
24	County veteran service fund .....	\$	4,250,000	\$	4,250,000
25	Michigan veterans affairs agency administration-44.0				
26	FTE positions .....		7,590,200		7,590,200
27	Veterans' trust fund administration-8.0 FTE positions		1,167,600		1,167,600
28	Veterans' trust fund grants .....		2,500,000		2,500,000

1	Veterans service grants .....	4,250,000	4,250,000
2	<b>GROSS APPROPRIATION .....</b>	<b>\$ 19,757,800</b>	<b>\$ 19,757,800</b>
3	Appropriated from:		
4	Special revenue funds:		
5	Private revenues .....	10,000	10,000
6	Other state restricted revenues .....	3,717,600	3,717,600
7	State general fund/general purpose .....	\$ 16,030,200	\$ 16,030,200
8	<b>Sec. 14-104. MICHIGAN VETERANS' FACILITY AUTHORITY</b>		
9	Full-time equated classified positions.....	631.5	631.5
10	Chesterfield Township home for veterans-115.0 FTE		
11	positions.....	\$ 21,267,800	\$ 21,267,800
12	D.J. Jacobetti home for veterans-200.0 FTE positions .	25,184,600	25,184,600
13	Grand Rapids home for veterans-298.5 FTE positions ...	23,506,900	23,506,900
14	Information technology services and projects .....	1,699,800	1,699,800
15	Michigan veteran homes administration-18.0 FTE		
16	positions.....	3,432,100	3,432,100
17	Veterans cemetery .....	85,200	85,200
18	<b>GROSS APPROPRIATION .....</b>	<b>\$ 75,176,400</b>	<b>\$ 75,176,400</b>
19	Appropriated from:		
20	Federal revenues:		
21	Other federal revenues .....	36,551,600	36,551,600
22	Special revenue funds:		
23	Private revenues .....	540,000	540,000
24	Other state restricted revenues .....	11,597,600	11,597,600
25	State general fund/general purpose .....	\$ 26,487,200	\$ 26,487,200
26	<b>Sec. 14-105. CAPITAL OUTLAY</b>		
27	Armory maintenance .....	\$ 1,000,000	\$ 1,000,000
28	Land and acquisitions .....	1,000,000	1,000,000

1	Special maintenance - National Guard .....	30,000,000	30,000,000
2	Special maintenance - veterans' facilities .....	<u>500,000</u>	<u>500,000</u>
3	<b>GROSS APPROPRIATION .....</b>	<b>\$ 32,500,000</b>	<b>\$ 32,500,000</b>
4	Appropriated from:		
5	Federal revenues:		
6	Other federal revenues .....	30,000,000	30,000,000
7	Special revenue funds:		
8	Other state restricted revenues .....	1,000,000	1,000,000
9	State general fund/general purpose .....	\$ 1,500,000	\$ 1,500,000
10	<b>Sec. 14-106. INFORMATION TECHNOLOGY</b>		
11	Information technology services and projects .....	\$ <u>586,600</u>	\$ <u>586,600</u>
12	<b>GROSS APPROPRIATION .....</b>	<b>\$ 586,600</b>	<b>\$ 586,600</b>
13	Appropriated from:		
14	Federal revenues:		
15	Other federal revenues .....	157,600	157,600
16	Special revenue funds:		
17	State general fund/general purpose .....	\$ 429,000	\$ 429,000
18	<b>Sec. 14-107. ONE-TIME APPROPRIATIONS</b>		
19	Armory modernization .....	\$ 115,000,000	\$ 0
20	Grand Rapids home for veterans .....	6,456,000	0
21	Michigan veterans' facility authority .....	6,000,000	0
22	Selfridge air national guard base .....	6,100,000	0
23	Veterans cemetery feasibility study .....	250,000	0
24	Veterans suicide prevention outreach .....	<u>1,200,000</u>	<u>0</u>
25	<b>GROSS APPROPRIATION .....</b>	<b>\$ 135,006,000</b>	<b>\$ 0</b>
26	Appropriated from:		
27	Federal revenues:		
28	Other federal revenues .....	61,831,000	0



Special revenue funds:

Other state restricted revenues .....	560,000	0
State general fund/general purpose .....	\$ 72,615,000	\$ 0

## PART 2

### PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2023

#### 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 2023 is \$164,659,900.00 and state spending from state sources to be paid to local units of government for fiscal year 2023 is \$4,386,500.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

#### DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

Military training sites and support facilities .....	\$ 46,500
County veteran service fund .....	4,250,000
Michigan veterans affairs agency administration .....	<u>90,000</u>
TOTAL .....	\$ 4,386,500

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) "CENA" means competency evaluated nursing assistant.
- (b) "Department" means the department of military and veterans affairs.
- (c) "Director" means the director of the department.
- (d) "FTE" means full-time equated.
- (e) "HVAC" means heating, ventilation, and air conditioning.
- (f) "IDG" means interdepartmental grant.

1 (g) "MVFA" or "Michigan veterans' facility authority" means the authority created  
2 under section 3 of the Michigan veterans' facility authority act, 2016 PA 560, MCL 36.103.

3 (h) "MVAA" or "Michigan veterans affairs agency" means the agency created under  
4 Executive Reorganization Order 2013-2, MCL 32.92.

5 (i) "MVH" means the "Michigan veteran homes" as that term is defined in Section 2 of  
6 the Michigan veterans' facility authority act, 2016 PA 560, MCL 36.102.

7 (j) "USDVA" means the United States Department of Veterans Affairs.

8 (k) "USDVA-VHA" means the USDVA Veterans Health Administration.

9 (l) "VSO" means veterans service organization.

10 (m) "Veterans' facility" means that term as defined in Section 2 of the Michigan  
11 veterans' facility authority act, 2016 PA 560, MCL 36.102.

12 Sec. 14-204. The departments and agencies receiving appropriations in part 1 shall  
13 use the Internet to fulfill the reporting requirements of this article. This requirement  
14 shall include transmission of reports via Email to the recipients identified for each  
15 reporting requirement, or it shall include placement of reports on an Internet site.

16 Sec. 14-205. To the extent permissible under MCL 18.1261:

17 (a) Funds appropriated in part 1 must not be used for the purchase of foreign goods  
18 or services, or both, if competitively priced and of comparable quality American goods or  
19 services, or both, are available.

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

22 (c) In addition, preference must be given to goods or services, or both, that are  
23 manufactured or provided by Michigan businesses owned and operated by veterans, if they are  
24 competitively priced and of comparable quality.

25 Sec. 14-206. To the extent permissible under the management and budget act, the  
26 director shall take all reasonable steps to ensure businesses in deprived and depressed  
27 communities compete for and perform contracts to provide services or supplies, or both. The  
28 director shall strongly encourage firms with which the department contracts to subcontract

1 with certified businesses in depressed and deprived communities for services, supplies, or  
2 both.

3 Sec. 14-207. Consistent with MCL 18.1217, the departments and agencies receiving  
4 appropriations in part 1 shall prepare a report on out-of-state travel expenses not later  
5 than January 1 of each year. The travel report shall be a listing of all travel by  
6 classified and unclassified employees outside this state in the immediately preceding  
7 fiscal year that was funded in whole or in part with funds appropriated in the department's  
8 budget. The report shall be submitted to the senate and house appropriations committees,  
9 the house and senate fiscal agencies, and the state budget director. The report shall  
10 include the following information:

11 (a) The dates of each travel occurrence.

12 (b) The transportation and related costs of each travel occurrence, including the  
13 proportion funded with state general fund/general purpose revenues, the proportion funded  
14 with state restricted revenues, the proportion funded with federal revenues, and the  
15 proportion funded with other revenues.

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

21 Sec. 14-209. Not later than December 31, the state budget office shall prepare and  
22 transmit a report that provides for estimates of the total general fund/general purpose  
23 appropriation lapses at the close of the prior fiscal year. This report shall summarize the  
24 projected year-end general fund/general purpose appropriation lapses by major departmental  
25 program or program areas. The report shall be transmitted to the chairpersons of the senate  
26 and house appropriations committees and the senate and house fiscal agencies.

27 Sec. 14-210. (1) In addition to the funds appropriated in part 1, there is  
28 appropriated an amount not to exceed \$12,000,000.00 for federal contingency funds. These

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

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

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

12 (4) In addition to the funds appropriated in part 1, there is appropriated an amount  
13 not to exceed \$100,000.00 for private 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. 14-211. From the funds appropriated in part 1, the department shall provide to  
17 the department of technology, management and budget information sufficient to maintain a  
18 searchable website accessible by the public at no cost that includes, but is not limited  
19 to, all of the following for each department or agency:

20 (a) Fiscal year-to-date expenditures by category.

21 (b) Fiscal year-to-date expenditures by appropriation unit.

22 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,  
23 payment date, payment amount, and payment description.

24 (d) The number of active department employees by job classification.

25 (e) Job specifications and wage rates.

26 Sec. 14-212. Within 14 days after the release of the executive budget  
27 recommendation, the department shall provide to the state budget office information  
28 sufficient to provide the senate and house appropriations chairs, the senate and house

1 appropriations subcommittees chairs, and the senate and house fiscal agencies with an  
2 annual report on estimated state restricted fund balances, state restricted fund projected  
3 revenues, and state restricted fund expenditures for the fiscal years ending September 30,  
4 2022 and September 30, 2023.

5 Sec. 14-213. The department shall maintain, on a publicly accessible website, a  
6 department scorecard that identifies, tracks, and regularly updates key metrics that are  
7 used to monitor and improve the department's performance.

8 Sec. 14-214. Total authorized appropriations from all sources under part 1 for  
9 legacy costs for the fiscal year ending September 30, 2023 are estimated at \$16,989,300.00.  
10 From this amount, total agency appropriations for pension-related legacy costs are  
11 estimated at \$10,314,700.00. Total agency appropriations for retiree health care legacy  
12 costs are estimated at \$6,674,600.00.

13 Sec. 14-221. The department shall provide biannual reports, which shall provide the  
14 following data:

15 (a) A list of all major work projects, including a status report of each project.

16 (b) The department's financial status, featuring a report of budgeted versus actual  
17 expenditures by part 1 line item including a year-end projection of budget requirements.

18 Sec. 14-223. The appropriations in part 1 for capital outlay shall be carried  
19 forward at the end of the fiscal year consistent with section 248 of the management and  
20 budget act, 1984 PA 431, MCL 18.1248.

21 Sec. 14-224. Except as otherwise provided under this article, any report required to  
22 be provided by the department under this article shall be provided to the Senate and House  
23 appropriations subcommittees with jurisdiction over the budget of the department, the  
24 senate and house fiscal agencies, and the state budget office.

25 Sec. 14-229. The department shall provide annually its updated departmental  
26 strategic plan.

27  
28 **MILITARY**

1           Sec. 14-301. The department shall report a list of the current unclassified  
2 positions, which shall include the official titles and responsibilities of each position.

3           Sec. 14-302. (1) The department shall operate and maintain National Guard armories.

4           (2) The department shall evaluate armories and submit a report biannually, on the  
5 status of the armories.

6           (3) The department shall maintain a system to measure the condition and adequacy of  
7 the armories.

8           (4) The Michigan Army National Guard and Air National Guard shall work to provide a  
9 culture that is free of sexual assault, through an environment of prevention, education and  
10 training, response capability, victim support, reporting procedures, and appropriate  
11 accountability that enhances the safety and well-being of all guard members.

12          (5) By December 1, the department shall report the following information:

13          (a) An assessment of the grounds and facilities of each armory to objectively  
14 measure and determine the current facility condition and capability to support authorized  
15 manpower, unit training, and operations.

16          (b) Recommendations for the placement of new armories, the relocation or  
17 consolidation of existing armories, or a change in the mission of units assigned to  
18 armories to ideally position the National Guard in current or projected population centers.

19          (c) Recommendations for the enhanced use of armories to facilitate family support  
20 programs during deployments.

21          (d) An analysis of the feasibility, potential costs, and benefits of use of armories  
22 shared with other local, state, or federal agencies to improve responses to local  
23 emergencies as well as the community support provided to armories.

24          (e) An investment strategy and proposed funding amounts in a prioritized project  
25 list to correct the most critical facility shortfalls across the inventory of armories in  
26 this state.

27          Sec. 14-303. (1) The department shall maintain the Michigan youth challenge academy  
28 to provide values, skills, education, and self-discipline instruction for at-risk youth as

1 provided under 32 USC 509.

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

5 (3) The department shall partner with the department of health and human services to  
6 identify youth who may be eligible for the challenge academy from those youth served by  
7 department of health and human services programs. These eligible youth shall be given  
8 priority for enrollment in the academy.

9 (4) The department shall maintain the Michigan youth challenge academy to graduate  
10 at least the target number of graduates consistent with the state's cooperative agreement  
11 with the national guard bureau regarding program operations.

12 (5) The department shall ensure individual academic success as measured by the  
13 number of individuals who have received a general equivalency diploma, high school diploma,  
14 or high school credit recovery or by the improvement of tests of adult basic education  
15 scores, or both.

16 (6) Any unexpended private donations to support the Michigan youth challenge academy  
17 at the close of this fiscal year shall not lapse to the general fund but shall be carried  
18 forward to the subsequent fiscal year.

19 Sec. 14-304. (1) By December 15, the department shall provide a report on the  
20 revenues, expenditures, and ending fund balance for the prior fiscal year for the Michigan  
21 military family relief fund created in section 3 of the Military Family Relief Fund Act,  
22 2004 PA 363, MCL 35.1213. This report shall also include information on the number of  
23 applications for assistance received, approved, and denied.

24 (2) The department shall provide outreach to the Michigan families of members of the  
25 reserve component of the Armed Forces of the United States called into active duty.

26 Sec. 14-305. (1) The department shall provide Army and Air National Guard forces,  
27 when directed, for state and local emergencies and in support of national military  
28 requirements.

1           (2) The department shall operate and maintain Army National Guard training  
2 facilities, including Fort Custer and Camp Grayling.

3           (3) The department shall maintain a system that measures the condition and adequacy  
4 of air facilities using both quality and functionality criteria.

5           (4) The department shall operate and maintain Air National Guard air bases,  
6 including Selfridge Air National Guard base, Battle Creek Air National Guard base, and  
7 Alpena combat readiness training center.

8           (5) The department shall provide the following information biannually:

9           (a) The apportioned and assigned strength of the Michigan Army National Guard.

10          (b) The apportioned and assigned strength of the Michigan Air National Guard.

11          (c) Recruiting, retention, and attrition data, including measurement against stated  
12 performance goals, for the Michigan Army National Guard.

13          (d) Recruiting, retention, and attrition data, including measurement against stated  
14 performance goals, for the Michigan Air National Guard.

15          Sec. 14-306. There is created and established under the jurisdiction and control of  
16 the department a revolving account to be known as the billeting fund account. All of the  
17 fees and other revenues generated from the operation of the chargeable transient quarters  
18 program shall be deposited in the billeting fund account. Appropriations will be made from  
19 the account for the support of program operations and the maintenance and operations of the  
20 chargeable transient quarters program and will not exceed the estimated revenues for the  
21 fiscal year in which they are made, together with unexpended balances from prior years. The  
22 department shall submit an annual report by December 15 of operations and expenditures  
23 regarding the billeting fund account for the prior fiscal year.

24          Sec. 14-307. (1) The department shall maintain a National Guard tuition assistance  
25 program under the Michigan national guard tuition assistance act, 2014 PA 259, MCL 32.433.

26          (2) The objective of the National Guard tuition assistance program is to bolster  
27 military readiness by increasing recruitment and retention of Michigan Army and Air  
28 National Guard service members, to fill federally authorized strength levels for the state,



1 to improve the Michigan Army and Air National Guard's competitive draw from other military  
2 enlistment options in the state, to enhance the ability of the Michigan Army and Air  
3 National Guard to compete for members and federal dollars with surrounding states, and to  
4 increase the pool of eligible candidates within the Michigan Army and Air National Guard to  
5 become commissioned officers.

6 (3) The department shall make efforts to increase the number of national guard  
7 members who have received a credential or are still enrolled in the Michigan National Guard  
8 tuition assistance program after their initial term of enlistment. To evaluate the  
9 effectiveness of the program, the department shall monitor the number of new recruits and  
10 new reenlistments and the percentage of those who become participants in the program to  
11 determine whether the percentage of authorized Michigan Army and Air National Guard  
12 strength obtained and retained is competitive in comparison with the neighboring army and  
13 air national guards from Illinois, Indiana, Ohio, and Wisconsin.

14 (4) Not later than March 1, the department shall provide a report that shall include  
15 the following information, for the prior fiscal year:

16 (a) The number of guard members, spouses, and dependent children receiving tuition  
17 assistance, specifically noting the number of each type of program beneficiary.

18 (b) The educational institution where program beneficiaries received education or  
19 training under the program, specifically noting the number and type of program beneficiary  
20 for each institution.

21 (c) The total amount of financial assistance received by educational institution and  
22 type of program beneficiary.

23 (d) The total funds expended on the program for tuition assistance.

24 (e) The total funds expended on the program for departmental administration.

25 (f) The total number of applications for tuition assistance denied, and the  
26 associated amount of tuition assistance requested for denied applications.

27 (g) A delineated list of the grounds for denial and the number of the total  
28 applicable to each reason for denial.

1 (h) A list of specific actions undertaken to increase the opportunities for  
2 expanding qualified educational and training programs.

3 (i) A list of any educational and training programs removed from eligibility and the  
4 rationale for their removal.

5 (j) An explanation of any identified barriers to the successful utilization of the  
6 program, or other unmet programmatic needs, and applicable proposals for legislative action  
7 to address those issues.

8 (5) The general fund/general purpose funds appropriated in part 1 for the National  
9 Guard tuition assistance fund shall be deposited into the restricted Michigan National  
10 Guard tuition assistance fund created in section 4 of the Michigan National Guard tuition  
11 assistance act, 2014 PA 259, MCL 32.434. All funds in the restricted Michigan National  
12 Guard tuition assistance fund are appropriated and available for expenditure to support the  
13 Michigan National Guard tuition assistance program.

14 Sec. 14-308. The department shall maintain the starbase program at Air National  
15 Guard facilities, as provided under 10 USC 2193b, to improve the knowledge, skills, and  
16 interest of students, primarily in the fifth grade, in math, science, and technology. The  
17 starbase program is to specifically target minority and at-risk students for participation.

18 Sec. 14-309. There is created and established under the jurisdiction and control of  
19 the department a revolving account to be known as the test project fees account. All of the  
20 fees and other revenues generated from the operation of the test project program shall be  
21 deposited in the test project fees fund account. Funds in the account shall be available  
22 for expenditure for the support of program operations as appropriated in part 1. Money  
23 remaining in the account at the end of the year shall not lapse and shall carry forward to  
24 the subsequent fiscal year.

25 Sec. 14-310. The morale, welfare, and recreation fund is created within the state  
26 treasury. The state treasurer may receive money or other assets from any source for deposit  
27 into the fund. The state treasurer shall direct the investment of the fund. The state  
28 treasurer shall credit to the fund interest and earnings from fund investments. The

department shall be the administrator of the fund for auditing purposes. All of the fees and other revenues generated from the operation of the morale, welfare, and recreation program shall be deposited in the morale, welfare, and recreation fund account. Money in the fund shall be available for expenditure for the support of program operations as appropriated in part 1. Money remaining in the fund at the end of the year shall not lapse and shall carry forward to the subsequent fiscal year.

Sec. 14-311. There is created and established under the jurisdiction and control of the department a revolving account to be known as the rental fees account. All of the fees and other revenues generated from the operation of the rental fees program shall be deposited in the rental fees fund account. Money in the account shall be available for expenditure for the support of program operations as appropriated in part 1. Money remaining in the account at the end of the year shall not lapse and shall carry forward to the subsequent fiscal year.

Sec. 14-312. On December 1, the department shall provide a report on the amount of funds from appropriations in part 1 that will be made available to the Michigan volunteer defense force in the current fiscal year and any restrictions and stipulations made on those funds. The report must include an explanation for the amount of funds made available to the Michigan volunteer defense forces and for any restrictions or stipulations made on those funds.

#### **MICHIGAN VETERANS AFFAIRS AGENCY**

Sec. 14-404. (1) Money privately donated to the department for the Michigan veterans affairs agency administration in excess of the appropriation in part 1 is appropriated and may be used for the purpose designated by the private source, if specified.

(2) The department must provide a report within 14 calendar days of receiving the donation that provides the amount of the donation and the purpose for which the funds will be expended, if known.

Sec. 14-405. (1) The MVAA shall provide a report biannually on the financial status

1 of the Michigan veterans' trust fund, including the number and amount of emergency grants,  
2 state operating and administrative expenses, and county administrative expenses.

3 (2) The Michigan veterans' trust fund board together with the MVAA shall provide  
4 emergency grants for disbursement from the Michigan veterans' trust fund.

5 (3) No later than February 1, the MVAA shall provide a detailed report of the  
6 Michigan veterans' trust fund that includes, for the prior fiscal year, information on  
7 grants provided from the emergency grant program, including details concerning the  
8 methodology of allocations, the selection of emergency grant program authorized agents, a  
9 description of how the emergency grant program is administered in each county, and a  
10 detailed breakdown of trust fund expenditures for that year, including the amount  
11 distributed to each county for operating costs, administrative costs and emergency grants.  
12 The report shall also include the number of approved applications, by category of  
13 assistance, and the number of denied applications, by reason of denial. The report shall  
14 also provide an update on the department's efforts to reduce program administrative costs  
15 and maintain the Michigan veterans' trust fund corpus at or above its original amount of at  
16 least \$50,000,000.00.

17 Sec. 14-406. (1) The MVAA shall provide outreach services to Michigan veterans to  
18 advise them on the benefits to which they are entitled, including assistance through the  
19 Michigan military family relief fund and Michigan veterans' trust fund, and USDVA health,  
20 financial, and memorial benefits.

21 (2) The MVAA shall fulfill requests for military discharge certificates (DD-214),  
22 upon request.

23 (3) The MVAA shall provide a report annually providing, to the extent known, data on  
24 the estimated number of homeless veterans, by county, in this state.

25 (4) The MVAA shall provide a report annually on its outreach efforts and, to the  
26 extent known, data on the percentage of Michigan veterans contacted through its outreach  
27 programs.

28 Sec. 14-408. From the funds appropriated in part 1, the MVAA shall provide for the

1 regional coordination of services, as follows:

2 (a) The MVAA shall coordinate with veteran benefit counselors throughout a specified  
3 region.

4 (b) The MVAA shall coordinate services with the department of health and human  
5 services and the department of corrections.

6 (c) The MVAA shall coordinate with regional workforce and economic development  
7 agencies.

8 (d) The MVAA shall coordinate activities among local foundations, nonprofit  
9 organizations, and community groups to improve accessibility, enrollment, and utilization  
10 of the array of health care, education, employment assistance, and quality of life services  
11 provided at the local level.

12 (e) The MVAA may work with MVAA service officers, county veteran counselors, VSO  
13 service officers, and other service providers to incorporate the provision of information  
14 relating to mental health care resources into their daily operations to aid veterans in  
15 understanding the mental health care support services they may be eligible to receive.

16 (f) The MVAA shall coordinate with the department of health and human services to  
17 identify Medicaid recipients who are veterans and who may be eligible for federal veterans  
18 health care benefits or other benefits, to the extent that the identification does not  
19 violate applicable confidentiality requirements.

20 (g) The MVAA shall collaborate with the department of corrections to create and  
21 maintain a process by which prisoners can obtain a copy of their DD-214 form or other  
22 military discharge documentation if necessary.

23 (h) The MVAA shall ensure that all MVAA service officers and VSO service officers  
24 receive appropriate training in processing applications for benefits payable to veterans  
25 due to military sexual trauma, post-traumatic stress disorder, depression, anxiety,  
26 substance abuse, or other mental health issues.

27 Sec. 14-410. (1) The MVAA shall provide claims processing services to Michigan  
28 veterans in support of benefit claims submitted to the USDVA for the health, financial, and

1 memorial benefits for which they are eligible, and shall report biannually on the number of  
2 benefit claims, by type, submitted to the USDVA by the MVAA.

3 (2) The MVAA shall develop and implement a process to ensure that all county  
4 counselors receive the training and accreditation necessary to provide quality services to  
5 veterans and shall report information biannually on the number and percentage of county  
6 veterans counselors trained by the MVAA, and the number and percentage who received funding  
7 from the MVAA to attend training.

8 (3) From the funds appropriated in part 1 for MVAA, the MVAA is authorized to expend  
9 up to \$50,000.00 to hire legal services to represent veterans benefit cases before federal  
10 court to maintain accreditation under 38 CFR 14.628(d) (1) (iv).

11 Sec. 14-411. (1) The general fund/general purpose funds appropriated in part 1 for  
12 the county veteran service fund shall be deposited to the restricted county veteran service  
13 fund created in section 3a of 1953 PA 192, MCL 35.623a. All funds in the restricted county  
14 veteran service fund are appropriated and available for expenditure to support county  
15 veteran service grants.

16 (2) From the funds appropriated in subsection (1), \$260,000.00 shall be allocated to  
17 the MVAA to be used to cover costs associated with administering and providing technical  
18 assistance to counties for this grant program.

19 Sec. 14-412. (1) From the funds appropriated in part 1 for veterans service grants,  
20 the MVAA shall establish, administer, and award competitive grants to one or more  
21 Congressionally-chartered veterans service organizations, or a coalition of these  
22 organizations. Grants shall be used to support efforts to connect veterans and their  
23 dependents with federal compensation and pension benefits, state veterans' benefits,  
24 including emergency grants through the Michigan veterans' trust fund, and other local or  
25 non-project assistance that may be available to them. The competitive grant process shall  
26 include all of the following:

27 (a) Using a regional service delivery model, ensure that veterans and their  
28 dependents in this state, including those within tribal communities, are provided with

1 services, advocacy, and outreach as close to the communities in which they live, as  
2 possible.

3 (b) Ensure that grantees are providing adequate veteran services and advocacy,  
4 through in-person and virtual meetings, that enables them to meet performance goals  
5 established in the grant agreement.

6 (c) Foster innovative and transformative approaches and techniques for the grantee  
7 to use when providing service and advocacy for veterans and their dependents.

8 (d) Require grantees to use an MVAA-designated internet-based claims data system to  
9 manage caseloads. License fees associated with this claims data system are considered an  
10 allowable expenditure to be reimbursed with grant funds.

11 (e) Include a provision that requires grantees, in coordination with the MVAA, to  
12 provide services to eligible incarcerated veterans who are within one year of their  
13 earliest release date.

14 (f) Ensure that each grantee is issued performance goals.

15 (g) Ensure that each grantee expends grant awards as prescribed in the grant  
16 agreement. The MVAA shall review and audit grantees' expenditure of grant funds to ensure  
17 compliance with the grant agreement, as provided under section 470 of the management and  
18 budget act, 1984 PA 431, MCL 18.1470.

19 (h) Require each grantee to report not less than quarterly on all of the following:

20 (i) An accounting for all grant expenditures.

21 (ii) The number and type of claims originated and submitted by the grantee to the  
22 USDVA.

23 (iii) The number and type of claims originated by an organization other than the  
24 grantee and submitted by the grantee to the USDVA.

25 (iv) The services provided to veterans and their dependents.

26 (v) Progress in achieving monthly performance benchmark goals.

27 (i) Ensure that each grantee is issued monthly performance benchmark goals that each  
28 grantee must aim to achieve, and require each grantee to report to the MVAA, in order to

ensure that benchmark goals are being achieved or on target to be achieved in the fiscal year.

(2) The MVAA shall do all of the following:

(a) Follow all generally accepted accounting principles in accordance with section 141 and 485 of the management and budget act, 1984 PA 431, MCL 18.141 and 18.1485.

(b) When establishing, modifying, or amending the competitive grant process prescribed in subsection (1), consult and collaborate with Congressionally-chartered veterans service organizations in the state, or a coalition of those organizations, and other stakeholders to ensure a comprehensive approach to providing services, advocacy, and outreach to veterans and their dependents.

(c) Provide notice and opportunity to respond, through written communication, to current grantees any MVAA-proposed modifications or amendments to the competitive grant.

(d) Assess the accuracy rate of claims reported by grantees.

(3) By March 1, MVAA shall provide a report summarizing of grant activities for the prior fiscal year, including the amount of expenditures to date, number of service and advocacy hours, number of claims for benefits submitted by type of claim, and other information deemed appropriate by the MVAA.

#### **MICHIGAN VETERANS' FACILITY AUTHORITY**

Sec. 14-451. (1) Money privately donated to the MVH, MVFA, or individual veterans' facilities in excess of the appropriation in part 1 is appropriated and may be used for the purpose designated by the private source, if specified.

(2) The MVH must provide a report within 14 calendar days of receiving the donation that includes the amount of the donation and the purpose for which the funds will be expended, if known.

Sec. 14-452. (1) The MVH and the MVFA shall provide compassionate and quality nursing and domiciliary care services at state veterans' facilities so that members can achieve their highest potential of wellness, independence, self-worth, and dignity.



1 (2) From the funds appropriated in part 1, the MVFA and MVH shall provide nursing  
2 care services to veterans in accordance with federal standards and report the results of  
3 the annual USDVA survey and certification as proof of compliance.

4 (3) Appropriations in part 1 for a veterans' facility shall not be used for any  
5 purpose other than expenses related to the operations of the veterans' facility, resident  
6 members, and their families.

7 Sec. 14-453. Any contractor providing mental health services to a veterans' facility  
8 shall utilize mental health interventions that have been shown to be effective with the  
9 conditions they are treating, in accordance with evidence-based best practices supported by  
10 the USDVA-VHA, United States Department of Defense, the Substance Abuse and Mental Health  
11 Services Administration, the American Psychological Association, and the National  
12 Association of Social Workers.

13 Sec. 14-454. (1) Any contractor providing CENAs to a veterans' facility shall ensure  
14 that each CENA has at least 8 hours of training on information provided by the home.

15 (2) Any contractor providing CENAs to a home operated by the MVH shall ensure that  
16 each CENA has at least one 8-hour shift of shadowing at the veterans' home.

17 (3) Any contractor providing CENAs to a veterans' facility shall ensure that each  
18 CENA is competent in the basic skills needed to perform his or her assigned duties at the  
19 home.

20 (4) A veterans' facility shall provide each CENA at least 12 hours of in-service  
21 training once that individual has been assigned to the facility.

22 Sec. 14-456. (1) All complaints of abusive or neglectful care at a veterans'  
23 facility by a resident member, a resident member's family or legal guardian, or staff of  
24 the veterans' facility received by a supervisor shall be referred to the director of  
25 nursing or his or her designee upon receipt of the complaint. The director of nursing or  
26 his or her designee shall report on not less than a monthly basis, except that the Michigan  
27 veterans' facility authority may specify a more frequent reporting period to the home  
28 administrator, Michigan veterans' facility authority, agency, subcommittees, senate and

1 house fiscal agencies, and state budget office.

2 (2) Biannually, the MVH shall report the following information:

3 (a) A description of the process by which resident members and others may file  
4 complaints of alleged abuse or neglect at a veterans' facility.

5 (b) Summary statistics on the number and general nature of complaints of abuse or  
6 neglect.

7 (c) Summary statistics on the final disposition of complaints of abuse or neglect  
8 received.

9 (3) The process by which visitors, residents, and staff of the veterans' facility  
10 may register complaints shall be displayed in high-traffic areas throughout the home.

11 Sec. 14-458. The MVH shall do the following regarding member care:

12 (a) Provide an on-site, board-certified psychiatrist for all resident members with  
13 mental health disorders in order to ensure that those resident members receive needed  
14 services in a professional and timely manner. The MVH shall provide all members and staff a  
15 safe and secure environment.

16 (b) Ensure that they effectively develop, execute, and monitor all comprehensive  
17 care plans in accordance with federal regulations and their internal policies, with a goal  
18 that a comprehensive care plan is fully developed for all resident members.

19 Sec. 14-460. The MVH shall establish and implement internal controls concerning the  
20 following:

21 (a) The use and management of food, maintenance, pharmaceutical, and medical supply  
22 inventories.

23 (b) Calculating resident member maintenance assessments in order to accurately  
24 calculate resident member maintenance assessments for each billing cycle and ensure that  
25 all past due resident member maintenance assessments are addressed within 30 days.

26 (c) Monetary donations and donated goods.

27 (d) The handling of resident member funds to ensure the release of funds within 15  
28 calendar days upon the resident member leaving the home and to ensure that a representative

1 of a resident member is provided a full accounting of that resident member's funds within  
2 30 calendar days after the death of that resident member.

3 Sec. 14-462. (1) The MVH shall post on its website the following:

4 (a) All policies adopted by the MVFA and the veterans' facilities related to the  
5 administrative operations of the veterans' facilities.

6 (b) The agenda and minutes of public meetings of the MVFA board.

7 (2) The MVH shall provide a report with copies of each veterans' facility's USDVA  
8 State Veteran Home quarterly report. These quarterly reports shall also be posted on the  
9 MVH website.

10 (3) The MVH shall provide biannual reports regarding the number of members residing  
11 in each of the veterans' facilities.

12 (4) The MVH shall provide a report on the results of any annual or for-cause survey  
13 conducted by any entity with oversight over the veterans' facility and any corresponding  
14 corrective action plan. This information shall also be made available publicly through the  
15 MVH's website.

16 Sec. 14-464. In addition to the funds appropriated in part 1, private revenues held  
17 by the state on a nonfiduciary basis for a member of a veterans' facility are appropriated  
18 to pay medical expenses, member assessments, and other expenses incurred by that member.  
19 Any unexpended or unencumbered private revenues held on a nonfiduciary basis by the  
20 department shall at the close of the fiscal year shall not lapse to the general fund but  
21 shall be carried forward into the subsequent fiscal year.

## 22 23 CAPITAL OUTLAY

24 Sec. 14-501. (1) The department shall provide for the acquisition and disposition of  
25 National Guard armories, facilities, and lands as provided under sections 368, 382, and  
26 382a of the Michigan military act, 1967 PA 150, MCL 32.768, 32.782, and 32.782a.

27 (2) The department shall provide a listing of property sales and acquisitions  
28 biannually.

1           Sec. 14-502. (1) The appropriations for special maintenance - National Guard shall  
2 be expended in accordance with the requirements of sections 302 and 305 of this part and  
3 shall be expended according to the maintenance priorities of the department to repair and  
4 modernize military training sites and support facilities, including armories, which may  
5 include projects such as roof, HVAC, or boiler replacement, interior renovations, facility  
6 expansion, improvements to parking facilities, and other projects.

7           (2) The department shall provide a report biannually providing information on the  
8 status, projected costs, and projected completion date of current and planned special  
9 maintenance projects at the armories and other National Guard facilities funded from  
10 capital outlay appropriations made in part 1 and in prior appropriations years.

11           Sec. 14-503. (1) The appropriations for special maintenance - veterans' facilities  
12 shall be expended in accordance with the requirements of section 452 of this part and shall  
13 be expended according to the maintenance priorities of the department to repair and  
14 modernize the state's veterans' facilities, which may include physical plant expansions,  
15 renovation, or enhancements, and other projects designed to enhance the quality of life and  
16 medical care of members.

17           (2) The MVH shall provide a report biannually providing information on the status,  
18 projected costs, and projected completion date of current and planned special maintenance  
19 projects at veterans' facilities funded from capital outlay appropriations made in part 1  
20 and in prior appropriations years.

21           Sec. 14-504. The appropriations for armory maintenance shall be expended in  
22 accordance with the requirements of sections 302 and 305 of this part and shall be expended  
23 according to the maintenance priorities of the department to repair and modernize military  
24 training sites and support facilities, including armories.

25  
26 **ONE-TIME APPROPRIATIONS**

27           Sec. 14-602. The unexpended funds appropriated in part 1 for veterans suicide  
28 prevention outreach are designated as work project appropriations, and any unencumbered or

1 unallotted funds shall not lapse at the end of the fiscal year and shall be available for  
2 expenditures for projects under this section until the projects have been completed. The  
3 following is in compliance with section 451a of the management and budget act, 1984 PA 431,  
4 MCL 18.1451a:

5 (a) The purpose of the project is to provide outreach to prevent suicide among  
6 service members, veterans, and their families.

7 (b) The project will be accomplished by contract.

8 (c) The total estimated cost of the project is \$1,200,000.00.

9 (d) The tentative completion date is September 30, 2026.

**Article 15****DEPARTMENT OF NATURAL RESOURCES****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 natural resources are appropriated for the fiscal year ending September 30, 2023, and are anticipated to be appropriated for the fiscal year ending September 30, 2024, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

**DEPARTMENT OF NATURAL RESOURCES****APPROPRIATION SUMMARY**

Full-time equated unclassified positions .....	6.0	6.0
Full-time equated classified positions .....	2,412.8	2,412.8
<b>GROSS APPROPRIATION .....</b>	<b>\$ 534,152,200</b>	<b>\$ 485,245,500</b>
Total interdepartmental grants and interdepartmental transfers .....	203,100	203,100
<b>ADJUSTED GROSS APPROPRIATION .....</b>	<b>\$ 533,949,100</b>	<b>\$ 485,042,400</b>
Total federal revenues .....	93,630,000	93,630,000
Total local revenues .....	0	0
Total private revenues .....	7,039,200	7,039,200
Total other state restricted revenues .....	337,504,200	335,954,200
State general fund/general purpose .....	\$ 95,775,700	\$ 48,419,000
<i>State general fund/general purpose schedule:</i>		
<i>Ongoing state general fund/general purpose .....</i>	<i>48,419,000</i>	<i>48,419,000</i>
<i>One-time state general fund/general purpose .....</i>	<i>47,356,700</i>	<i>0</i>
<b>Sec. 15-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>		
Full-time equated unclassified positions .....	6.0	6.0
Full-time equated classified positions .....	141.1	141.1

1	Unclassified salaries-6.0 FTE positions .....	\$	900,500	\$	900,500
2	Accounting service center .....		1,505,100		1,505,100
3	Executive direction-11.6 FTE positions .....		2,307,900		2,307,900
4	Finance and operations-105.5 FTE positions .....		17,568,800		17,568,800
5	Gifts and pass-through transactions .....		5,003,600		5,003,600
6	Legal services-4.0 FTE positions .....		693,500		693,500
7	Minerals management-20.0 FTE positions .....		3,032,200		3,032,200
8	Natural resources commission .....		77,100		77,100
9	Property management .....		<u>4,334,300</u>		<u>4,334,300</u>
10	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>35,423,000</b>	<b>\$</b>	<b>35,423,000</b>
11	Appropriated from:				
12	Interdepartmental grant revenues:				
13	IDG from other restricted funding .....		203,100		203,100
14	Federal revenues:				
15	Other federal revenues .....		365,400		365,400
16	Special revenue funds:				
17	Private revenues .....		5,003,600		5,003,600
18	Other state restricted revenues .....		26,210,500		26,210,500
19	State general fund/general purpose .....	\$	3,640,400	\$	3,640,400
20	<b>Sec. 15-103. DEPARTMENT INITIATIVES</b>				
21	Full-time equated classified positions .....		13.0		13.0
22	Great Lakes restoration initiative .....	\$	2,905,300	\$	2,905,300
23	Invasive species prevention and control-13.0 FTE				
24	positions .....		<u>5,101,600</u>		<u>5,101,600</u>
25	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>8,006,900</b>	<b>\$</b>	<b>8,006,900</b>
26	Appropriated from:				
27	Federal revenues:				
28	Other federal revenues .....		2,905,300		2,905,300

1	Special revenue funds:			
2	State general fund/general purpose .....	\$	5,101,600	\$ 5,101,600
3	<b>Sec. 15-104. COMMUNICATION AND CUSTOMER SERVICES</b>			
4	Full-time equated classified positions .....		137.3	137.3
5	Marketing and outreach-80.8 FTE positions .....	\$	15,526,400	\$ 15,526,400
6	Michigan historical center-56.5 FTE positions .....		7,290,700	7,290,700
7	Michigan wildlife council .....		<u>1,600,000</u>	<u>1,600,000</u>
8	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>24,417,100</b>	<b>\$ 24,417,100</b>
9	Appropriated from:			
10	Federal revenues:			
11	Other federal revenues .....		2,821,800	2,821,800
12	Special revenue funds:			
13	Other state restricted revenues .....		16,321,000	16,321,000
14	State general fund/general purpose .....	\$	5,274,300	\$ 5,274,300
15	<b>Sec. 15-105. WILDLIFE MANAGEMENT</b>			
16	Full-time equated classified positions .....		230.5	230.5
17	Natural resources heritage-9.0 FTE positions .....	\$	645,300	\$ 645,300
18	Wildlife management-221.5 FTE positions .....		<u>46,896,200</u>	<u>46,896,200</u>
19	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>47,541,500</b>	<b>\$ 47,541,500</b>
20	Appropriated from:			
21	Federal revenues:			
22	Other federal revenues .....		26,207,600	26,207,600
23	Special revenue funds:			
24	Private revenues .....		315,700	315,700
25	Other state restricted revenues .....		16,461,200	16,461,200
26	State general fund/general purpose .....	\$	4,557,000	\$ 4,557,000
27	<b>Sec. 15-106. FISHERIES MANAGEMENT</b>			
28	Full-time equated classified positions .....		227.5	227.5



1	Aquatic resource mitigation-2.0 FTE positions .....	\$	636,000	\$	636,000
2	Fish production-63.0 FTE positions .....		10,723,000		10,723,000
3	Fisheries resource management-162.5 FTE positions ....		<u>22,953,700</u>		<u>22,953,700</u>
4	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>34,312,700</b>	<b>\$</b>	<b>34,312,700</b>
5	Appropriated from:				
6	Federal revenues:				
7	Other federal revenues .....		11,877,800		11,877,800
8	Special revenue funds:				
9	Private revenues .....		136,700		136,700
10	Other state restricted revenues .....		21,093,200		21,093,200
11	State general fund/general purpose .....	\$	1,205,000	\$	1,205,000
12	<b>Sec. 15-107. LAW ENFORCEMENT</b>				
13	Full-time equated classified positions .....		293.0		293.0
14	General law enforcement-293.0 FTE positions .....	\$	<u>47,253,700</u>	\$	<u>47,253,700</u>
15	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>47,253,700</b>	<b>\$</b>	<b>47,253,700</b>
16	Appropriated from:				
17	Federal revenues:				
18	Other federal revenues .....		6,921,000		6,921,000
19	Special revenue funds:				
20	Other state restricted revenues .....		27,426,300		27,426,300
21	State general fund/general purpose .....	\$	12,906,400	\$	12,906,400
22	<b>Sec. 15-108. PARKS AND RECREATION DIVISION</b>				
23	Full-time equated classified positions .....		1,033.9		1,033.9
24	Forest recreation and trails-74.9 FTE positions .....	\$	9,051,100	\$	9,051,100
25	MacMullan conference center-15.0 FTE positions .....		1,226,100		1,226,100
26	Michigan conservation corps .....		934,400		934,400
27	Recreational boating-179.6 FTE positions .....		22,919,900		22,919,900
28	State parks-764.4 FTE positions .....		<u>92,480,000</u>		<u>92,480,000</u>

1	<b>GROSS APPROPRIATION .....</b>	\$	126,611,500	\$	126,611,500
2	Appropriated from:				
3	Federal revenues:				
4	Other federal revenues .....		1,842,800		1,842,800
5	Special revenue funds:				
6	Private revenues .....		428,300		428,300
7	Other state restricted revenues .....		119,988,600		119,988,600
8	State general fund/general purpose .....	\$	4,351,800	\$	4,351,800
9	<b>Sec. 15-109. MACKINAC ISLAND STATE PARK COMMISSION</b>				
10	Full-time equated classified positions .....		17.0		17.0
11	Historical facilities system-13.0 FTE positions .....	\$	1,887,300	\$	1,887,300
12	Mackinac Island State Park operations-4.0 FTE				
13	positions .....		<u>340,300</u>		<u>340,300</u>
14	<b>GROSS APPROPRIATION .....</b>	\$	2,227,600	\$	2,227,600
15	Appropriated from:				
16	Special revenue funds:				
17	Other state restricted revenues .....		1,808,600		1,808,600
18	State general fund/general purpose .....	\$	419,000	\$	419,000
19	<b>Sec. 15-110. FOREST RESOURCES DIVISION</b>				
20	Full-time equated classified positions .....		319.5		319.5
21	Adopt-a-forest program .....	\$	25,000	\$	25,000
22	Cooperative resource programs-11.0 FTE positions .....		1,633,100		1,633,100
23	Forest fire equipment .....		931,500		931,500
24	Forest management and timber market development-185.0				
25	FTE positions .....		44,513,700		44,513,700
26	Forest management initiatives-8.5 FTE positions .....		929,000		929,000
27	Wildfire protection-115.0 FTE positions .....		<u>16,084,400</u>		<u>16,084,400</u>
28	<b>GROSS APPROPRIATION .....</b>	\$	64,116,700	\$	64,116,700

1	Appropriated from:		
2	Federal revenues:		
3	Other federal revenues .....	12,538,600	12,538,600
4	Special revenue funds:		
5	Private revenues .....	1,054,900	1,054,900
6	Other state restricted revenues .....	42,842,000	42,842,000
7	State general fund/general purpose .....	\$ 7,681,200	\$ 7,681,200
8	<b>Sec. 15-111. GRANTS</b>		
9	Dam management grant program .....	\$ 350,000	\$ 350,000
10	Deer habitat improvement partnership initiative .....	200,000	200,000
11	Federal - clean vessel act grants .....	400,000	400,000
12	Federal - forest stewardship grants .....	2,000,000	2,000,000
13	Federal - land and water conservation fund payments ..	13,000,000	13,000,000
14	Federal - rural community fire protection .....	400,000	400,000
15	Federal - urban forestry grants .....	900,000	900,000
16	Fisheries habitat improvement grants .....	1,250,000	1,250,000
17	Grants to communities - federal oil, gas, and timber		
18	payments .....	3,450,000	3,450,000
19	Grants to counties - marine safety .....	3,074,700	3,074,700
20	National recreational trails .....	3,907,300	3,907,300
21	Nonmotorized trail development and maintenance grants	200,000	200,000
22	Off-road vehicle safety training grants .....	60,000	60,000
23	Off-road vehicle trail improvement grants .....	6,415,500	6,415,500
24	Recreation improvement fund grants .....	916,800	916,800
25	Recreation passport local grants .....	2,000,000	2,000,000
26	Snowmobile law enforcement grants .....	380,100	380,100
27	Snowmobile local grants program .....	8,090,400	8,090,400
28	Trail easements .....	2,200,000	2,200,000

1	Wildlife habitat improvement grants .....	<u>1,502,500</u>	<u>1,502,500</u>
2	<b>GROSS APPROPRIATION .....</b>	<b>\$ 50,697,300</b>	<b>\$ 50,697,300</b>
3	Appropriated from:		
4	Federal revenues:		
5	Other federal revenues .....	25,624,700	25,624,700
6	Special revenue funds:		
7	Private revenues .....	100,000	100,000
8	Other state restricted revenues .....	24,422,600	24,422,600
9	State general fund/general purpose .....	\$ 550,000	\$ 550,000
10	<b>Sec. 15-112. INFORMATION TECHNOLOGY</b>		
11	Information technology services and projects .....	<u>\$ 10,562,500</u>	<u>\$ 10,562,500</u>
12	<b>GROSS APPROPRIATION .....</b>	<b>\$ 10,562,500</b>	<b>\$ 10,562,500</b>
13	Appropriated from:		
14	Special revenue funds:		
15	Other state restricted revenues .....	9,330,200	9,330,200
16	State general fund/general purpose .....	\$ 1,232,300	\$ 1,232,300
17	<b>Sec. 15-113. CAPITAL OUTLAY</b>		
18	<b>(1) RECREATIONAL LANDS AND INFRASTRUCTURE</b>		
19	State game and wildlife area infrastructure .....	\$ 1,400,000	\$ 1,400,000
20	State parks repair and maintenance .....	19,200,000	19,200,000
21	Wetlands restoration, enhancement and acquisition ....	<u>1,000,000</u>	<u>1,000,000</u>
22	<b>GROSS APPROPRIATION .....</b>	<b>\$ 21,600,000</b>	<b>\$ 21,600,000</b>
23	Appropriated from:		
24	Federal revenues:		
25	Other federal revenues .....	1,050,000	1,050,000
26	Special revenue funds:		
27	Other state restricted revenues .....	19,050,000	19,050,000
28	State general fund/general purpose .....	\$ 1,500,000	\$ 1,500,000

(2) WATERWAYS BOATING PROGRAM

Local boating infrastructure maintenance and

improvements .....	\$	3,622,500	\$	3,622,500
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State boating infrastructure maintenance .....	8,852,500	8,852,500
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GROSS APPROPRIATION .....	\$	12,475,000	\$	12,475,000
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Appropriated from:

Federal revenues:

Other federal revenues .....	1,475,000	1,475,000
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Special revenue funds:

Other state restricted revenues .....	11,000,000	11,000,000
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State general fund/general purpose .....	\$	0	\$	0
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**Sec. 15-114. ONE-TIME APPROPRIATIONS**

Archives of Michigan digitization .....	\$	485,000	\$	0
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Equipment lifecycle replacement .....	12,421,700	0
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Great Lakes research vessel .....	4,000,000	0
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Mass timber facility Newberry customer service center	2,000,000	0
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State fish hatchery upgrades and improvements .....	30,000,000	0
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GROSS APPROPRIATION .....	\$	48,906,700	\$	0
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Appropriated from:

Special revenue funds:

Other state restricted revenues .....	1,550,000	0
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State general fund/general purpose .....	\$	47,356,700	\$	0
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## PART 2

## PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2023

## GENERAL SECTIONS

Sec. 15-201. 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 2023 is \$433,279,900.00 and state spending from state sources to be paid to local units of government for fiscal year 2023 is \$10,971,400.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF NATURAL RESOURCES

Invasive species prevention and control .....	\$	1,900,000
Dam management grant program .....		175,000
Fisheries habitat improvement grants .....		125,000
Grants to counties - marine safety .....		
1,407,300 .....		Nonmotorized
trail development and maintenance grants .....		100,000
Off-road vehicle safety training grants .....		60,000
Off-road vehicle trail improvement grants .....		959,500
Recreation improvement fund grants .....		91,700
Recreation passport local grants .....		2,000,000
Snowmobile law enforcement grants .....		380,100
Wildlife habitat improvement grants .....		150,300
Local boating infrastructure maintenance and improvements .....		<u>3,622,500</u>
TOTAL .....	\$	10,971,400

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

Sec. 15-203. As used in this article:

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

Sec. 15-204. The departments and agencies receiving appropriations in part 1 shall

1 use the Internet to fulfill the reporting requirements of this article. This requirement  
2 shall include transmission of reports via Email to the recipients identified for each  
3 reporting requirement, or it shall include placement of reports on an Internet site.

4 Sec. 15-205. To the extent permissible under MCL 18.1261:

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

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

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

13 Sec. 15-206. To the extent permissible under the management and budget act, the  
14 director shall take all reasonable steps to ensure businesses in deprived and depressed  
15 communities compete for and perform contracts to provide services or supplies, or both. The  
16 director shall strongly encourage firms with which the department contracts to subcontract  
17 with certified businesses in depressed and deprived communities for services, supplies, or  
18 both.

19 Sec. 15-207. Consistent with MCL 18.1217, the departments and agencies receiving  
20 appropriations in part 1 shall prepare a report on out-of-state travel expenses not later  
21 than January 1 of each year. The travel report shall be a listing of all travel by  
22 classified and unclassified employees outside this state in the immediately preceding  
23 fiscal year that was funded in whole or in part with funds appropriated in the department's  
24 budget. The report shall be submitted to the senate and house appropriations committees,  
25 the house and senate fiscal agencies, and the state budget director. The report shall  
26 include the following information:

27 (a) The dates of each travel occurrence.

28 (b) The transportation and related costs of each travel occurrence, including the

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

4 Sec. 15-208. 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. 15-209. Not later than December 31, 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 report shall be transmitted to the chairpersons of the senate  
14 and house appropriations committees and the senate and house fiscal agencies.

15 Sec. 15-210. (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 \$10,000,000.00 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 \$1,000,000.00 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. 15-211. From the funds appropriated in part 1, the department shall provide to



the department of technology, management and budget information sufficient to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

(a) Fiscal year-to-date expenditures by category.

(b) Fiscal year-to-date expenditures by appropriation unit.

(c) Fiscal year-to-date payments to a selected vendor, including the vendor name, payment date, payment amount, and payment description.

(d) The number of active department employees by job classification.

(e) Job specifications and wage rates.

Sec. 15-212. Within 14 days after the release of the executive budget recommendation, the department shall provide to the state budget office information sufficient to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2022 and September 30, 2023.

Sec. 15-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks, and regularly updates key metrics that are used to monitor and improve the department's performance.

Sec. 15-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2023 are estimated at \$41,796,900.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at \$25,376,200.00. Total agency appropriations for retiree health care legacy costs are estimated at \$16,420,700.00.

Sec. 15-223. (1) In addition to the money appropriated in part 1, there is appropriated from the following state restricted funds up to the following amounts to the department of technology, management, and budget:

Game and fish protection fund.....\$575,600

Michigan state waterways fund.....307,800  
 Park improvement fund.....447,300  
 Forest development fund.....307,800

(2) In addition to the money appropriated in part 1, there is appropriated from the following state restricted funds up to the following amounts to the attorney general:

Game and fish protection fund.....\$670,900  
 Michigan state waterways fund.....148,700

(3) In addition to the money appropriated in part 1, there is appropriated from the following state restricted funds up to the following amounts to the legislative auditor general:

Game and fish protection fund.....\$34,800  
 Michigan state waterways fund.....12,600

(4) In addition to the money appropriated in part 1, there is appropriated from the following state restricted funds up to the following amounts to the department of treasury:

Game and fish protection fund.....\$3,383,800  
 Michigan state waterways fund.....408,900  
 Michigan natural resources trust fund.....3,195,500

(5) In addition to the amounts appropriated in part 1, available resources from the from the following state restricted funds are appropriated to the civil service commission at the amount calculated for each fund pursuant to section 5 of article XI of the state constitution of 1963:

- (a) Michigan conservation and recreation legacy fund.
- (b) Forest development fund.
- (c) Michigan natural resources trust fund.
- (d) Michigan state parks endowment fund.
- (e) Nongame wildlife fund.

Sec. 15-224. Pursuant to section 43703(3) of the natural resources and environmental protection act, 1994 PA 451, MCL 324.43703, there is appropriated from the game and fish

1 protection trust fund to the game and fish protection account of the Michigan conservation  
2 and recreation legacy fund, \$6,000,000.00 for the fiscal year ending September 30, 2023.

3  
4 **DEPARTMENT INITIATIVES**

5 Sec. 15-251. From the amounts appropriated in part 1 for invasive species prevention  
6 and control, the department shall allocate not less than \$3,600,000.00 for grants for the  
7 prevention, detection, eradication, and control of invasive species.

8  
9 **DEPARTMENTAL ADMINISTRATION AND SUPPORT**

10 Sec. 15-302. The department may charge land acquisition projects appropriated for  
11 the fiscal year ending September 30, 2023, and for prior fiscal years, a standard  
12 percentage fee to recover actual costs, and may use the revenue derived to support the land  
13 acquisition service charges provided for in part 1.

14 Sec. 15-303. As appropriated in part 1, the department may charge both application  
15 fees and transaction fees related to the exchange or sale of state-owned land or rights in  
16 land authorized by part 21 of the natural resources and environmental protection act, 1994  
17 PA 451, MCL 324.2101 to 324.2165. The fees shall be set by the director at a rate that  
18 allows the department to recover its costs for providing these services.

19  
20 **WILDLIFE DIVISION**

21 Sec. 15-507. (1) With the authority vested in section 43521 of the natural resources  
22 and environmental protection act, 1994 PA 451, MCL 324.43521, the department may discount  
23 the price of antlerless deer licenses to \$5.00 for deer management units 452 and 487 to  
24 achieve a harvest or management objective for that species.

25 (2) From the funds appropriated in part 1 for wildlife management, up to \$505,000.00  
26 from the general fund shall be credited to the game and fish protection account to supplant  
27 lost revenue that would otherwise be collected from full-price antlerless deer licenses  
28 sold for deer management units 452 and 487 pursuant to the fees set in section 43527a of

1 the natural resources and environmental protection act, 1994 PA 451, MCL 324.43527a, if not  
2 for the discount in subsection (1). The state budget director shall authorize the  
3 expenditure of these funds only upon confirmation of the license discount under subsection  
4 (1).

5 (3) The department may terminate the discount in subsection (1) once the lost  
6 revenue from that discount reaches \$505,000.00.

7 (4) Should lost revenue from the discount in subsection (1) not exceed \$505,000.00  
8 by a date to be specified by the department but not before November 15, the department  
9 shall then terminate the discount in subsection (1) and allocate the remaining funds to  
10 costs associated with testing deer for chronic wasting disease that were harvested outside  
11 the areas designated by the department as chronic wasting disease surveillance areas where  
12 sample collection sites are available.

13 (5) The department shall implement subsection (4) in a form and manner prescribed by  
14 the department.

15

16 **FOREST RESOURCES DIVISION**

17 Sec. 15-802. From the funds appropriated in part 1, the department shall provide  
18 quarterly reports on the number of acres of state forestland prepared for timber harvest to  
19 the senate and house appropriations subcommittees on natural resources and the standing  
20 committees of the senate and house of representatives with primary responsibility for  
21 natural resources issues. The department shall complete and deliver these reports by 45  
22 days after the end of the fiscal quarter.

23 Sec. 15-803. In addition to the money appropriated in part 1, the department may  
24 receive and expend money from federal sources to provide response to wildfires and hazard  
25 incidents as required by a compact with the federal government. If additional expenditure  
26 authorization is required, the department shall notify the state budget office that  
27 expenditure under this section is required. The department shall notify the house and  
28 senate appropriations subcommittees on natural resources and the house and senate fiscal

1 agencies by November 1 of the expenditures under this section during the fiscal year ending  
2 September 30, 2022.

3 Sec. 15-807. (1) In addition to the funds appropriated in part 1, there is  
4 appropriated from the disaster and emergency contingency fund up to \$800,000.00 to cover  
5 department costs related to any disaster as defined in section 2 of the emergency  
6 management act, 1976 PA 390, MCL 30.402.

7 (2) Funds appropriated under subsection (1) shall not be expended unless the state  
8 budget director recommends the expenditure and the department notifies the house and senate  
9 committees on appropriations. By December 1 each year, the department shall provide a  
10 report to the senate and house fiscal agencies and the state budget office on the use of  
11 the disaster and emergency contingency fund during the prior fiscal year.

12 (3) If Federal Emergency Management Agency reimbursement is approved for costs paid  
13 from the disaster and emergency contingency fund, the federal revenue shall be deposited  
14 into the disaster and emergency contingency fund.

15 (4) Unexpended and unencumbered funds remaining in the disaster and emergency  
16 contingency fund at the close of the fiscal year shall not lapse to the general fund and  
17 shall be carried forward and be available for expenditures in subsequent fiscal years.

#### 18 19 GRANTS

20 Sec. 15-1001. Federal pass-through funds to local institutions and governments that  
21 are received in amounts in addition to those included in part 1 for grants to communities -  
22 federal oil, gas, and timber payments and that do not require additional state matching  
23 funds are appropriated for the purposes intended. By November 30, the department shall  
24 report to the senate and house appropriations subcommittees on natural resources, the  
25 senate and house fiscal agencies, and the state budget director on all amounts appropriated  
26 under this section during the fiscal year ending September 30, 2022.

#### 27 28 CAPITAL OUTLAY

1           Sec. 15-1103. The appropriations in part 1 for capital outlay shall be carried  
2 forward at the end of the fiscal year consistent with section 248 of the management and  
3 budget act, 1984 PA 431, MCL 18.1248.

**Article 16****DEPARTMENT OF STATE****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 state are appropriated for the fiscal year ending September 30, 2023, and are anticipated to be appropriated for the fiscal year ending September 30, 2024, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

**DEPARTMENT OF STATE****APPROPRIATION SUMMARY**

Full-time equated unclassified positions .....	6.0	6.0
Full-time equated classified positions .....	1,596.0	1,596.0
<b>GROSS APPROPRIATION .....</b>	<b>\$ 256,264,000</b>	<b>\$ 256,264,000</b>
Total interdepartmental grants and interdepartmental transfers .....	20,000,000	20,000,000
<b>ADJUSTED GROSS APPROPRIATION .....</b>	<b>\$ 236,264,000</b>	<b>\$ 236,264,000</b>
Total federal revenues .....	1,460,000	1,460,000
Total local revenues .....	0	0
Total private revenues .....	50,100	50,100
Total other state restricted revenues .....	221,007,300	221,007,300
State general fund/general purpose .....	\$ 13,746,600	\$ 13,746,600
<i>State general fund/general purpose schedule:</i>		
Ongoing state general fund/general purpose .....	13,746,600	13,746,600
One-time state general fund/general purpose .....	0	0
<b>Sec. 16-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>		
Full-time equated unclassified positions .....	6.0	6.0
Full-time equated classified positions .....	130.0	130.0

1	Secretary of state-1.0 FTE position .....	\$	112,500	\$	112,500
2	Unclassified salaries-5.0 FTE positions .....		750,900		750,900
3	Executive direction-30.0 FTE positions .....		4,849,600		4,849,600
4	Operations-100.0 FTE positions .....		24,234,500		24,234,500
5	Property management .....		9,961,100		9,961,100
6	Worker's compensation .....		<u>157,000</u>		<u>157,000</u>
7	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>40,065,600</b>	<b>\$</b>	<b>40,065,600</b>
8	Appropriated from:				
9	Special revenue funds:				
10	Other state restricted revenues .....		39,079,400		39,079,400
11	State general fund/general purpose .....	\$	986,200	\$	986,200
12	<b>Sec. 16-103. LEGAL SERVICES</b>				
13	Full-time equated classified positions .....		158.0		158.0
14	Operations-158.0 FTE positions .....	\$	<u>21,588,500</u>	\$	<u>21,588,500</u>
15	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>21,588,500</b>	<b>\$</b>	<b>21,588,500</b>
16	Appropriated from:				
17	Special revenue funds:				
18	Other state restricted revenues .....		20,624,300		20,624,300
19	State general fund/general purpose .....	\$	964,200	\$	964,200
20	<b>Sec. 16-104. CUSTOMER DELIVERY SERVICES</b>				
21	Full-time equated classified positions .....		1,263.0		1,263.0
22	Branch operations-926.0 FTE positions .....	\$	94,218,500	\$	94,218,500
23	Central operations-335.0 FTE positions .....		50,758,400		50,758,400
24	Motorcycle safety education administration-2.0 FTE				
25	positions .....		650,600		650,600
26	Motorcycle safety education grants .....		2,100,000		2,100,000
27	Organ donor program .....		<u>129,100</u>		<u>129,100</u>
28	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>147,856,600</b>	<b>\$</b>	<b>147,856,600</b>



1	Appropriated from:			
2	Interdepartmental grant revenues:			
3	IDG from department of transportation .....	20,000,000		20,000,000
4	Federal revenues:			
5	Other federal revenues .....	1,460,000		1,460,000
6	Special revenue funds:			
7	Private revenues .....	50,100		50,100
8	Other state restricted revenues .....	123,400,400		123,400,400
9	State general fund/general purpose .....	\$ 2,946,100	\$	2,946,100
10	<b>Sec. 16-105. ELECTION REGULATION</b>			
11	Full-time equated classified positions .....	45.0		45.0
12	County clerk education and training fund .....	\$ 100,000	\$	100,000
13	Election administration and services-45.0 FTE			
14	positions .....	7,587,700		7,587,700
15	Fees to local units .....	<u>109,800</u>		<u>109,800</u>
16	<b>GROSS APPROPRIATION .....</b>	<b>\$ 7,797,500</b>	<b>\$</b>	<b>7,797,500</b>
17	Appropriated from:			
18	Special revenue funds:			
19	Other state restricted revenues .....	443,500		443,500
20	State general fund/general purpose .....	\$ 7,354,000	\$	7,354,000
21	<b>Sec. 16-106. INFORMATION TECHNOLOGY</b>			
22	Information technology services and projects .....	\$ <u>38,955,800</u>	\$	<u>38,955,800</u>
23	<b>GROSS APPROPRIATION .....</b>	<b>\$ 38,955,800</b>	<b>\$</b>	<b>38,955,800</b>
24	Appropriated from:			
25	Special revenue funds:			
26	Other state restricted revenues .....	37,459,700		37,459,700
27	State general fund/general purpose .....	\$ 1,496,100	\$	1,496,100
28				

## PART 2

## PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2023

**GENERAL SECTIONS**

Sec. 16-201. 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 2023 is \$234,753,900.00 and state spending from state sources to be paid to local units of government for fiscal year 2023 is \$1,417,200.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

## DEPARTMENT OF STATE

Motorcycle safety education grants .....	\$	1,377,200
Fees to local units .....		<u>40,000</u>
TOTAL .....	\$	1,417,200

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

Sec. 16-203. As used in this article:

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

Sec. 16-204. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this article. This requirement shall include transmission of reports via Email to the recipients identified for each reporting requirement, or it shall include placement of reports on an Internet site.

Sec. 16-205. To the extent permissible under MCL 18.1261:

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

1 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) In addition, preference must be given to goods or services, or both, that are  
5 manufactured or provided by Michigan businesses owned and operated by veterans, if they are  
6 competitively priced and of comparable quality.

7 Sec. 16-206. To the extent permissible under the management and budget act, the  
8 director shall take all reasonable steps to ensure businesses in deprived and depressed  
9 communities compete for and perform contracts to provide services or supplies, or both. The  
10 director shall strongly encourage firms with which the department contracts to subcontract  
11 with certified businesses in depressed and deprived communities for services, supplies, or  
12 both.

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

21 (a) The dates of each travel occurrence.

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

26 Sec. 16-208. 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

1 services for bonding activities and for those outside services that the attorney general  
2 authorizes.

3 Sec. 16-209. Not later than December 31, the state budget office shall prepare and  
4 transmit a report that provides for estimates of the total general fund/general purpose  
5 appropriation lapses at the close of the prior fiscal year. This report shall summarize the  
6 projected year-end general fund/general purpose appropriation lapses by major departmental  
7 program or program areas. The report shall be transmitted to the chairpersons of the senate  
8 and house appropriations committees and the senate and house fiscal agencies.

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

14 (2) In addition to the funds appropriated in part 1, there is appropriated an amount  
15 not to exceed \$7,500,000.00 for state restricted contingency funds. These funds are not  
16 available for expenditure until they have been transferred to another line item in this  
17 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

26 Sec. 16-211. From the funds appropriated in part 1, the department shall provide to  
27 the department of technology, management and budget information sufficient to maintain a  
28 searchable website accessible by the public at no cost that includes, but is not limited

to, all of the following for each department or agency:

(a) Fiscal year-to-date expenditures by category.

(b) Fiscal year-to-date expenditures by appropriation unit.

(c) Fiscal year-to-date payments to a selected vendor, including the vendor name, payment date, payment amount, and payment description.

(d) The number of active department employees by job classification.

(e) Job specifications and wage rates.

Sec. 16-212. Within 14 days after the release of the executive budget recommendation, the department shall provide to the state budget office information sufficient to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2022 and September 30, 2023.

Sec. 16-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks, and regularly updates key metrics that are used to monitor and improve the department's performance.

Sec. 16-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2023 are estimated at \$28,229,500.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at \$17,139,000.00. Total agency appropriations for retiree health care legacy costs are estimated at \$11,090,500.00.

#### **DEPARTMENT OF STATE**

Sec. 16-703. From the funds appropriated in part 1, the department shall sell copies of records including, but not limited to, records of motor vehicles, off-road vehicles, snowmobiles, watercraft, mobile homes, personal identification cardholders, drivers, and boat operators and shall charge \$15.00 per record sold only as authorized in section 208b

1 of the Michigan vehicle code, 1949 PA 300, MCL 257.208b, section 7 of 1972 PA 222, MCL  
2 28.297, and sections 80130, 80315, 81114, and 82156 of the natural resources and  
3 environmental protection act, 1994 PA 451, MCL 324.80130, 324.80315, 324.81114, and  
4 324.82156. The revenue received from the sale of records shall be credited to the  
5 transportation administration collection fund created under section 810b of the Michigan  
6 vehicle code, 1949 PA 300, MCL 257.810b. The department shall provide quarterly reports to  
7 the state budget director, the legislature, the chairpersons of the relevant appropriations  
8 subcommittees, and the senate and house fiscal agencies.

9       Sec. 16-704. From the funds appropriated in part 1, the secretary of state may enter  
10 into agreements with the department of corrections for the manufacture of vehicle  
11 registration plates 15 months before the registration year in which the registration plates  
12 will be used.

13       Sec. 16-705. (1) The department may accept gifts, donations, contributions, and  
14 grants of money and other property from any private or public source to underwrite, in  
15 whole or in part, the cost of a departmental publication that is prepared and disseminated  
16 under the Michigan vehicle code, 1949 PA 300, MCL 257.1 to 257.923. A private or public  
17 funding source may receive written recognition in the publication and may furnish a traffic  
18 safety message, subject to departmental approval, for inclusion in the publication. The  
19 department may reject a gift, donation, contribution, or grant. The department may furnish  
20 copies of a publication underwritten, in whole or in part, by a private source to the  
21 underwriter at no charge.

22       (2) The department may sell and accept paid advertising for placement in a  
23 departmental publication that is prepared and disseminated under the Michigan vehicle code,  
24 1949 PA 300, MCL 257.1 to 257.923. The department may charge and receive a fee for any  
25 advertisement appearing in a departmental publication and shall review and approve the  
26 content of each advertisement. The department may refuse to accept advertising from any  
27 person or organization. The department may furnish a reasonable number of copies of a  
28 publication to an advertiser at no charge.

1           (3) Pending expenditure, the funds received under this section shall be deposited in  
2 the Michigan department of state publications fund created by section 211 of the Michigan  
3 vehicle code, 1949 PA 300, MCL 257.211. Funds given, donated, or contributed to the  
4 department from a private source are appropriated and allocated for the purpose for which  
5 the revenue is furnished. Funds granted to the department from a public source are  
6 allocated and may be expended upon receipt. The department shall not accept a gift,  
7 donation, contribution, or grant if receipt is conditioned upon a commitment of state  
8 funding at a future date. Revenue received from the sale of advertising is appropriated and  
9 may be expended upon receipt.

10           (4) Any unexpended revenues received under this section shall be carried over into  
11 subsequent fiscal years and shall be available for appropriation for the purposes described  
12 in this section.

13           (5) On March 1 of each year, the department shall file a report with the senate and  
14 house of representatives standing committees on appropriations, the chairpersons of the  
15 relevant appropriations subcommittees, the senate and house fiscal agencies, and the state  
16 budget director. The report shall include all of the following information:

17           (a) The amount of gifts, contributions, donations, and grants of money received by  
18 the department under this section for the prior fiscal year.

19           (b) A listing of the expenditures made from the amounts received by the department  
20 as reported in subdivision (a).

21           (c) A listing of any gift, donation, contribution, or grant of property other than  
22 funding received by the department under this section for the prior year.

23           (d) The total revenue received from the sale of paid advertising accepted under this  
24 section and a statement of the total number of advertising transactions.

25           (6) In addition to copies delivered without charge as the secretary of state  
26 considers necessary, the department may sell copies of manuals and other publications  
27 regarding the sale, ownership, or operation or regulation of motor vehicles, with  
28 amendments, at prices to be established by the secretary of state. As used in this

1 subsection, the term "manuals and other publications" includes videos and proprietary  
2 electronic publications. All funds received from sales of these manuals and other  
3 publications shall be credited to the Michigan department of state publications fund.

4 Sec. 16-707. Funds collected by the department under section 211 of the Michigan  
5 vehicle code, 1949 PA 300, MCL 257.211, are appropriated for all expenses necessary to  
6 provide for the costs of the publication. Funds are allotted for expenditure when they are  
7 received by the department of treasury and shall not lapse to the general fund at the end  
8 of the fiscal year.

9 Sec. 16-708. From the funds appropriated in part 1, the department shall use  
10 available balances at the end of the state fiscal year to provide payment to the department  
11 of state police in the amount of \$332,000.00 for the services provided by the traffic  
12 accident records program as first appropriated in 1990 PA 196 and 1990 PA 208.

13 Sec. 16-709. From the funds appropriated in part 1, the department may restrict  
14 funds from miscellaneous revenue to cover cash shortages created from normal branch office  
15 operations. This amount shall not exceed \$50,000.00 of the total funds available in  
16 miscellaneous revenue.

17 Sec. 16-711. Collector plate and fund-raising registration plate revenues collected  
18 by the department are appropriated and allotted for distribution to the recipient  
19 university or public or private agency overseeing a state-sponsored goal when received.  
20 Distributions shall occur on a quarterly basis or as otherwise authorized by law. Any  
21 revenues remaining at the end of the fiscal year shall not lapse to the general fund but  
22 shall remain available for distribution to the university or agency in the next fiscal  
23 year.

24 Sec. 16-712. The department may produce and sell copies of a training video designed  
25 to inform registered automotive repair facilities of their obligations under Michigan law.  
26 The price shall not exceed the cost of production and distribution. The money received from  
27 the sale of training videos shall revert to the department and be placed in the auto repair  
28 facility account.



1           Sec. 16-713. (1) The department, in collaboration with the gift of life  
2 transplantation society or its successor federally designated organ procurement  
3 organization, may develop and administer a public information campaign concerning the  
4 Michigan organ donor program.

5           (2) The department may solicit funds from any private or public source to  
6 underwrite, in whole or in part, the public information campaign authorized by this  
7 section. The department may accept gifts, donations, contributions, and grants of money and  
8 other property from private and public sources for this purpose. A private or public  
9 funding source underwriting the public information campaign, in whole or in substantial  
10 part, shall receive sponsorship credit for its financial backing.

11           (3) Funds received under this section, including grants from state and federal  
12 agencies, shall not lapse to the general fund at the end of the fiscal year but shall  
13 remain available for expenditure for the purposes described in this section.

14           (4) Funding appropriated in part 1 for the organ donor program shall be used for  
15 producing a pamphlet to be distributed with driver licenses and personal identification  
16 cards regarding organ donations. The funds shall be used to update and print a pamphlet  
17 that will explain the organ donor program and encourage people to become donors by marking  
18 a checkoff on driver license and personal identification card applications.

19           (5) The pamphlet shall include a return reply form addressed to the gift of life  
20 organization. Funding appropriated in part 1 for the organ donor program shall be used to  
21 pay for return postage costs.

22           (6) In addition to the appropriations in part 1, the department may receive and  
23 expend funds from the organ and tissue donation education fund for administrative expenses.

24           (7) The department must submit a report to the house and senate appropriations  
25 subcommittees on general government, the senate and house fiscal agencies, and the state  
26 budget director by March 1 that provides the amount of revenue collected by the department  
27 authorized under this section, the purpose of each expenditure, and the amount of revenue  
28 carried forward.

1           Sec. 16-715. (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 and includes costs  
14 associated with service fees imposed by credit and debit card companies and processing fees  
15 imposed by banks and other financial institutions.

16           Sec. 16-717. (1) The department may accept nonmonetary gifts, donations, or  
17 contributions of property, of a de minimus value, from any private or public source to  
18 support, in whole or in part, the operation of a departmental function relating to  
19 licensing, regulation, or safety, but may accept donations of motorcycles for use for  
20 motorcycle safety training and testing. The department may recognize a private or public  
21 contributor for making the contribution. The department may reject a gift, donation, or  
22 contribution.

23           (2) The department shall not accept a gift, donation, or contribution under  
24 subsection (1) if receipt of the gift, donation, or contribution is conditioned upon a  
25 commitment of future state funding.

26           (3) On March 1 of each year, the department shall file a report with the senate and  
27 house of representatives standing committees on appropriations, the chairpersons of the  
28 relevant appropriations subcommittees, the senate and house fiscal agencies, and the state

1 budget director. The report shall list any gift, donation, or contribution received by the  
2 department under subsection (1) for the prior calendar year.

3 Sec. 16-723. The funds appropriated in part 1 for county clerk education and  
4 training shall only be used for costs associated with the training of local clerks in  
5 preparation for elections. The department shall not allocate any funds appropriated for  
6 county clerk education and training for any other purposes.

**Article 17****DEPARTMENT OF STATE POLICE****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 police are appropriated for the fiscal year ending September 30, 2023, and are anticipated to be appropriated for the fiscal year ending September 30, 2024, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

**DEPARTMENT OF STATE POLICE****APPROPRIATION SUMMARY**

Full-time equated unclassified positions .....	3.0	3.0
Full-time equated classified positions .....	3,764.0	3,764.0
<b>GROSS APPROPRIATION .....</b>	<b>\$ 821,979,000</b>	<b>\$ 812,584,800</b>
Total interdepartmental grants and interdepartmental transfers .....	25,502,400	25,502,400
<b>ADJUSTED GROSS APPROPRIATION .....</b>	<b>\$ 796,476,600</b>	<b>\$ 787,082,400</b>
Total federal revenues .....	81,804,300	81,804,300
Total local revenues .....	4,904,500	4,904,500
Total private revenues .....	35,000	35,000
Total other state restricted revenues .....	153,827,700	153,827,700
State general fund/general purpose .....	\$ 555,905,100	\$ 546,510,900
<i>State general fund/general purpose schedule:</i>		
Ongoing state general fund/general purpose .....	546,510,900	546,510,900
One-time state general fund/general purpose .....	9,394,200	0
<b>Sec. 17-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>		
Full-time equated unclassified positions .....	3.0	3.0
Full-time equated classified positions .....	139.0	139.0

1	Unclassified salaries-3.0 FTE positions .....	\$	553,600	\$	553,600
2	Department services-17.0 FTE positions .....		7,625,600		7,625,600
3	Departmentwide .....		48,770,800		48,770,800
4	Executive direction-45.0 FTE positions .....		7,359,900		7,359,900
5	Mobile office and system support-39.0 FTE positions ..		5,861,100		5,861,100
6	Professional development bureau-38.0 FTE positions ...		<u>10,247,400</u>		<u>10,247,400</u>
7	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>80,418,400</b>	<b>\$</b>	<b>80,418,400</b>
8	Appropriated from:				
9	Interdepartmental grant revenues:				
10	IDG from department of corrections .....		26,000		26,000
11	IDG from department of transportation .....		41,100		41,100
12	IDG from department of treasury .....		163,400		163,400
13	IDG from other restricted funding .....		192,200		192,200
14	Interdepartmental transfers .....		55,300		55,300
15	Federal revenues:				
16	Other federal revenues .....		1,866,600		1,866,600
17	Special revenue funds:				
18	Local revenues .....		8,400		8,400
19	Michigan merit award trust fund .....		15,900		15,900
20	Other state restricted revenues .....		5,350,200		5,350,200
21	State general fund/general purpose .....	\$	72,699,300	\$	72,699,300
22	<b>Sec. 17-103. LAW ENFORCEMENT</b>				
23	Full-time equated classified positions.....		604.0		604.0
24	Biometrics and identification-60.0 FTE positions .....	\$	11,108,200	\$	11,108,200
25	Criminal justice information center-155.0 FTE				
26	positions.....		26,995,100		26,995,100
27	Forensic science-279.0 FTE positions .....		48,111,700		48,111,700
28	Grants and community services-61.0 FTE positions .....		20,005,100		20,005,100

1	Office of school safety-6.0 FTE positions .....	1,356,900	1,356,900
2	State 9-1-1 administration-5.0 FTE positions .....	1,128,800	1,128,800
3	Training-38.0 FTE positions .....	<u>8,272,300</u>	<u>8,272,300</u>
4	<b>GROSS APPROPRIATION .....</b>	<b>\$ 116,978,100</b>	<b>\$ 116,978,100</b>
5	Appropriated from:		
6	Interdepartmental grant revenues:		
7	IDG from department of state .....	396,300	396,300
8	IDG from department of transportation .....	737,100	737,100
9	IDG from other restricted funding .....	2,768,200	2,768,200
10	Interdepartmental transfers .....	750,000	750,000
11	Federal revenues:		
12	Other federal revenues .....	13,690,200	13,690,200
13	Special revenue funds:		
14	Local revenues .....	919,200	919,200
15	Private revenues .....	20,000	20,000
16	Other state restricted revenues .....	43,285,300	43,285,300
17	State general fund/general purpose .....	<u>\$ 54,411,800</u>	<u>\$ 54,411,800</u>
18	<b>Sec. 17-104. MICHIGAN COMMISSION ON LAW ENFORCEMENT STANDARDS</b>		
19	Full-time equated classified positions .....	20.0	20.0
20	De-escalation training .....	<u>\$ 500,000</u>	<u>\$ 500,000</u>
21	Justice training grants .....	5,810,000	5,810,000
22	Public safety officers benefit fund-1.0 FTE position .	303,000	303,000
23	Standards and training-19.0 FTE positions .....	3,936,900	3,936,900
24	Training only to local units .....	<u>654,500</u>	<u>654,500</u>
25	<b>GROSS APPROPRIATION .....</b>	<b>\$ 11,204,400</b>	<b>\$ 11,204,400</b>
26	Appropriated from:		
27	Federal revenues:		
28	Other federal revenues .....	278,700	278,700

1	Special revenue funds:			
2	Other state restricted revenues .....	9,800,200		9,800,200
3	State general fund/general purpose .....	\$ 1,125,500	\$	1,125,500
4	<b>Sec. 17-105. FIELD SERVICES</b>			
5	Full-time equated classified positions .....	2,379.0		2,379.0
6	Investigative services-148.5 FTE positions .....	\$ 37,559,000	\$	37,559,000
7	Post operations-2,200.5 FTE positions .....	377,374,400		377,374,400
8	Secure cities partnership-30.0 FTE positions .....	<u>8,680,200</u>		<u>8,680,200</u>
9	<b>GROSS APPROPRIATION .....</b>	<b>\$ 423,613,600</b>	<b>\$</b>	<b>423,613,600</b>
10	Appropriated from:			
11	Interdepartmental grant revenues:			
12	IDG from department of treasury .....	5,492,400		5,492,400
13	Interdepartmental transfers .....	952,000		952,000
14	Federal revenues:			
15	Other federal revenues .....	9,978,700		9,978,700
16	Special revenue funds:			
17	Local revenues .....	1,233,600		1,233,600
18	Michigan merit award trust fund .....	854,900		854,900
19	Other state restricted revenues .....	53,276,800		53,276,800
20	State general fund/general purpose .....	\$ 351,825,200	\$	351,825,200
21	<b>Sec. 17-106. SPECIALIZED SERVICES</b>			
22	Full-time equated classified positions .....	622.0		622.0
23	Commercial vehicle enforcement-211.0 FTE positions ...	\$ 32,468,800	\$	32,468,800
24	Emergency management and homeland security-64.0 FTE			
25	positions .....	16,576,700		16,576,700
26	Hazardous materials programs-25.0 FTE positions .....	23,603,200		23,603,200
27	Highway safety planning-26.0 FTE positions .....	18,238,400		18,238,400
28	Intelligence operations-220.0 FTE positions .....	31,638,300		31,638,300

1	Secondary road patrol program-1.0 FTE position .....	13,077,300	13,077,300
2	Special operations-75.0 FTE positions .....	<u>15,855,300</u>	<u>15,855,300</u>
3	<b>GROSS APPROPRIATION .....</b>	<b>\$ 151,458,000</b>	<b>\$ 151,458,000</b>
4	Appropriated from:		
5	Interdepartmental grant revenues:		
6	IDG from department of transportation .....	11,259,800	11,259,800
7	IDG from department of treasury .....	100,000	100,000
8	Interdepartmental transfers .....	2,047,900	2,047,900
9	Federal revenues:		
10	Other federal revenues .....	55,029,700	55,029,700
11	Special revenue funds:		
12	Local revenues .....	1,791,600	1,791,600
13	Private revenues .....	15,000	15,000
14	Other state restricted revenues .....	29,664,900	29,664,900
15	State general fund/general purpose .....	\$ 51,549,100	\$ 51,549,100
16	<b>Sec. 17-107. INFORMATION TECHNOLOGY</b>		
17	Information technology services and projects .....	\$ <u>28,912,300</u>	\$ <u>28,912,300</u>
18	<b>GROSS APPROPRIATION .....</b>	<b>\$ 28,912,300</b>	<b>\$ 28,912,300</b>
19	Appropriated from:		
20	Interdepartmental grant revenues:		
21	IDG from department of transportation .....	364,700	364,700
22	IDG from department of treasury .....	122,800	122,800
23	IDG from other restricted funding .....	11,500	11,500
24	Interdepartmental transfers .....	21,700	21,700
25	Federal revenues:		
26	Other federal revenues .....	960,400	960,400
27	Special revenue funds:		
28	Local revenues .....	951,700	951,700



1	Michigan merit award trust fund .....		3,400		3,400
2	Other state restricted revenues .....		11,576,100		11,576,100
3	State general fund/general purpose .....	\$	14,900,000	\$	14,900,000
4	<b>Sec. 17-108. ONE-TIME APPROPRIATIONS</b>				
5	Recruitment, training, and outreach .....	\$	1,000,000	\$	0
6	Traffic stop data collection enhancement .....		3,700,000		0
7	Trooper school .....		<u>4,694,200</u>		<u>0</u>
8	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>9,394,200</b>	<b>\$</b>	<b>0</b>
9	Appropriated from:				
10	Special revenue funds:				
11	State general fund/general purpose .....	\$	9,394,200	\$	0

## PART 2

## PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2023

## 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 2023 is \$709,732,800.00 and state spending from state sources to be paid to local units of government for fiscal year 2023 is \$19,407,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

## DEPARTMENT OF STATE POLICE

Justice training grants.....	\$	5,810,000
Training only to local units.....		654,500
Secondary road patrol program.....		<u>12,942,500</u>
TOTAL .....	\$	19,407,000

Sec. 17-202. The appropriations authorized under this article are subject to the

1 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

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

3 (a) "CJIS" means Criminal Justice Information Systems.

4 (b) "Department" means the department of state police.

5 (c) "Director" means the director of the department.

6 (d) "DNA" means deoxyribonucleic acid.

7 (e) "DTMB" means the department of technology, management and budget.

8 (f) "FTE" means full-time equated.

9 (g) "IDG" means interdepartmental grant.

10 (h) "MCOLES" means the Michigan commission on law enforcement standards created in  
11 section 3 of the Michigan commission on law enforcement standards act, 1965 PA 203, MCL  
12 28.603.

13 Sec. 17-204. The departments and agencies receiving appropriations in part 1 shall  
14 use the Internet to fulfill the reporting requirements of this article. This requirement  
15 shall include transmission of reports via Email to the recipients identified for each  
16 reporting requirement, or it shall include placement of reports on an Internet site.

17 Sec. 17-205. To the extent permissible under MCL 18.1261:

18 (a) Funds appropriated in part 1 must not be used for the purchase of foreign goods  
19 or services, or both, if competitively priced and of comparable quality American goods or  
20 services, or both, are available.

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

23 (c) In addition, preference must be given to goods or services, or both, that are  
24 manufactured or provided by Michigan businesses owned and operated by veterans, if they are  
25 competitively priced and of comparable quality.

26 Sec. 17-206. To the extent permissible under the management and budget act, the  
27 director shall take all reasonable steps to ensure businesses in deprived and depressed  
28 communities compete for and perform contracts to provide services or supplies, or both. The

1 director shall strongly encourage firms with which the department contracts to subcontract  
2 with certified businesses in depressed and deprived communities for services, supplies, or  
3 both.

4 Sec. 17-207. Consistent with MCL 18.1217, the departments and agencies receiving  
5 appropriations in part 1 shall prepare a report on out-of-state travel expenses not later  
6 than January 1 of each year. The travel report shall be a listing of all travel by  
7 classified and unclassified employees outside this state in the immediately preceding  
8 fiscal year that was funded in whole or in part with funds appropriated in the department's  
9 budget. The report shall be submitted to the senate and house appropriations committees,  
10 the house and senate fiscal agencies, and the state budget director. The report shall  
11 include the following information:

12 (a) The dates of each travel occurrence.

13 (b) The transportation and related costs of each travel occurrence, including the  
14 proportion funded with state general fund/general purpose revenues, the proportion funded  
15 with state restricted revenues, the proportion funded with federal revenues, and the  
16 proportion funded with other revenues.

17 Sec. 17-208. 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. 17-209. Not later than December 31, 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 report shall be transmitted to the chairpersons of the senate  
27 and house appropriations committees and the senate and house fiscal agencies.

28 Sec. 17-210. (1) In addition to the funds appropriated in part 1, there is

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

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

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

13 (4) In addition to the funds appropriated in part 1, there is appropriated an amount  
14 not to exceed \$200,000.00 for private contingency funds. These funds are not available for  
15 expenditure until they have been transferred to another line item in this article under  
16 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

17 Sec. 17-211. From the funds appropriated in part 1, the department shall provide to  
18 the department of technology, management and budget information sufficient to maintain a  
19 searchable website accessible by the public at no cost that includes, but is not limited  
20 to, all of the following for each department or agency:

21 (a) Fiscal year-to-date expenditures by category.

22 (b) Fiscal year-to-date expenditures by appropriation unit.

23 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,  
24 payment date, payment amount, and payment description.

25 (d) The number of active department employees by job classification.

26 (e) Job specifications and wage rates.

27 Sec. 17-212. Within 14 days after the release of the executive budget  
28 recommendation, the department shall provide to the state budget office information

1 sufficient to provide the senate and house appropriations chairs, the senate and house  
2 appropriations subcommittees chairs, and the senate and house fiscal agencies with an  
3 annual report on estimated state restricted fund balances, state restricted fund projected  
4 revenues, and state restricted fund expenditures for the fiscal years ending September 30,  
5 2022 and September 30, 2023.

6 Sec. 17-213. The department shall maintain, on a publicly accessible website, a  
7 department scorecard that identifies, tracks, and regularly updates key metrics that are  
8 used to monitor and improve the department's performance.

9 Sec. 17-214. Total authorized appropriations from all sources under part 1 for  
10 legacy costs for the fiscal year ending September 30, 2023 are estimated at  
11 \$145,238,000.00. From this amount, total department appropriations for pension-related  
12 legacy costs are estimated at \$94,652,600.00. Total department appropriations for retiree  
13 health care legacy costs are estimated at \$50,585,400.00.

14 Sec. 17-223. Based on the availability of federal funding and demonstrated need, as  
15 indicated by applications submitted to the state court administrative office, the  
16 department shall provide \$1,500,000.00 in Byrne justice assistance grant program funding to  
17 the judiciary by interdepartmental grant.

18 Sec. 17-224. The department shall provide biannual reports to the subcommittees, the  
19 senate and house fiscal agencies, and the state budget office that provide the following  
20 data:

21 (a) A list of major work projects, including the status of each project.

22 (b) The department's financial status, featuring a report of budgeted versus actual  
23 expenditures by part 1 line item including a year-end projection of budget requirements. If  
24 projected department budget requirements exceed the allocated budget, the report shall  
25 include a plan to reduce overall expenses while still satisfying specified service level  
26 requirements.

27 (c) A report on the performance metrics cited or information required to be reported  
28 in this part, reasons for nonachievement of metric targets, and proposed corrective

1 actions.

2 Sec. 17-227. (1) When the department provides contractual services to a local unit  
3 of government, the department shall be reimbursed for all costs incurred in providing the  
4 services.

5 (2) The department shall define service cost models for those services requiring  
6 reimbursement.

7 (3) Contractual services provided to an entity other than a local unit of government  
8 may be provided by department personnel, but only on an overtime basis outside the normal  
9 work schedule of the personnel. All costs incurred in providing the service are eligible  
10 for reimbursement.

11 (4) This section does not apply to services provided to state agencies.

12 (5) Revenues received for contractual or reimbursed services in excess of the  
13 appropriation in part 1 are appropriated and may be received and expended by the department  
14 for the purposes for which funds are received.

15 (6) If additional authorization is approved in the statewide integrated governmental  
16 management application (SIGMA) by the state budget office under this section, the  
17 department shall notify the subcommittees and the senate and house fiscal agencies within  
18 10 days after the approval. The notification shall include the amount and funding source of  
19 the additional authorization, the date of its approval, and the projected use of funds to  
20 be expended.

21 Sec. 17-228. The department shall serve as an active liaison between the DTMB and  
22 state, local, regional, and federal public safety agencies on matters pertaining to the  
23 Michigan public safety communications system and shall report user issues to the DTMB.

24 Sec. 17-229. The department may establish and collect fees for publications, videos,  
25 conferences, workshops, and related materials. Collected fees shall be used to offset  
26 expenditures for costs of the publications, videos, workshops, conferences, and related  
27 materials. The department shall not collect fees under this section that exceed the cost of  
28 the expenditures.

1           Sec. 17-230. (1) The department may accept monetary and nonmonetary gifts, bequests,  
2 donations, contributions, or grants from any private or public source to support, in whole  
3 or in part, a departmental function or program. The department shall expend or use such  
4 gifts, bequests, donations, contributions, or grants for the purposes designated by the  
5 private or public source, if the purpose is specified.

6           (2) Revenue collected by the department under this section that is unexpended and  
7 unencumbered shall not lapse to the general fund but shall be carried forward to the  
8 subsequent fiscal year.

9           (3) Private revenues received in excess of the appropriation in part 1 are  
10 appropriated and may be received and expended by the department for the purposes for which  
11 funds are received.

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

18           Sec. 17-231. (1) Federal revenues authorized by and available from the federal  
19 government in excess of the appropriations in part 1 are appropriated and may be received  
20 and expended by the department for purposes authorized under state law and subject to  
21 federal requirements. The total amount of federal revenues that may be received and  
22 expended under this section must not exceed \$45,000,000.00.

23           (2) The department shall notify the subcommittees and the senate and house fiscal  
24 agencies before expending federal revenues received and appropriated under subsection (1).

25           (3) If additional authorization is approved in the statewide integrated governmental  
26 management application (SIGMA) by the state budget office under this section, the  
27 department shall notify the subcommittees and the senate and house fiscal agencies within  
28 10 days after the approval. The notification shall include the amount and funding source of

1 the additional authorization, the date of its approval, and the projected use of funds to  
2 be expended.

3 Sec. 17-235. In collaboration with the Michigan department of health and human  
4 services and the Michigan department of education, the department shall advise on  
5 initiatives in schools and other educational organizations that include, but are not  
6 limited to, training for educators, teachers, and other personnel in school settings for  
7 all of the following:

8 (a) Utilization of trauma-informed practices.

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

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

11  
12 **LAW ENFORCEMENT**

13 Sec. 17-401. (1) The department shall develop and deliver professional, innovative,  
14 and quality training that supports the enforcement and public safety efforts of the  
15 criminal justice community.

16 (2) The department shall provide performance data, as provided under section 224,  
17 for days of training being conducted by the academy.

18 (3) The department shall submit a report to the subcommittees and the senate and  
19 house fiscal agencies within 60 days of the conclusion of any trooper, motor carrier, or  
20 state properties security recruit school. The report shall include the following:

21 (a) The number of veterans and the number of MCOLES-certified police officers who  
22 were admitted to and the number who graduated from the recruit school.

23 (b) The total number of recruits who were admitted to the school, the number of  
24 recruits who graduated from the school, and the location at which each of these recruits is  
25 assigned.

26 (4) The department shall distribute and review course evaluations to ensure that  
27 quality training is provided.

28 Sec. 17-402. (1) In accordance with applicable state and federal laws and



1 regulations, the department shall maintain and ensure compliance with CJIS databases and  
2 applications in the support of public safety and law enforcement communities.

3 (2) The department shall improve the accuracy, timeliness, and completeness of  
4 criminal history information by conducting a minimum of 30 outreach activities targeted to  
5 criminal justice agencies. The department shall report the number of these outreach  
6 activities conducted, as provided under section 224.

7 (3) The department shall provide for the compilation of crime statistics consistent  
8 with the uniform crime reporting (UCR) program and the national incident-based report  
9 system (NIBRS).

10 (4) The department shall provide for the compilation and evaluation of traffic crash  
11 reports and the maintenance of the state accident data collection system.

12 (5) The department shall make individual traffic crash reports available for a fee  
13 of \$15.00 per incident. The department may also sell an extract of electronic traffic crash  
14 data for a fee of \$0.25 per incident, provided that the name, address, and any other  
15 personal identifying information have been excluded.

16 (6) In accordance with applicable state and federal laws and regulations, the  
17 department shall provide for the maintenance and dissemination of criminal history records  
18 and juvenile records, including to the extent necessary to exchange criminal history  
19 records information with the Federal Bureau of Investigation and other states through the  
20 interstate identification index, the National Crime Information Center, and other federal  
21 CJIS databases and indices.

22 (7) In accordance with applicable state and federal laws, the department shall  
23 provide for the maintenance of records, including criminal history records regarding  
24 firearms licensure, as provided in 1927 PA 372, MCL 28.421 to 28.435.

25 (8) The department shall provide information on the number of background checks  
26 processed through the internet criminal history access tool (ICHAT), as provided in section  
27 224.

28 (9) The following unexpended and unencumbered revenues deposited into the criminal

1 justice information center service fees shall not lapse to the general fund, but shall be  
2 carried forward into the subsequent fiscal year:

3 (a) Fees for fingerprinting and criminal record checks and name-based criminal  
4 record checks under 1935 PA 120, MCL 28.271 to 28.274.

5 (b) Fees for application and licensing for initial and renewal concealed pistol  
6 licenses under 1927 PA 372, MCL 28.421 to 28.435.

7 (c) Fees for searching, copying, and providing public records under the freedom of  
8 information act, 1976 PA 442, MCL 15.231 to 15.246.

9 (d) Revenue from other sources, including, but not limited to, investment and  
10 interest earnings. (12) Unexpended and unencumbered revenue generated by state records  
11 management system fees shall not lapse to the general fund, but shall be carried forward  
12 into the subsequent fiscal year.

13 Sec. 17-403. (1) The department shall provide forensic testing and  
14 analysis/profiling of DNA evidence to aid in law enforcement investigations in this state.

15 (2) The department shall ensure its ability to maintain accreditation by a federally  
16 designated accrediting agency, as provided under 34 USC 12592.

17 (3) The department shall provide forensic science services with an average  
18 turnaround time of 55 days, assuming an annual caseload volume commensurate with the  
19 average annual caseload received by the forensic science division during the preceding 5  
20 fiscal years, and shall work to achieve a goal of a 30-day average turnaround time across  
21 all forensic science disciplines.

22 (4) The department shall provide the following data as provided in section 224:

23 (a) The average turnaround time for processing forensic evidence across all  
24 disciplines.

25 (b) Forensic laboratory staffing levels, including scientists in training, and  
26 vacancies.

27 (c) The number of backlogged cases in each discipline.

28 Sec. 17-404. (1) The biometrics and identification division shall house and manage

1 the automated biometric identification system, the statewide network of agency photographs,  
2 and combined offender DNA index system biometric databases.

3 (2) The department shall provide data on the number of 10-print and palm-print  
4 submissions to the database, as provided in section 224.

5 (3) The department shall maintain the staffing and resources necessary to have a 28-  
6 day average wait time for scheduling a polygraph examination, assuming an annual caseload  
7 received commensurate with the average annual caseload received during the preceding 5  
8 fiscal years, with a goal of achieving a 15-day average wait time.

9 (4) If changes are made to the department's protocol for retaining and purging DNA  
10 analysis samples and records, the department shall post a copy of the protocol changes on  
11 the department's website.

12 Sec. 17-405. Not later than December 1, the department shall submit a report to the  
13 subcommittees and senate and house fiscal agencies that includes, but is not limited to,  
14 all of the following information:

15 (a) Sexual assault kit analysis backlog at the beginning of the prior fiscal year.

16 (b) The number of sexual assault kits collected or submitted for analysis during the  
17 prior fiscal year.

18 (c) The number of sexual assault kits analyzed and the number of associated DNA  
19 profiles created and uploaded during the prior fiscal year.

20 (d) Sexual assault kit analysis backlog at the end of the prior fiscal year.

21 (e) The average turnaround time to analyze sexual assault kits and to create and  
22 upload associated DNA profiles for the prior fiscal year.

23 Sec. 17-406. The department shall provide administrative support for the following  
24 grant and community service programs:

25 (a) The operations of the automobile theft prevention authority.

26 (b) Administration of the Edward Byrne memorial justice assistance program and other  
27 grant programs, as well as the department's community policing efforts.

28 (c) Administration of the office of school safety.

(d) Administration and outreach of the OK2SAY program.

Sec. 17-407. Not later than March 30, the office of school safety shall provide a school safety report to the legislature and the senate and house fiscal agencies that must include the following:

(a) Reports of incidents of school violence or threats reported to the state police by local law enforcement or local school districts, or received through the Michigan incident crime report (MICR).

(b) Reports of OK2SAY-based incidences and activities.

(c) Based upon an evaluation of incidents of school safety and analysis of school safety grants, recommendations on best practices and other safety measures to ensure school safety in this state.

#### **COMMISSION ON LAW ENFORCEMENT STANDARDS**

Sec. 17-501. (1) MCOLES shall establish standards for the selection, employment, training, education, licensing, and licensure revocation of all law enforcement officers and provide the basic law enforcement training curriculum for law enforcement training academy programs statewide.

(2) MCOLES shall maintain staffing and resources necessary to update law enforcement standards within 120 days of the enactment date of any new legislation.

Sec. 17-502. The general fund/general purpose funds appropriated in part 1 for the public safety officers benefit fund must be deposited into the public safety officers benefit fund created in section 3 of the public safety officers benefit act, 2004 PA 46, MCL 28.633. All funds in the public safety officers benefit fund are appropriated and available for expenditure in accordance with section 3 of the public safety officers benefit act, 2004 PA 46, MCL 28.633.

#### **FIELD SERVICES**

Sec. 17-601. (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 submit a report on or before April 15 to the subcommittees  
5 and senate and house fiscal agencies regarding the secure cities partnership during the  
6 prior calendar year.

7 Sec. 17-602. The department shall identify and apprehend criminals through criminal  
8 investigations in this state.

9 Sec. 17-603. (1) The department shall provide protection to this state, its economy,  
10 welfare, and vital state-sponsored programs through the prevention and suppression of  
11 organized smuggling of untaxed tobacco products in this state, through enforcement of the  
12 tobacco products tax act, 1993 PA 327, MCL 205.421 to 205.436, and other laws pertaining to  
13 combating criminal activity in this state, and by maintaining a tobacco tax enforcement  
14 unit.

15 (2) The department shall submit an annual report on December 1 to the subcommittees,  
16 the senate and house appropriations subcommittees on general government, the senate and  
17 house fiscal agencies, and the state budget office that details expenditures and activities  
18 related to tobacco tax enforcement for the prior fiscal year.

19 Sec. 17-604. The department shall provide fire investigation training and  
20 investigative assistance to public safety agencies in this state.

21  
22 **SPECIALIZED SERVICES**

23 Sec. 17-701. (1) The department shall operate the Michigan intelligence operations  
24 center for homeland security as this state's primary federally designated fusion center to  
25 receive, analyze, gather, and disseminate threat related information among federal, state,  
26 local, tribal, and private sector partners.

27 (2) The department shall ensure public safety by providing public and private sector  
28 partners with timely and accurate information regarding critical information key resource

1 threats as reported to or discovered by the Michigan intelligence operations center for  
2 homeland security and shall increase public awareness on how to report suspicious activity  
3 through website or telephone communications.

4 Sec. 17-702. The department shall provide specialized services in support of, and to  
5 enhance, local, state, and federal law enforcement operations within this state in  
6 accordance with all applicable state and federal laws and regulations.

7 Sec. 17-703. (1) The department shall maintain commercial vehicle regulation, school  
8 bus inspections, and enforcement activities, including enforcement of requirements  
9 concerning size, weight, and load restrictions; operating authority; registration; fuel  
10 taxes; transportation of hazardous materials; operations of new entrants; commercial driver  
11 licenses; and inspections pursuant to the federal motor carrier assistance program.

12 (2) The department shall maintain the staffing and resources necessary to meet  
13 inspection goals consistent with the department's federal motor carrier assistance program  
14 activities.

15 (3) Revenue collected under the motor carrier act, 1933 PA 254, MCL 475.1 to 479.42,  
16 shall be expended in accordance with that act. Unexpended and unencumbered revenues shall  
17 not lapse to the general fund but shall be carried forward into the subsequent fiscal year.

18 Sec. 17-704. (1) The department shall coordinate the mitigation, preparation,  
19 response, and recovery activities of municipal, county, state, and federal governments, and  
20 other governmental entities, for all hazards, disasters, and emergencies.

21 (2) The state director of emergency management may expend money appropriated under  
22 part 1 to call upon any agency or department of the state or any resource of the state to  
23 protect life or property or to provide for the health or safety of the population in any  
24 area of this state in which the governor proclaims a state of emergency or state of  
25 disaster under the emergency management act, 1976 PA 390, MCL 30.401 to 30.421. The state  
26 director of emergency management may expend the amounts the director considers necessary to  
27 accomplish these purposes. The director shall submit to the state budget director, as soon  
28 as possible, a complete report of all actions taken under the authority of this section.

1 The report shall contain, as a separate item, a statement of all money expended that is not  
2 reimbursable from federal funding. The state budget director shall review the expenditures  
3 and submit recommendations to the legislature in regard to any possible need for a  
4 supplemental appropriation.

5 (3) In addition to the funds appropriated in part 1, the department may receive and  
6 expend money from local, private, federal, or state sources for the purpose of providing  
7 emergency management training to local or private interests and for the purpose of  
8 supporting emergency preparedness, response, recovery, and mitigation activity. If  
9 additional expenditure authorization in the statewide integrated governmental management  
10 application (SIGMA) is approved by the state budget office under this section, the  
11 department and the state budget office shall notify the subcommittees and the senate and  
12 house fiscal agencies within 10 days after the approval. The notification shall include the  
13 amount and source of the additional authorization, the date of its approval, and the  
14 projected use of funds to be expended under the authorization.

15 (4) The department shall foster, promote, and maintain partnerships to protect this  
16 state and homeland from all hazards.

17 (5) The department shall maintain the staffing and resources necessary to do all of  
18 the following:

19 (a) Serve approximately 105 local emergency management preparedness programs and 88  
20 local emergency planning committees in this state.

21 (b) Operate and maintain the state's emergency operations center and provide command  
22 and control in support of emergency response services.

23 (c) Maintain readiness, including training and equipment to respond to civil  
24 disorders and natural disasters commensurate with the capabilities of fiscal year 2010-  
25 2011.

26 (d) Perform hazardous materials response training.

27 (6) The department shall conduct a minimum of 3 training sessions to enhance safe  
28 response in the event of natural or manmade incidents, emergencies, or disasters.

1 (7) In addition to the funds appropriated in part 1, there is appropriated from the  
2 disaster and emergency contingency fund an amount necessary to cover costs related to any  
3 disaster or emergency as defined in the emergency management act, 1976 PA 390, MCL 30.401  
4 to 30.421. Funds shall be expended as provided under sections 18 and 19 of the emergency  
5 management act, 1976 PA 390, MCL 30.418 and 30.419, and R 30.51 to R 30.61 of the Michigan  
6 Administrative Code.

7 Sec. 17-705. The department shall provide for the planning, administration, and  
8 implementation of highway traffic safety programs to save lives and reduce injuries on  
9 roads in this state, in partnership with other public and private organizations.

10 Sec. 17-706. (1) Funds appropriated in part 1 for the secondary road patrol program  
11 shall be used to provide grants to sheriffs under the secondary road patrol program  
12 described under section 76 of 1846 RS 14, MCL 51.76.

13 (2) Not later than April 30, the office of highway safety planning shall work with  
14 the state court administrative office, as necessary, to issue a report to the department  
15 and the subcommittees on the following data from the previous calendar year:

16 (a) The total number of traffic civil infractions written under both state and local  
17 ordinances for which the \$40.00 justice system assessment is to be assessed.

18 (b) Of the total number reported under subdivision (a), the number of traffic civil  
19 infractions written under both state and local ordinances that the court assessed and  
20 ordered payment of the justice system assessment.

21 (c) Of the number reported under subdivision (b), the number of traffic civil  
22 infractions for which the justice system assessment was collected and distributed to the  
23 justice system fund created in section 181 of the revised judicature act of 1961, 1961 PA  
24 236, MCL 600.181.

25 (d) The number of citations, misdemeanors, and felonies written under both state and  
26 local ordinances corresponding to a law of this state for a violation of each of the  
27 following:

28 (i) Section 617a of the Michigan vehicle code, 1949 PA 300, MCL 257.617a.



1 (ii) Section 618 of the Michigan vehicle code, 1949 PA 300, MCL 257.618.

2 (iii) Section 625(1) of the Michigan vehicle code, 1949 PA 300, MCL 257.625.

3 (iv) Section 625(8) of the Michigan vehicle code, 1949 PA 300, MCL 257.625.

4 (v) Section 626 of the Michigan vehicle code, 1949 PA 300, MCL 257.626.

5 (vi) Section 676b of the Michigan vehicle code, 1949 PA 300, MCL 257.676b.

6 (vii) Section 904 of the Michigan vehicle code, 1949 PA 300, MCL 257.904.

7 (3) The sheriffs' duties under the secondary road patrol program, as outlined in  
8 section 76(2) of 1846 RS 14, MCL 51.76, are to patrol and monitor traffic violations; to  
9 enforce the criminal laws of this state, violations of which are observed by or brought to  
10 the attention of the sheriff's department while patrolling and monitoring secondary roads;  
11 to investigate accidents involving motor vehicles; and to provide emergency assistance to  
12 persons on or near a highway or road the sheriff is patrolling and monitoring.

**Article 18****DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET****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 technology, management and budget are appropriated for the fiscal year ending September 30, 2023, and are anticipated to be appropriated for the fiscal year ending September 30, 2024, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

**DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET****APPROPRIATION SUMMARY**

Full-time equated unclassified positions .....	6.0	6.0
Full-time equated classified positions .....	3,177.0	3,177.0
<b>GROSS APPROPRIATION .....</b>	<b>\$ 1,854,239,700</b>	<b>\$ 1,653,239,700</b>
Total interdepartmental grants and interdepartmental transfers .....	1,047,125,600	1,047,125,600
<b>ADJUSTED GROSS APPROPRIATION .....</b>	<b>\$ 807,114,100</b>	<b>\$ 606,114,100</b>
Total federal revenues .....	5,217,200	5,217,200
Total local revenues .....	2,331,200	2,331,200
Total private revenues .....	137,400	137,400
Total other state restricted revenues .....	123,219,300	123,219,300
State general fund/general purpose .....	\$ 676,209,000	\$ 475,209,000
<i>State general fund/general purpose schedule:</i>		
<i>Ongoing state general fund/general purpose .....</i>	<i>475,209,000</i>	<i>475,209,000</i>
<i>One-time state general fund/general purpose .....</i>	<i>201,000,000</i>	<i>0</i>
<b>Sec. 18-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>		
Full-time equated unclassified positions .....	6.0	6.0
Full-time equated classified positions .....	868.5	868.5

1	Unclassified salaries-6.0 FTE positions .....	\$	1,028,500	\$	1,028,500
2	Administrative services-180.5 FTE positions .....		27,602,900		27,602,900
3	Budget and financial management-178.0 FTE positions ..		41,523,700		41,523,700
4	Building operation services-255.0 FTE positions .....		97,974,700		97,974,700
5	Bureau of labor market information and strategies-44.0				
6	FTE positions .....		7,988,800		7,988,800
7	Business support services-106.0 FTE positions .....		14,232,700		14,232,700
8	Design and construction services-40.0 FTE positions ..		7,045,900		7,045,900
9	Executive operations-12.0 FTE positions .....		2,481,000		2,481,000
10	Motor vehicle fleet-39.0 FTE positions .....		85,732,400		85,732,400
11	Office of the state employer-14.0 FTE positions .....		1,755,600		1,755,600
12	Property management .....		<u>8,873,400</u>		<u>8,873,400</u>
13	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>296,239,600</b>	<b>\$</b>	<b>296,239,600</b>
14	Appropriated from:				
15	Interdepartmental grant revenues:				
16	IDG from department of health and human services .....		754,100		754,100
17	IDG from department of licensing and regulatory				
18	affairs .....		100,000		100,000
19	IDG from other restricted funding .....		211,038,800		211,038,800
20	Federal revenues:				
21	Other federal revenues .....		5,217,200		5,217,200
22	Special revenue funds:				
23	Local revenues .....		53,400		53,400
24	Private revenues .....		137,400		137,400
25	Other state restricted revenues .....		27,075,600		27,075,600
26	State general fund/general purpose .....	\$	51,863,100	\$	51,863,100
27	<b>Sec. 18-103. TECHNOLOGY SERVICES</b>				
28	Full-time equated classified positions .....		1,663.5		1,663.5

1	Enterprise identity management-25.0 FTE positions ....	\$	14,751,900	\$	14,751,900
2	Information technology services-1,457.5 FTE positions		829,399,800		829,399,800
3	Homeland security initiative/cyber security-44.0 FTE				
4	positions .....		17,322,600		17,322,600
5	Information technology investment fund .....		35,000,000		35,000,000
6	Michigan public safety communications system-137.0 FTE				
7	positions .....		<u>48,950,100</u>		<u>48,950,100</u>
8	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>945,424,400</b>	<b>\$</b>	<b>945,424,400</b>
9	Appropriated from:				
10	Interdepartmental grant revenues:				
11	IDG from other restricted funding .....		829,399,800		829,399,800
12	Special revenue funds:				
13	Local revenues .....		2,277,800		2,277,800
14	State general fund/general purpose .....	\$	113,746,800	\$	113,746,800
15	<b>Sec. 18-104. STATEWIDE APPROPRIATIONS</b>				
16	Professional development fund - AFSCME .....	\$	50,000	\$	50,000
17	Professional development fund - MPE, SEIU, scientific				
18	and engineering unit .....		100,000		100,000
19	Professional development fund - MPE, SEIU, technical				
20	unit .....		50,000		50,000
21	Professional development fund - NERES .....		200,000		200,000
22	Professional development fund - UAW .....		<u>700,000</u>		<u>700,000</u>
23	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>1,100,000</b>	<b>\$</b>	<b>1,100,000</b>
24	Appropriated from:				
25	Interdepartmental grant revenues:				
26	IDG from other restricted funding .....		1,100,000		1,100,000
27	Special revenue funds:				
28	State general fund/general purpose .....	\$	0	\$	0

<b>1</b>	<b>Sec. 18-105. SPECIAL PROGRAMS</b>			
<b>2</b>	Full-time equated classified positions .....	186.0		186.0
<b>3</b>	Michigan infrastructure office-5.0 FTE positions .....	\$ 5,000,000	\$	5,000,000
<b>4</b>	Office of children's ombudsman-14.0 FTE positions ....	2,160,200		2,160,200
<b>5</b>	Property management - executive/legislative .....	1,320,300		1,320,300
<b>6</b>	Retirement services-167.0 FTE positions .....	<u>26,238,000</u>		<u>26,238,000</u>
<b>7</b>	<b>GROSS APPROPRIATION .....</b>	<b>\$ 34,718,500</b>	<b>\$</b>	<b>34,718,500</b>
<b>8</b>	Appropriated from:			
<b>9</b>	Special revenue funds:			
<b>10</b>	Other state restricted revenues .....	26,145,000		26,145,000
<b>11</b>	State general fund/general purpose .....	\$ 8,573,500	\$	8,573,500
<b>12</b>	<b>Sec. 18-106. STATE BUILDING AUTHORITY RENT</b>			
<b>13</b>	State building authority rent - community colleges ...	\$ 32,981,600	\$	32,981,600
<b>14</b>	State building authority rent - state agencies .....	66,293,700		66,293,700
<b>15</b>	State building authority rent - universities .....	<u>132,295,300</u>		<u>132,295,300</u>
<b>16</b>	<b>GROSS APPROPRIATION .....</b>	<b>\$ 231,570,600</b>	<b>\$</b>	<b>231,570,600</b>
<b>17</b>	Appropriated from:			
<b>18</b>	Special revenue funds:			
<b>19</b>	State general fund/general purpose .....	\$ 231,570,600	\$	231,570,600
<b>20</b>	<b>Sec. 18-107. CIVIL SERVICE COMMISSION</b>			
<b>21</b>	Full-time equated classified positions .....	459.0		459.0
<b>22</b>	Agency services-113.0 FTE positions .....	\$ 17,741,000	\$	17,741,000
<b>23</b>	Employee benefits-27.0 FTE positions .....	7,944,800		7,944,800
<b>24</b>	Executive direction-40.0 FTE positions .....	10,225,400		10,225,400
<b>25</b>	Human resources operations-279.0 FTE positions .....	36,171,700		36,171,700
<b>26</b>	Information technology services and projects .....	<u>4,110,700</u>		<u>4,110,700</u>
<b>27</b>	<b>GROSS APPROPRIATION .....</b>	<b>\$ 76,193,600</b>	<b>\$</b>	<b>76,193,600</b>
<b>28</b>	Appropriated from:			

1	Special revenue funds:			
2	Other state restricted revenues .....	50,946,200		50,946,200
3	State general fund/general purpose .....	\$ 25,247,400	\$	25,247,400
4	<b>Sec. 18-108. CAPITAL OUTLAY</b>			
5	Enterprisewide special maintenance for state			
6	facilities .....	\$ 28,000,000	\$	28,000,000
7	Major special maintenance, remodeling, and additions			
8	for state agencies .....	<u>3,800,000</u>		<u>3,800,000</u>
9	<b>GROSS APPROPRIATION .....</b>	<b>\$ 31,800,000</b>	<b>\$</b>	<b>31,800,000</b>
10	Appropriated from:			
11	Interdepartmental grant revenues:			
12	IDG from other restricted funding .....	3,800,000		3,800,000
13	Special revenue funds:			
14	State general fund/general purpose .....	\$ 28,000,000	\$	28,000,000
15	<b>Sec. 18-109. INFORMATION TECHNOLOGY</b>			
16	Information technology services and projects .....	\$ <u>36,193,000</u>	\$	<u>36,193,000</u>
17	<b>GROSS APPROPRIATION .....</b>	<b>\$ 36,193,000</b>	<b>\$</b>	<b>36,193,000</b>
18	Appropriated from:			
19	Interdepartmental grant revenues:			
20	IDG from other restricted funding .....	932,900		932,900
21	Special revenue funds:			
22	Other state restricted revenues .....	19,052,500		19,052,500
23	State general fund/general purpose .....	\$ 16,207,600	\$	16,207,600
24	<b>Sec. 18-110. ONE-TIME APPROPRIATIONS</b>			
25	Energy efficiency revolving fund .....	\$ 5,000,000	\$	0
26	Enterprisewide special maintenance for state			
27	facilities .....	70,000,000		0
28	Information technology investment fund .....	115,000,000		0

1	Space realignment and optimization .....	1,000,000	0
2	State fleet electric vehicle transition .....	<u>10,000,000</u>	<u>0</u>
3	<b>GROSS APPROPRIATION .....</b>	<b>\$ 201,000,000</b>	<b>\$ 0</b>
4	Appropriated from:		
5	Special revenue funds:		
6	State general fund/general purpose .....	\$ 201,000,000	\$ 0

## PART 2

## PROVISIONS CONCERNING APPROPRIATIONS

## FISCAL YEAR 2023

**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 2023 is \$799,428,300.00 and state spending from state sources to be paid to local units of government for fiscal year 2023 is \$0.00.

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

Sec. 18-203. As used in this article:

(a) "AFSCME" means American Federation of State, County, and Municipal Employees.

(b) "COBRA" means the consolidated omnibus budget reconciliation act of 1985, Public Law 99-272, 100 Stat 82.

(c) "Department" means the department of technology, management and budget.

(d) "Director" means the director of the department.

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

(f) "IDG" means interdepartmental grant.

(g) "JCOS" means the joint capital outlay subcommittee.

(h) "MPE" means the Michigan Public Employees.

1 (i) "NERE" means nonexclusively represented employees.

2 (j) "SEIU" means Service Employees International Union.

3 (k) "SIGMA" means statewide integrated governmental management applications.

4 (l) "State building authority" means the authority created under 1964 PA 183, MCL  
5 830.411 to 830.425.

6 (m) "UAW" means the United Automobile, Aerospace, and Agricultural Implement Workers  
7 of America.

8 Sec. 18-204. The departments and agencies receiving appropriations in part 1 shall  
9 use the Internet to fulfill the reporting requirements of this article. This requirement  
10 shall include transmission of reports via Email to the recipients identified for each  
11 reporting requirement, or it shall include placement of reports on an Internet site.

12 Sec. 18-205. To the extent permissible under MCL 18.1261:

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

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

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

21 Sec. 18-206. To the extent permissible under the management and budget act, the  
22 director shall take all reasonable steps to ensure businesses in deprived and depressed  
23 communities compete for and perform contracts to provide services or supplies, or both. The  
24 director shall strongly encourage firms with which the department contracts to subcontract  
25 with certified businesses in depressed and deprived communities for services, supplies, or  
26 both.

27 Sec. 18-207. Consistent with MCL 18.1217, the departments and agencies receiving  
28 appropriations in part 1 shall prepare a report on out-of-state travel expenses not later



1 than January 1 of each year. The travel report shall be a listing of all travel by  
2 classified and unclassified employees outside this state in the immediately preceding  
3 fiscal year that was funded in whole or in part with funds appropriated in the department's  
4 budget. The report shall be submitted to the senate and house appropriations committees,  
5 the house and senate fiscal agencies, and the state budget director. The report shall  
6 include the following information:

7 (a) The dates of each travel occurrence.

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

12 Sec. 18-208. 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. 18-209. Not later than December 31, 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 report shall be transmitted to the chairpersons of the senate  
22 and house appropriations committees and the senate and house fiscal agencies.

23 Sec. 18-210. (1) In addition to the funds appropriated in part 1, there is  
24 appropriated an amount not to exceed \$4,000,000.00 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

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

4 (3) In addition to the funds appropriated in part 1, there is appropriated an amount  
5 not to exceed \$150,000.00 for local 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 (4) In addition to the funds appropriated in part 1, there is appropriated an amount  
9 not to exceed \$2,000,000.00 for private contingency funds. These funds are not available  
10 for expenditure until they have been transferred to another line item in this article under  
11 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

12 Sec. 18-211. From the funds appropriated in part 1, the department shall maintain a  
13 searchable website accessible by the public at no cost that includes, but is not limited  
14 to, all of the following for each department or agency:

15 (a) Fiscal year-to-date expenditures by category.

16 (b) Fiscal year-to-date expenditures by appropriation unit.

17 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,  
18 payment date, payment amount, and payment description.

19 (d) The number of active department employees by job classification.

20 (e) Job specifications and wage rates.

21 Sec. 18-212. Within 14 days after the release of the executive budget  
22 recommendation, the department shall provide to the state budget office information  
23 sufficient to provide the senate and house appropriations chairs, the senate and house  
24 appropriations subcommittees chairs, and the senate and house fiscal agencies with an  
25 annual report on estimated state restricted fund balances, state restricted fund projected  
26 revenues, and state restricted fund expenditures for the fiscal years ending September 30,  
27 2022 and September 30, 2023.

28 Sec. 18-213. The department shall maintain, on a publicly accessible website, a

1 department scorecard that identifies, tracks, and regularly updates key metrics that are  
2 used to monitor and improve the department's performance.

3 Sec. 18-214. Total authorized appropriations from all sources under part 1 for  
4 legacy costs for the fiscal year ending September 30, 2023 are estimated at \$77,148,300.00.  
5 From this amount, total agency appropriations for pension-related legacy costs are  
6 estimated at \$46,839,100.00. Total agency appropriations for retiree health care legacy  
7 costs are estimated at \$30,309,200.00.

8  
9 **DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET**

10 Sec. 18-802. Proceeds in excess of necessary costs incurred in the conduct of  
11 transfers or auctions of state surplus, salvage, or scrap property made pursuant to section  
12 267 of the management and budget act, 1984 PA 431, MCL 18.1267, are appropriated to the  
13 department to offset costs incurred in the acquisition and distribution of surplus  
14 property. The department shall provide consolidated Internet auction services through the  
15 state's contractors for all local units of government.

16 Sec. 18-803. (1) The department may receive and expend funds in addition to those  
17 authorized by part 1 for maintenance and operation services provided specifically to other  
18 principal executive departments or state agencies, the legislative branch, the judicial  
19 branch, or private tenants, or provided in connection with facilities transferred to the  
20 operational jurisdiction of the department.

21 (2) The department may receive and expend funds in addition to those authorized by  
22 part 1 for real estate, architectural, design, engineering, and project oversight services  
23 provided specifically to other principal executive departments or state agencies, the  
24 legislative branch, the judicial branch, universities, community colleges, or private  
25 tenants.

26 (3) The department may receive and expend funds in addition to those authorized in  
27 part 1 for mail pickup and delivery services provided specifically to other principal  
28 executive departments and state agencies, the legislative branch, or the judicial branch.

1           (4) The department may receive and expend funds in addition to those authorized in  
2 part 1 for purchasing services provided specifically to other principal executive  
3 departments and state agencies, the legislative branch, or the judicial branch.

4           (5) Fee revenue collected by the department from user fees under subsections (1) to  
5 (4) shall be carried forward and shall not lapse to the general fund at the close of the  
6 fiscal year.

7           Sec. 18-804. (1) Financing in part 1 for statewide appropriations shall be funded by  
8 assessments against longevity and insurance appropriations throughout state government in a  
9 manner prescribed by the department. Funds shall be used as specified in joint  
10 labor/management agreements or through the coordinated compensation hearings process. Any  
11 deposits made under this subsection and any unencumbered funds are restricted revenues, may  
12 be carried over into the succeeding fiscal years, and are appropriated.

13           (2) In addition to the funds appropriated in part 1 for statewide appropriations,  
14 the department may receive and expend funds in such additional amounts as may be specified  
15 in joint labor/management agreements or through the coordinated compensation hearings  
16 process in the same manner and subject to the same conditions as prescribed in subsection  
17 (1).

18           Sec. 18-805. To the extent a specific appropriation is required for a detailed  
19 source of financing included in part 1 for the department appropriations financed from  
20 special revenue and internal service and pension trust funds, or SIGMA user charges, the  
21 specific amounts are appropriated within the special revenue internal service and pension  
22 trust funds in portions not to exceed the aggregate amount appropriated in part 1.

23           Sec. 18-806. In addition to the funds appropriated in part 1 to the department, the  
24 department may receive and expend funds from other principal executive departments and  
25 state agencies to implement administrative leave bank transfer provisions as may be  
26 specified in joint labor/management agreements. The amounts may also be transferred to  
27 other principal executive departments and state agencies under the joint agreement and any  
28 amounts transferred under the joint agreement are authorized for receipt and expenditure by

1 the receiving principal executive department or state agency. Any amounts received by the  
2 department under this section and intended, under the joint labor/management agreements, to  
3 be available for use beyond the close of the fiscal year and any unencumbered funds may be  
4 carried over into the succeeding fiscal year.

5 Sec. 18-807. Financing 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. 18-808. (1) Deposits against the interdepartmental grant from building  
9 occupancy and parking charges appropriated in part 1 shall be collected, in part, from  
10 state agencies, the legislative branch, and the judicial branch based on estimated costs  
11 associated with maintenance and operation of buildings managed by the department. To the  
12 extent excess revenues are collected due to estimates of building occupancy charges  
13 exceeding actual costs, the excess revenues may be carried forward into succeeding fiscal  
14 years for the purpose of returning 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. 18-809. On a quarterly basis, the department shall notify the chairpersons of  
19 the senate and house of representatives standing committees on appropriations, the  
20 chairpersons of the senate and house of representatives standing committees on  
21 appropriations subcommittees on general government, the house and senate fiscal agencies,  
22 and the state budget director on any revisions either individually or in the aggregate that  
23 increase or decrease current contracts by more than \$250,000.00 for computer software  
24 development, hardware acquisition, or quality assurance.

25 Sec. 18-810. From the funds appropriated in part 1, the department shall maintain an  
26 Internet website that contains notice of all solicitations, invitations for bids, and  
27 requests for proposals over \$50,000.00 issued by the department or by any state agency  
28 operating under delegated authority, except for solicitations up to \$500,000.00 in

1 accordance with department policy regarding providing opportunities to Michigan small  
2 businesses, geographically disadvantaged business enterprises, Michigan veteran-owned  
3 business, Michigan service disabled veteran-owned businesses, or Michigan recognized  
4 community rehabilitation organizations, or in situations where it would be in the best  
5 interest of this state and documented by the department. This information must appear on  
6 the first page of each department or state agency dashboard. The department shall not set  
7 the due date for acceptance of an invitation for bid or request for proposal to less than  
8 14 days after the notice is made available on the Internet website, except in situations  
9 where it would be in the best interest of this state and documented by the department. In  
10 addition to the requirements of this section, the department may advertise the  
11 solicitations, invitations for bids, and requests for proposals in any manner the  
12 department determines appropriate, in order to give the greatest number of individuals and  
13 businesses the opportunity to respond, or make bids or requests for proposals.

14 Sec. 18-811. The department may receive and expend funds from the Vietnam veterans  
15 memorial monument fund as provided in the Michigan Vietnam veterans memorial act, 1988 PA  
16 234, MCL 35.1051 to 35.1057. Funds are appropriated and allocated when received and may be  
17 expended upon receipt.

18 Sec. 18-812. The Michigan veterans' memorial park commission may receive and expend  
19 money from any source, public or private, including, but not limited to, gifts, grants,  
20 donations of money, and government appropriations, for the purposes described in Executive  
21 Order No. 2001-10. Funds are appropriated and allocated when received and may be expended  
22 upon receipt. Any deposits made under this section and unencumbered funds are restricted  
23 revenues and may be carried over into succeeding fiscal years.

24 Sec. 18-813. (1) Funds in part 1 for motor vehicle fleet are appropriated to the  
25 department for administration and for the acquisition, lease, operation, maintenance,  
26 repair, replacement, and disposal of state motor vehicles.

27 (2) The appropriation in part 1 for motor vehicle fleet shall be funded by revenue  
28 from rates charged to principal executive departments and agencies for utilizing vehicle

1 travel services provided by the department. Revenue in excess of the amount appropriated in  
2 part 1 from the motor transport fund and any unencumbered funds are restricted revenues and  
3 may be carried over into the succeeding fiscal year.

4 (3) Pursuant to the department's authority under sections 213 and 215 of the  
5 management and budget act, 1984 PA 431, MCL 18.1213 and 18.1215, the department shall  
6 maintain a plan regarding the operation of the motor vehicle fleet. The plan shall include  
7 the number of vehicles assigned to, or authorized for use by, state departments and  
8 agencies, efforts to reduce travel expenditures, the number of cars in the motor vehicle  
9 fleet, the number of miles driven by fleet vehicles, and the number of gallons of fuel  
10 consumed by fleet vehicles. The plan shall include a calculation of the amount of state  
11 motor vehicle fuel taxes that would have been incurred by fleet vehicles if fleet vehicles  
12 were required by law to pay motor fuel taxes. The plan shall include a description of fleet  
13 garage operations, the goods sold and services provided by the fleet garage, the cost to  
14 operate the fleet garage, the number of fleet garage locations, and the number of employees  
15 assigned to each fleet garage. The plan may be adjusted during the fiscal year based on  
16 needs and cost savings to achieve the maximum value and efficiency from the state motor  
17 fleet. Within 60 days after the close of the fiscal year, the department shall provide a  
18 report to the senate and house of representatives standing committees on appropriations,  
19 the chairpersons of the relevant appropriations subcommittees, the senate and house fiscal  
20 agencies, and the state budget director detailing the current plan and changes made to the  
21 plan during the fiscal year. The plan shall also be posted on the department website.

22 (4) The department may charge state agencies for fuel cost increases that exceed  
23 \$3.04 per gallon of unleaded gasoline. The department shall notify state agencies, in  
24 writing or by electronic mail, at least 30 days before implementing additional charges for  
25 fuel cost increases. Revenues received from these charges are appropriated upon receipt.

26 (5) The state budget director, upon notification to the senate and house of  
27 representatives standing committees on appropriations, may adjust spending authorization  
28 and the IDG from motor transport fund in the department in order to ensure that the

1 appropriations for motor vehicle fleet in the department's budget equal the expenditures  
2 for motor vehicle fleet in the budgets for all executive branch agencies.

3       Sec. 18-814. The department shall develop a plan regarding the use of the funds  
4 appropriated in part 1 for the information technology investment fund. The plan shall  
5 include, but not be limited to, a description of proposed information technology investment  
6 projects, the time frame for completion of the information technology investment projects,  
7 the proposed cost of the information technology investment projects, the number of  
8 employees assigned to implement each information technology investment project, the  
9 contracts entered into for each information technology investment project, and any other  
10 information the department deems necessary. The plan shall be distributed to the senate and  
11 house of representatives standing committees on appropriations subcommittees on general  
12 government, the senate and house fiscal agencies, and the state budget director on a  
13 quarterly basis. The submitted plan shall also include anticipated spending reductions or  
14 overages for each of the proposed information technology investment projects. The  
15 department shall notify the senate and house of representatives standing committees on  
16 appropriations subcommittees on general government, the senate and house fiscal agencies,  
17 and the state budget director when a project funded under an information technology  
18 investment project line item in part 1 is expected to require a transfer of dollars from  
19 another project in excess of \$500,000.00.

20       Sec. 18-814a. The funds appropriated in part 1 for information technology investment  
21 fund shall be used for the modernization of state information technology systems,  
22 improvement of the state's cyber security framework, and to achieve efficiencies.

23       Sec. 18-815. In addition to the general fund/general purpose appropriations for  
24 special maintenance, remodeling, and additions for state agencies in part 1, there is  
25 appropriated related federal and state restricted funds up to the amounts that will be  
26 earned based upon the initiatives undertaken with the funds in part 1. The state budget  
27 director shall determine and authorize the appropriate manner for implementing this  
28 section. The department shall notify the senate and house general government appropriations



1 subcommittees and any other relevant senate and house appropriations subcommittee within 10  
2 days of effectuating appropriations under this section.

3 Sec. 18-816. In addition to the general fund/general purpose appropriations for  
4 enterprisewide information technology investments in part 1, there is appropriated related  
5 federal and state restricted funds up to the amounts that will be earned based upon the  
6 initiatives undertaken with the funds in part 1. The state budget director shall determine  
7 and authorize the appropriate manner for implementing this section.

8 Sec. 18-818. In addition to the funds appropriated in part 1, the department may  
9 receive and expend money from the Michigan law enforcement officers memorial monument fund  
10 as provided in the Michigan law enforcement officers memorial act, 2004 PA 177, MCL 28.781  
11 to 28.787.

12 Sec. 18-820. The department shall make available to the public a list of all parcels  
13 of real property owned by the state that are available for purchase. The list shall be  
14 posted on the internet through the department's website.

15 Sec. 18-822. The department shall compile a report by January 1 pertaining to the  
16 salaries of unclassified employees, and gubernatorial appointees, within all state  
17 departments and agencies. The report shall enumerate each unclassified employee and  
18 gubernatorial appointee and his or her annual salary rounded to the nearest thousand  
19 dollars. The report shall be distributed to the chairs of the senate and house of  
20 representatives standing committees on appropriations subcommittees on general government,  
21 the senate and house fiscal agencies, and the state budget director and be made available  
22 electronically.

23 Sec. 18-822c. The funds appropriated in part 1 shall not be used to support any  
24 staff effort, projects, consultant expenses, or any other activity related to the  
25 development, financing, construction, operation, or implementation of the Gordie Howe  
26 International Crossing or any successor project unless the project is approved by the  
27 legislature and signed into law.

28 Sec. 18-822g. The department shall report quarterly to the senate and house of

1 representatives standing committees on appropriations, the senate and house appropriations  
2 subcommittees on general government, and the senate and house fiscal agencies on legal  
3 service fund expenditures. The report shall itemize expenditures by case, purpose, and  
4 department involved and shall include expenditures related to all previously appropriated  
5 funds.

6 Sec. 18-822m. (1) From the funds appropriated in part 1, the department shall  
7 maintain a system that collaborates with other departments to keep track of the performance  
8 of vendors in fulfilling contract obligations. The performance of these vendors shall be  
9 recorded and used as a factor to determine future contracts awarded in the procurement  
10 process.

11 (2) By March 15 the department shall provide a complete listing of all state  
12 departments and agencies that have not complied with the requirements of this section by  
13 March 1. The report listing noncompliant state departments and agencies shall be submitted  
14 no later than March 15 to the chairpersons of the house and senate appropriations  
15 subcommittees on general government, the house and senate fiscal agencies, and the state  
16 budget director.

17  
18 **INFORMATION TECHNOLOGY**

19 Sec. 18-823. (1) The department may sell and accept paid advertising for placement  
20 on any state website under its jurisdiction. The department shall review and approve the  
21 content of each advertisement. The department may refuse to accept advertising from any  
22 person or organization or require modification to advertisements based upon criteria  
23 determined by the department. Revenue received under this subsection shall be used for  
24 operating costs of the department and for future technology enhancements to state of  
25 Michigan e-government initiatives. Funds received under this subsection shall be limited to  
26 \$250,000.00. Any funds in excess of \$250,000.00 shall be deposited in the state general  
27 fund.

28 (2) The department may accept gifts, donations, contributions, bequests, and grants

1 of money from any public or private source to assist with the underwriting or sponsorship  
2 of state webpages or services offered on those webpages. A private or public funding source  
3 may receive recognition in the webpage. The department may reject any gift, donation,  
4 contribution, bequest, or grant.

5 (3) Funds accepted by the department under subsection (1) or (2) are appropriated  
6 and allotted when received and may be expended upon approval of the state budget director.  
7 The state budget office shall notify the senate and house of representatives standing  
8 committees on appropriations subcommittees on general government and the senate and house  
9 fiscal agencies within 10 days after the approval is given. The department shall provide a  
10 report to the senate and house of representatives appropriations subcommittees on general  
11 government, the house and senate fiscal agencies, and the state budget director that  
12 details the funds accepted for the prior fiscal year by November 1.

13 Sec. 18-824. The department may enter into agreements to supply spatial information  
14 and technical services to other principal executive departments, state agencies, local  
15 units of government, and other organizations. The department may receive and expend funds  
16 in addition to those authorized in part 1 for providing information and technical services,  
17 publications, maps, and other products. The department may expend amounts received for  
18 salaries, supplies, and equipment necessary to provide informational products and technical  
19 services.

20 Sec. 18-825. The legislature shall have access to all historical and current data  
21 contained within SIGMA, or its predecessor, pertaining to state departments. State  
22 departments shall have access to all historical and current data contained within SIGMA or  
23 its predecessor.

24 Sec. 18-826. When used in this part and part 1, "information technology services"  
25 means services involving all aspects of managing and processing information, including, but  
26 not limited to, all of the following:

27 (a) Application and mobile development and maintenance.

28 (b) Desktop computer support and management.

1 (c) Cyber security.

2 (d) Social media.

3 (e) Mainframe computer support and management.

4 (f) Cloud services support and management, including, but not limited to,  
5 infrastructure as a service, platform as a service, and software as a service.

6 (g) Local area network support and management, including, but not limited to, wired  
7 and wireless network build-out, support, and management.

8 (h) Information technology project management.

9 (i) Information technology procurement and contract management.

10 (j) Telecommunication services, infrastructure, and support.

11 Sec. 18-827. (1) Funds appropriated in part 1 for the Michigan public safety  
12 communications system shall be expended upon approval of an expenditure plan by the state  
13 budget director.

14 (2) The department shall assess all subscribers of the Michigan public safety  
15 communications system reasonable access and maintenance fees and shall deposit the fees in  
16 the Michigan public safety communications systems fees fund.

17 (3) All money received by the department under this section shall be expended for  
18 the support and maintenance of the Michigan public safety communications system.

19 (4) The department must provide a report to the senate and house of representatives  
20 standing committees on appropriations, the senate and house fiscal agencies, and the state  
21 budget office by April 15, indicating the amount of revenue collected under this section  
22 and expended for support and maintenance of the Michigan public safety communication system  
23 for the immediately preceding 6-month period. Any deposits made under this section and  
24 unencumbered funds are restricted revenues and shall be carried forward into succeeding  
25 fiscal years.

26 Sec. 18-828. The department shall submit a report for the first, second, and third  
27 fiscal quarters to the senate and house of representatives standing committees on  
28 appropriations subcommittees on general government, the house and senate fiscal agencies,

1 and the state budget director not later than 45 calendar days after each fiscal quarter.

2 The report shall include the following:

3 (a) The estimated total amount of funding appropriated for information technology  
4 services and projects, by funding source, for all principal executive departments and  
5 agencies for each fiscal quarter.

6 (b) A listing of the expenditures made from the amounts received by the department  
7 as reported in subdivision (a).

8 Sec. 18-831. The department shall submit monthly invoices for information technology  
9 services provided by the department either directly or through contracted vendors during  
10 that month to departments or agencies by no later than 45 days after receiving approval to  
11 pay vendor invoices from departments and agencies for the information technology services  
12 provided.

13 Sec. 18-833. (1) The state budget director, upon notification to the senate and  
14 house of representatives standing committees on appropriations, may adjust spending  
15 authorization and user fees in the department in order to ensure that the appropriations  
16 for information technology in the department equal the appropriations for information  
17 technology in the budgets for all executive branch agencies.

18 (2) If during the course of the fiscal year a transfer or supplemental to or from  
19 the information technology line item within an agency budget is made under section 393 of  
20 the management and budget act, 1984 PA 431, MCL 18.1393, there is appropriated an equal  
21 amount of user fees in the department to accommodate an increase or decrease in spending  
22 authorization.

23 Sec. 18-834. (1) Revenue collected from licenses issued under the antenna site  
24 management project shall be deposited into the antenna site management revolving fund  
25 created for this purpose in the department. The department may receive and expend money  
26 from the fund for costs associated with the antenna site management project, including the  
27 cost of a third-party site manager. Any excess revenue remaining in the fund at the close  
28 of the fiscal year shall be proportionately transferred to the appropriate state restricted

1 funds as designated in statute or by constitution.

2 (2) An antenna shall not be placed on any site pursuant to this section without  
3 complying with the respective local zoning codes and local unit of government processes.

4 Sec. 18-835. (1) In addition to the funds appropriated in part 1, the funds  
5 collected by the department for supplying census-related information and technical  
6 services, publications, statistical studies, population projections and estimates, and  
7 other demographic products are appropriated for all expenses necessary to provide the  
8 required services. These funds are available for expenditure when they are received and may  
9 be carried forward into the next succeeding fiscal year.

10 (2) The department must submit a report to the house and senate appropriations  
11 subcommittees on general government, the senate and house fiscal agencies, and the state  
12 budget office by March 1 that provides the amount of revenue collected by the department  
13 from the authorization in subsection (1) and the amount of revenue carried forward.

14 Sec. 18-837. All information technology projects funded by appropriations in part 1  
15 must utilize information technology project management best practices and services as  
16 defined or recommended by the enterprise portfolio management office of the department and  
17 comply with the requirements of the state unified information technology environment  
18 methodology as it applies to all information technology project management processes.

19  
20 **STATE BUILDING AUTHORITY RENT**

21 Sec. 18-842. (1) The state building authority rent appropriations in part 1 may also  
22 be expended for the payment of required premiums for insurance on facilities owned by the  
23 state building authority or payment of costs that may be incurred as the result of any  
24 deductible provisions in such insurance policies.

25 (2) If the amount appropriated in part 1 for state building authority rent is not  
26 sufficient to pay the rent obligations and insurance premiums and deductibles identified in  
27 subsection (1) for state building authority projects, there is appropriated from the  
28 general fund of the state the amount necessary to pay such obligations.

**CIVIL SERVICE COMMISSION**

Sec. 18-850. (1) In accordance with section 5 of article XI of the state constitution of 1963, all restricted funds shall be assessed a sum not less than 1% of the total aggregate payroll paid from those funds for financing the civil service commission on the basis of actual 1% restricted sources total aggregate payroll of the classified service for the preceding fiscal year. This includes, but is not limited to, restricted funds appropriated in part 1 of any appropriations act. Unexpended 1% appropriated funds shall be returned to each 1% fund source at the end of the fiscal year.

(2) The appropriations in part 1 are estimates of actual charges based on payroll appropriations. With the approval of the state budget director, the commission is authorized to adjust financing sources for civil service charges based on actual payroll expenditures, provided that such adjustments do not increase the total appropriation for the civil service commission.

Sec. 18-851. Except where specifically appropriated for this purpose, financing from restricted sources shall be credited to the civil service commission. For restricted sources of funding within the general fund that have the legislative authority for carryover, if current spending authorization or revenues are insufficient to accept the charge, the shortage shall be taken from carryforward balances of that funding source. Restricted revenue sources that do not have carryforward authority shall be utilized to satisfy commission operating deducts first and civil service obligations second. General fund dollars are appropriated for any shortfall, pursuant to approval by the state budget director.

Sec. 18-852. The appropriation in part 1 to the civil service commission, for state-sponsored group insurance, flexible spending accounts, and COBRA, represents amounts, in part, included within the various appropriations throughout state government for the current fiscal year to fund the flexible spending account program included within the civil service commission. Deposits against state-sponsored group insurance, flexible spending

accounts, and COBRA for the flexible spending account program shall be made from assessments levied during the current fiscal year in a manner prescribed by the civil service commission. Unspent employee contributions to the flexible spending accounts may be used to offset administrative costs for the flexible spending account program, with any remaining balance of unspent employee contributions to be lapsed to the general fund.

#### **CAPITAL OUTLAY**

Sec. 18-860. As used in sections 861 through 875 of this part:

(a) "Board" means the state administrative board.

(b) "Community college" means a community college organized under the community college act of 1966, 1966 PA 331, MCL 389.1 to 389.195, or under part 25 of the revised school code, 1976 PA 451, MCL 380.1601 to 380.1607, and does not include a state agency or university.

(c) "University" means a 4-year university supported by the state. University does not include a community college or a state agency.

Sec. 18-861. Each capital outlay project authorized in this part and part 1 or any previous capital outlay act shall comply with the procedures required by the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 18-864. The appropriations in part 1 for capital outlay shall be carried forward at the end of the fiscal year consistent with the provisions of section 248 of the management and budget act, 1984 PA 431, MCL 18.1248.

Sec. 18-865. (1) A site preparation economic development fund is created in the department. As used in this section, "economic development sites" means those state-owned sites declared as surplus property pursuant to section 251 of the management and budget act, 1984 PA 431, MCL 18.1251, that would provide economic benefit to the area or to the state. The Michigan Economic Development Corporation board and the state budget director shall determine whether or not a specific state-owned site qualifies for inclusion in the fund created under this subsection.



1 (2) Proceeds from the sale of any sites designated in subsection (1) shall be  
2 deposited into the fund created in subsection (1) and shall be available for site  
3 preparation expenditures, unless otherwise provided by law. The economic development sites  
4 authorized in subsection (1) are authorized for sale consistent with state law.  
5 Expenditures from the fund are authorized for site preparation activities that enhance the  
6 marketable sale value of the sites. Site preparation activities include, but are not  
7 limited to, demolition, environmental studies and abatement, utility enhancement, and site  
8 excavation.

9 (3) A cash advance in an amount of not more than \$25,000,000.00 is authorized from  
10 the general fund to the site preparation economic development fund.

11 (4) An annual report shall be transmitted to the senate and house of representatives  
12 standing committees on appropriations not later than December 31 of each year. This report  
13 shall detail both of the following:

14 (a) The revenue and expenditure activity in the fund for the preceding fiscal year.

15 (b) The sites identified as economic development sites under subsection (1).

16 Sec. 18-866. (1) The energy efficiency revolving fund is created within the state  
17 treasury. The state treasurer may receive money or other assets from any source for deposit  
18 into the energy efficiency revolving fund. The state treasurer shall direct the investment  
19 of the energy efficiency revolving fund. The state treasurer shall credit to the energy  
20 efficiency revolving fund interest and earnings from energy efficiency revolving fund  
21 investments.

22 (2) Money in the energy efficiency revolving fund at the close of the fiscal year  
23 shall remain in the energy efficiency revolving fund and shall not lapse to the general  
24 fund.

25 (3) From the funds appropriated in part 1 for the energy efficiency revolving fund,  
26 \$5,000,000.00 from the state general fund/general purpose is deposited in the energy  
27 efficiency revolving fund created in subsection (1) and is appropriated for energy  
28 efficiency and renewable energy projects.

1 (4) The department will provide oversight and direction for the energy efficiency  
2 revolving fund and shall coordinate a call for projects and prioritize the award of  
3 projects that will contribute to a reduction in the state's carbon footprint. State  
4 administrative costs are to be limited to 10% of the total project cost.

5 (5) The department shall set terms with agencies participating in the energy  
6 efficiency revolving fund program that include the project(s) scope, funding commitments,  
7 data collection and reporting requirements, and any other financial terms related to  
8 realization of energy savings related to implementation of the project(s). The department  
9 may enter into a memorandum of understanding to memorialize these terms.

10 (6) Energy savings generated by a project shall be paid to the energy efficiency  
11 revolving fund in future years by a participating agency in a manner and under the terms  
12 determined by the department as described in subsection (5). Funds received in addition to  
13 the appropriation in subsection (3) to the energy efficiency revolving fund are  
14 appropriated and may be expended in a manner consistent with the purposes of the fund  
15 outlined in subsection (3). Funds may only be expended on properties anticipated to remain  
16 in the State of Michigan ownership portfolio for the length of time necessary to recover  
17 the fund amount invested in the project.

18 (7) The department shall submit an annual report by December 31 that includes:

19 (a) A list of all projects funded from this fund.

20 (b) Amount of monetary and/or efficiency savings realized from the projects.

21  
22 **CAPITAL OUTLAY - UNIVERSITIES AND COMMUNITY COLLEGES**

23 Sec. 18-873. (1) This section applies only to projects for community colleges.

24 (2) State support is directed towards the remodeling and additions, special  
25 maintenance, or construction of certain community college buildings. The community college  
26 shall obtain or provide for site acquisition and initial main utility installation to  
27 operate the facility. Funding shall be composed of local and state shares and not more than  
28 50% of a capital outlay project, not including a lump-sum special maintenance project or

1 remodeling and addition project, for a community college shall be appropriated from state  
2 and federal funds, unless otherwise appropriated by the legislature.

3 (3) An expenditure under this part and part 1 is authorized when the release of the  
4 appropriation is approved by the board upon the recommendation of the director. The  
5 director may recommend to the board the release of any appropriation in part 1 only after  
6 the director is assured that the legal entity operating the community college to which the  
7 appropriation is made has complied with this part and part 1 and has matched the amounts  
8 appropriated as required by this part and part 1. A release of funds in part 1 shall not  
9 exceed 50% of the total cost of planning and construction of any project, not including  
10 lump-sum remodeling and additions and special maintenance, unless otherwise appropriated by  
11 the legislature. Further planning and construction of a project authorized by this part and  
12 part 1 or applicable sections of the management and budget act, 1984 PA 431, MCL 18.1101 to  
13 18.1594, shall be in accordance with the purpose and scope as defined and delineated in the  
14 approved program statements and planning documents. This part and part 1 are applicable to  
15 all projects for which planning appropriations were made in previous acts.

16 (4) The community college shall take the steps necessary to secure available federal  
17 construction and equipment money for projects funded for construction in this part and part  
18 1 if an application was not previously made. If there is a reasonable expectation that a  
19 prior year unfunded application may receive federal money in a subsequent year, the college  
20 shall take whatever action necessary to keep the application active.

21 Sec. 18-874. If university and community college matching revenues are received in  
22 an amount less than the appropriations for capital projects contained in this part and part  
23 1, the state funds shall be reduced in proportion to the amount of matching revenue  
24 received.

25 Sec. 18-875. (1) The director may require that community colleges and universities  
26 that have an authorized project listed in part 1 submit documentation regarding the project  
27 match and governing board approval of the authorized project not more than 60 days after  
28 the beginning of the fiscal year.

(2) If the documentation required by the director under subsection (1) is not submitted, or does not adequately authenticate the availability of the project match or board approval of the authorized project, the authorization may terminate. The authorization terminates 30 days after the director notifies the JCOS of the intent to terminate the project unless the JCOS convenes to extend the authorization.

#### **ONE-TIME APPROPRIATIONS**

Sec. 18-901. The unexpended funds appropriated in part 1 for space realignment and optimization are designated as a work project appropriation, and any unencumbered or unallotted funds shall not lapse at the end of the fiscal year and shall be available for expenditures for projects under this section until the projects have been completed. The following is in compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of this project is to assess state facility office space that aligns with workplace planning efforts and optimizes safe delivery of state services.

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

(c) The total estimated cost of the project is \$1,000,000.00.

(d) The tentative completion date is September 30, 2027.

**Article 19****DEPARTMENT OF TRANSPORTATION****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 transportation are appropriated for the fiscal year ending September 30, 2023, and are anticipated to be appropriated for the fiscal year ending September 30, 2024, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

**DEPARTMENT OF TRANSPORTATION****APPROPRIATION SUMMARY**

Full-time equated unclassified positions .....	6.0	6.0
Full-time equated classified positions .....	3,136.3	3,136.3
<b>GROSS APPROPRIATION .....</b>	<b>\$ 6,300,948,900</b>	<b>\$ 6,098,000,900</b>
Total interdepartmental grants and interdepartmental transfers .....	4,123,800	4,123,800
<b>ADJUSTED GROSS APPROPRIATION .....</b>	<b>\$ 6,296,825,100</b>	<b>\$ 6,093,877,100</b>
Total federal revenues .....	2,026,480,000	2,038,835,700
Total local revenues .....	85,773,500	85,773,500
Total private revenues .....	900,000	900,000
Total other state restricted revenues .....	3,903,771,600	3,968,367,900
State general fund/general purpose .....	\$ 279,900,000	\$ 0
<i>State general fund/general purpose schedule:</i>		
<i>Ongoing state general fund/general purpose .....</i>	<i>0</i>	<i>0</i>
<i>One-time state general fund/general purpose .....</i>	<i>279,900,000</i>	<i>0</i>
<b>Sec. 19-102. DEBT SERVICE</b>		
Airport safety and protection plan .....	\$ 2,274,800	\$ 2,274,800
Blue Water Bridge fund .....	3,961,100	3,961,100

1	Comprehensive transportation .....	1,466,600	1,466,600
2	Economic development .....	7,650,100	7,650,100
3	Local bridge fund .....	556,500	556,500
4	State trunkline .....	<u>209,391,400</u>	<u>209,391,400</u>
5	<b>GROSS APPROPRIATION .....</b>	<b>\$ 225,300,500</b>	<b>\$ 225,300,500</b>
6	Appropriated from:		
7	Special revenue funds:		
8	Other state restricted revenues .....	225,300,500	225,300,500
9	State general fund/general purpose .....	\$ 0	\$ 0
10	<b>Sec. 19-103. INTERDEPARTMENTAL GRANTS</b>		
11	CTF grant to civil service commission .....	\$ 250,000	\$ 250,000
12	CTF grant to department of attorney general .....	109,400	109,400
13	CTF grant to department of treasury .....	54,900	54,900
14	CTF grant to legislative auditor general .....	43,200	43,200
15	CTF grant to department of technology, management and		
16	budget .....	40,900	40,900
17	MTF grant to department of environment, Great Lakes,		
18	and energy .....	1,524,700	1,524,700
19	MTF grant to department of treasury .....	3,528,000	3,528,000
20	MTF grant to legislative auditor general .....	350,200	350,200
21	MTF grant to department state for collection of		
22	revenue and fees .....	20,000,000	20,000,000
23	SAF grant to civil service commission .....	150,000	150,000
24	SAF grant to department of attorney general .....	191,800	191,800
25	SAF grant to department of treasury .....	81,600	81,600
26	SAF grant to legislative auditor general .....	33,800	33,800
27	SAF grant to department of technology, management and		
28	budget .....	31,700	31,700

1	STF grant to civil service commission .....	6,321,000	6,321,000
2	STF grant to department of attorney general .....	2,172,800	2,172,800
3	STF grant to department of state police .....	12,402,700	12,402,700
4	STF grant to department of treasury .....	167,000	167,000
5	STF grant to legislative auditor general .....	813,500	813,500
6	STF grant to department of technology, management and		
7	budget .....	<u>1,406,500</u>	<u>1,406,500</u>
8	<b>GROSS APPROPRIATION .....</b>	<b>\$ 49,673,700</b>	<b>\$ 49,673,700</b>
9	Appropriated from:		
10	Special revenue funds:		
11	Other state restricted revenues .....	49,673,700	49,673,700
12	State general fund/general purpose .....	\$ 0	\$ 0
13	<b>Sec. 19-104. DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>		
14	Full-time equated unclassified positions .....	6.0	6.0
15	Full-time equated classified positions .....	263.3	263.3
16	Unclassified salaries-6.0 FTE positions .....	\$ 900,400	\$ 900,400
17	Asset management council .....	1,876,400	1,876,400
18	Business support services-43.0 FTE positions .....	7,165,100	7,165,100
19	Commission audit and support services-29.3 FTE		
20	positions .....	3,643,800	3,643,800
21	Economic development and enhancement programs-11.0 FTE		
22	positions .....	1,911,900	1,911,900
23	Finance, contracts, and support services-180.0 FTE		
24	positions .....	24,277,500	24,277,500
25	Property management .....	7,235,700	7,235,700
26	Worker's compensation .....	<u>1,859,300</u>	<u>1,859,300</u>
27	<b>GROSS APPROPRIATION .....</b>	<b>\$ 48,870,100</b>	<b>\$ 48,870,100</b>
28	Appropriated from:		

1	Interdepartmental grant revenues:			
2	IDG from other restricted funding .....	4,123,800		4,123,800
3	Special revenue funds:			
4	Other state restricted revenues .....	44,746,300		44,746,300
5	State general fund/general purpose .....	\$ 0	\$	0
6	<b>Sec. 19-105. INFORMATION TECHNOLOGY</b>			
7	Information technology services and projects .....	\$ 41,691,800	\$	41,691,800
8	<b>GROSS APPROPRIATION .....</b>	<b>\$ 41,691,800</b>	<b>\$</b>	<b>41,691,800</b>
9	Appropriated from:			
10	Federal revenues:			
11	Other federal revenues .....	520,500		520,500
12	Special revenue funds:			
13	Other state restricted revenues .....	41,171,300		41,171,300
14	State general fund/general purpose .....	\$ 0	\$	0
15	<b>Sec. 19-106. TRANSPORTATION PLANNING</b>			
16	Full-time equated classified positions .....	142.0		142.0
17	Grants to regional planning councils .....	\$ 488,800	\$	488,800
18	Planning services-142.0 FTE positions .....	42,124,400		42,124,400
19	<b>GROSS APPROPRIATION .....</b>	<b>\$ 42,613,200</b>	<b>\$</b>	<b>42,613,200</b>
20	Appropriated from:			
21	Federal revenues:			
22	Other federal revenues .....	24,000,000		24,000,000
23	Special revenue funds:			
24	Other state restricted revenues .....	18,613,200		18,613,200
25	State general fund/general purpose .....	\$ 0	\$	0
26	<b>Sec. 19-107. DESIGN AND ENGINEERING SERVICES</b>			
27	Full-time equated classified positions .....	1,658.3		1,658.3
28	Business services-169.0 FTE positions .....	\$ 25,062,600	\$	25,062,600



1	Program development and delivery-1,142.3 FTE positions	106,322,500	106,322,500
2	System operations management-347.0 FTE positions .....	<u>58,869,000</u>	<u>58,869,000</u>
3	<b>GROSS APPROPRIATION .....</b>	<b>\$ 190,254,100</b>	<b>\$ 190,254,100</b>
4	Appropriated from:		
5	Federal revenues:		
6	Other federal revenues .....	23,529,800	23,529,800
7	Special revenue funds:		
8	Other state restricted revenues .....	166,724,300	166,724,300
9	State general fund/general purpose .....	\$ 0	\$ 0
10	<b>Sec. 19-108. HIGHWAY MAINTENANCE</b>		
11	Full-time equated classified positions .....	901.7	901.7
12	State trunkline operations-901.7 FTE positions .....	<u>\$ 443,561,300</u>	<u>\$ 443,561,300</u>
13	<b>GROSS APPROPRIATION .....</b>	<b>\$ 443,561,300</b>	<b>\$ 443,561,300</b>
14	Appropriated from:		
15	Special revenue funds:		
16	Other state restricted revenues .....	443,561,300	443,561,300
17	State general fund/general purpose .....	\$ 0	\$ 0
18	<b>Sec. 19-109. ROAD AND BRIDGE PROGRAMS</b>		
19	Cities and villages .....	\$ 684,060,200	\$ 703,020,200
20	County road commissions .....	1,226,915,200	1,260,921,200
21	Grants to local programs .....	33,000,000	33,000,000
22	Local bridge program .....	26,981,600	27,096,100
23	Local federal aid and road and bridge construction ...	384,987,800	387,187,400
24	Local agency wetland mitigation bank fund .....	2,000,000	2,000,000
25	Movable bridge fund .....	5,858,400	6,004,900
26	Rail grade crossing .....	3,000,000	3,000,000
27	Rail grade crossing - surface improvements .....	3,000,000	3,000,000
28	State trunkline federal aid and road and bridge		

1	construction .....	1,651,869,600	1,694,729,000
2	<b>GROSS APPROPRIATION .....</b>	<b>\$ 4,021,672,800</b>	<b>\$ 4,119,958,800</b>
3	Appropriated from:		
4	Federal revenues:		
5	Other federal revenues .....	1,570,218,700	1,579,017,200
6	Special revenue funds:		
7	Local revenues .....	30,003,500	30,003,500
8	Other state restricted revenues .....	2,421,450,600	2,510,938,100
9	State general fund/general purpose .....	\$ 0	\$ 0
10	<b>Sec. 19-111. BLUE WATER BRIDGE</b>		
11	Full-time equated classified positions .....	44.0	44.0
12	Blue Water Bridge operations-44.0 FTE positions .....	\$ 7,163,800	\$ 7,163,800
13	<b>GROSS APPROPRIATION .....</b>	<b>\$ 7,163,800</b>	<b>\$ 7,163,800</b>
14	Appropriated from:		
15	Special revenue funds:		
16	Other state restricted revenues .....	7,163,800	7,163,800
17	State general fund/general purpose .....	\$ 0	\$ 0
18	<b>Sec. 19-112. TRANSPORTATION ECONOMIC DEVELOPMENT</b>		
19	Community service infrastructure fund .....	\$ 3,000,000	\$ 3,000,000
20	Forest roads .....	5,000,000	5,000,000
21	Rural county primary .....	8,737,800	8,846,800
22	Rural county urban system .....	2,500,000	2,500,000
23	Target industries/economic redevelopment .....	17,975,400	18,193,400
24	Urban county congestion .....	8,737,800	8,846,800
25	<b>GROSS APPROPRIATION .....</b>	<b>\$ 45,951,000</b>	<b>\$ 46,387,000</b>
26	Appropriated from:		
27	Special revenue funds:		
28	Other state restricted revenues .....	45,951,000	46,387,000

1	State general fund/general purpose .....	\$	0	\$	0
2	<b>Sec. 19-113. AERONAUTICS SERVICES</b>				
3	Full-time equated classified positions .....		48.0		48.0
4	Air service program .....	\$	50,000	\$	50,000
5	Aviation services-48.0 FTE positions .....		<u>7,495,400</u>		<u>7,495,400</u>
6	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>7,545,400</b>	<b>\$</b>	<b>7,545,400</b>
7	Appropriated from:				
8	Special revenue funds:				
9	Other state restricted revenues .....		7,545,400		7,545,400
10	State general fund/general purpose .....	\$	0	\$	0
11	<b>Sec. 19-114. PUBLIC TRANSPORTATION SERVICES</b>				
12	Full-time equated classified positions .....		40.0		40.0
13	Passenger transportation services-40.0 FTE positions .	\$	<u>6,386,100</u>	\$	<u>6,386,100</u>
14	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>6,386,100</b>	<b>\$</b>	<b>6,386,100</b>
15	Appropriated from:				
16	Federal revenues:				
17	Other federal revenues .....		1,200,000		1,200,000
18	Special revenue funds:				
19	Other state restricted revenues .....		5,186,100		5,186,100
20	State general fund/general purpose .....	\$	0	\$	0
21	<b>Sec. 19-115. LOCAL BUS TRANSIT</b>				
22	Local bus operating .....	\$	201,750,000	\$	201,750,000
23	Nonurban operating/capital .....		<u>39,845,600</u>		<u>40,626,500</u>
24	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>241,595,600</b>	<b>\$</b>	<b>242,376,500</b>
25	Appropriated from:				
26	Federal revenues:				
27	Other federal revenues .....		37,845,600		38,626,500
28	Special revenue funds:				

1	Local revenues .....	2,000,000	2,000,000
2	Other state restricted revenues .....	201,750,000	201,750,000
3	State general fund/general purpose .....	\$ 0	\$ 0
4	<b>Sec. 19-116. INTERCITY PASSENGER</b>		
5	Full-time equated classified positions .....	39.0	39.0
6	Detroit/Wayne County Port Authority .....	\$ 500,000	\$ 500,000
7	Freight property management .....	1,300,000	1,300,000
8	Intercity services .....	9,981,800	10,103,000
9	Marine passenger service .....	4,964,000	5,017,000
10	Office of rail-39.0 FTE positions .....	6,865,600	6,865,600
11	Rail operations and infrastructure .....	<u>135,850,700</u>	<u>127,101,100</u>
12	<b>GROSS APPROPRIATION .....</b>	<b>\$ 159,462,100</b>	<b>\$ 150,886,700</b>
13	Appropriated from:		
14	Federal revenues:		
15	Other federal revenues .....	38,710,800	39,485,000
16	Special revenue funds:		
17	Local revenues .....	760,000	760,000
18	Private revenues .....	900,000	900,000
19	Other state restricted revenues .....	119,091,300	109,741,700
20	State general fund/general purpose .....	\$ 0	\$ 0
21	<b>Sec. 19-117. PUBLIC TRANSPORTATION DEVELOPMENT</b>		
22	Municipal credit program .....	\$ 2,000,000	\$ 2,000,000
23	Service initiatives .....	18,681,600	18,868,200
24	Specialized services .....	26,541,300	26,803,800
25	Transit capital .....	177,076,100	164,604,600
26	Van pooling .....	<u>195,000</u>	<u>195,000</u>
27	<b>GROSS APPROPRIATION .....</b>	<b>\$ 224,494,000</b>	<b>\$ 212,471,600</b>
28	Appropriated from:		

1	Federal revenues:			
2	Other federal revenues .....	100,454,600		102,456,700
3	Special revenue funds:			
4	Local revenues .....	35,510,000		35,510,000
5	Other state restricted revenues .....	88,529,400		74,504,900
6	State general fund/general purpose .....	\$ 0	\$	0
7	<b>Sec. 19-118. CAPITAL OUTLAY</b>			
8	<b>(1) BUILDINGS AND FACILITIES</b>			
9	Special maintenance, remodeling and additions .....	\$ 3,001,500	\$	3,001,500
10	Salt storage buildings and containment control .....	<u>2,500,000</u>		<u>2,500,000</u>
11	<b>GROSS APPROPRIATION .....</b>	<b>\$ 5,501,500</b>	<b>\$</b>	<b>5,501,500</b>
12	Appropriated from:			
13	Special revenue funds:			
14	Other state restricted revenues .....	5,501,500		5,501,500
15	State general fund/general purpose .....	\$ 0	\$	0
16	<b>(2) AIRPORT IMPROVEMENT PROGRAMS</b>			
17	Airport safety, protection, and improvement program ..	\$ 158,461,900	\$	156,508,800
18	Detroit Metropolitan Wayne County Airport .....	5,850,000		5,850,000
19	IIJA airport infrastructure grants .....	<u>95,000,000</u>		<u>95,000,000</u>
20	<b>GROSS APPROPRIATION .....</b>	<b>\$ 259,311,900</b>	<b>\$</b>	<b>257,358,800</b>
21	Appropriated from:			
22	Federal revenues:			
23	Other federal revenues .....	230,000,000		230,000,000
24	Special revenue funds:			
25	Local revenues .....	17,500,000		17,500,000
26	Other state restricted revenues .....	11,811,900		9,858,800
27	State general fund/general purpose .....	\$ 0	\$	0
28	<b>Sec. 19-119. ONE-TIME APPROPRIATIONS</b>			

1	Aviation weather station equipment replacement .....	\$	3,900,000	\$	0
2	Critical road and bridge infrastructure .....		150,000,000		0
3	Priority rail grade crossing/separation initiative ...		60,000,000		0
4	Pump station back-up generators .....		66,000,000		0
5	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>279,900,000</b>	<b>\$</b>	<b>0</b>
6	Appropriated from:				
7	Special revenue funds:				
8	State general fund/general purpose .....	\$	279,900,000	\$	0

9

## 10 PART 2

## 11 PROVISIONS CONCERNING APPROPRIATIONS

## 12 FISCAL YEAR 2023

13 GENERAL SECTIONS

14 Sec. 19-201. Pursuant to section 30 of article IX of the state constitution of 1963,  
 15 total state spending from state sources under part 1 for the fiscal year 2023 is  
 16 \$4,183,671,600.00 and state spending from state sources to be paid to local units of  
 17 government for fiscal year 2023 is \$2,384,253,600.00. The itemized statement below  
 18 identifies appropriations from which spending to local units of government will occur:

## 19 DEPARTMENT OF TRANSPORTATION

20	Grants to regional planning councils .....	\$	488,800
21	Cities and villages .....		684,060,200
22	County road commissions .....		1,226,915,200
23	Grants to local programs .....		33,000,000
24	Local bridge program .....		26,981,600
25	Local agency wetland mitigation bank fund .....		2,000,000
26	Movable bridge fund .....		2,929,200
27	Rail grade crossing .....		1,500,000
28	Rail grade crossing - surface improvements .....		3,000,000

1	Community service infrastructure fund.....	3,000,000
2	Forest roads.....	5,000,000
3	Rural county primary.....	8,737,800
4	Rural county urban system.....	2,500,000
5	Target industries/economic redevelopment.....	11,144,700
6	Urban county congestion.....	8,737,800
7	Air service program.....	50,000
8	Local bus operating.....	201,750,000
9	Detroit/Wayne County Port Authority.....	500,000
10	Marine passenger service.....	1,812,000
11	Municipal credit program.....	2,000,000
12	Service initiatives.....	9,029,400
13	Specialized services.....	9,228,900
14	Transit capital.....	68,076,100
15	Airport safety, protection, and improvement program.....	5,961,900
16	Detroit Metropolitan Wayne County Airport.....	5,850,000
17	Priority rail grade crossing/separation initiative.....	<u>60,000,000</u>
18	TOTAL .....	\$ 2,384,253,600

19       Sec. 19-202. 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. 19-203. As used in this article:

- 22       (a) "CTF" means comprehensive transportation fund.
- 23       (b) "Department" means the state transportation department.
- 24       (c) "Director" means the director of the department.
- 25       (d) "DOT" means the United States Department of Transportation.
- 26       (e) "DOT-FHWA" means DOT, Federal Highway Administration.
- 27       (f) "FTE" means full-time equated.
- 28       (g) "IDG" means interdepartmental grant.

1 (h) "IIJA" means the infrastructure investment and jobs act, 2021, Public Law 117-  
2 58.

3 (i) "MTF" means Michigan transportation fund.

4 (j) "SAF" means state aeronautics fund.

5 (k) "STF" means state trunkline fund.

6 Sec. 19-204. The departments and agencies receiving appropriations in part 1 shall  
7 use the Internet to fulfill the reporting requirements of this article. This requirement  
8 shall include transmission of reports via Email to the recipients identified for each  
9 reporting requirement, or it shall include placement of reports on an Internet site.

10 Sec. 19-205. To the extent permissible under MCL 18.1261:

11 (a) Funds appropriated in part 1 must not be used for the purchase of foreign goods  
12 or services, or both, if competitively priced and of comparable quality American goods or  
13 services, or both, are available.

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

16 (c) In addition, preference must be given to goods or services, or both, that are  
17 manufactured or provided by Michigan businesses owned and operated by veterans, if they are  
18 competitively priced and of comparable quality.

19 Sec. 19-206. To the extent permissible under the management and budget act, the  
20 director shall take all reasonable steps to ensure businesses in deprived and depressed  
21 communities compete for and perform contracts to provide services or supplies, or both. The  
22 director shall strongly encourage firms with which the department contracts to subcontract  
23 with certified businesses in depressed and deprived communities for services, supplies, or  
24 both.

25 Sec. 19-207. Consistent with MCL 18.1217, the departments and agencies receiving  
26 appropriations in part 1 shall prepare a report on out-of-state travel expenses not later  
27 than January 1 of each year. The travel report shall be a listing of all travel by  
28 classified and unclassified employees outside this state in the immediately preceding



1 fiscal year that was funded in whole or in part with funds appropriated in the department's  
2 budget. The report shall be submitted to the senate and house appropriations committees,  
3 the house and senate fiscal agencies, and the state budget director. The report shall  
4 include the following information:

5 (a) The dates of each travel occurrence.

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

10 Sec. 19-208. Funds appropriated in part 1 shall not be used by a principal executive  
11 department, state agency, or authority to hire a person to provide legal services that are  
12 the responsibility of the attorney general. This prohibition does not apply to legal  
13 services for bonding activities and for those outside services that the attorney general  
14 authorizes.

15 Sec. 19-209. Not later than December 31, the state budget office shall prepare and  
16 transmit a report that provides for estimates of the total general fund/general purpose  
17 appropriation lapses at the close of the prior fiscal year. This report shall summarize the  
18 projected year-end general fund/general purpose appropriation lapses by major departmental  
19 program or program areas. The report shall be transmitted to the chairpersons of the senate  
20 and house appropriations committees and the senate and house fiscal agencies.

21 Sec. 19-210. (1) In addition to the funds appropriated in part 1, there is  
22 appropriated an amount not to exceed \$200,000,000.00 for federal contingency funds. These  
23 funds are not available for expenditure until they have been transferred to another line  
24 item in this article under section 393(2) of the management and budget act, 1984 PA 431,  
25 MCL 18.1393.

26 (2) In addition to the funds appropriated in part 1, there is appropriated an amount  
27 not to exceed \$40,000,000.00 for state restricted contingency funds. These funds are not  
28 available for expenditure until they have been transferred to another line item in this

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

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

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

10 Sec. 19-211. From the funds appropriated in part 1, the department shall provide to  
11 the department of technology, management and budget information sufficient to maintain a  
12 searchable website accessible by the public at no cost that includes, but is not limited  
13 to, all of the following for each department or agency:

14 (a) Fiscal year-to-date expenditures by category.

15 (b) Fiscal year-to-date expenditures by appropriation unit.

16 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,  
17 payment date, payment amount, and payment description.

18 (d) The number of active department employees by job classification.

19 (e) Job specifications and wage rates.

20 Sec. 19-212. Within 14 days after the release of the executive budget  
21 recommendation, the department shall provide to the state budget office information  
22 sufficient to provide the senate and house appropriations chairs, the senate and house  
23 appropriations subcommittees chairs, and the senate and house fiscal agencies with an  
24 annual report on estimated state restricted fund balances, state restricted fund projected  
25 revenues, and state restricted fund expenditures for the fiscal years ending September 30,  
26 2022 and September 30, 2023.

27 Sec. 19-213. The department shall maintain, on a publicly accessible website, a  
28 department scorecard that identifies, tracks, and regularly updates key metrics that are

1 used to monitor and improve the department's performance.

2 Sec. 19-214. Total authorized appropriations from all sources under part 1 for  
3 legacy costs for the fiscal year ending September 30, 2023 are \$69,747,100.00. From this  
4 amount, total agency appropriations for pension-related legacy costs are estimated at  
5 \$42,345,600.00. Total agency appropriations for retiree health care legacy costs are  
6 estimated at \$27,401,500.00.

7 Sec. 19-223. To the extent possible, the department shall provide notice to the  
8 speaker of the house, the house minority leader, the senate majority leader, the senate  
9 minority leader, the house and senate standing committees on transportation, the  
10 appropriate house and senate appropriations subcommittees on transportation, and the house  
11 and senate fiscal agencies on proposed federal rule changes related to the department that  
12 would require amendments to the laws of this state. The notice shall be given within 30  
13 business days of the proposed federal rule being posted to the Federal Register and shall  
14 include a description of the proposed federal rule, the publication date, the date when  
15 public comment closes, the document citation, and a description of the statutory changes  
16 needed when the rule is finalized.

17  
18 **DEPARTMENTAL ADMINISTRATION AND SUPPORT**

19 Sec. 19-301. The department may establish a fee schedule and collect fees sufficient  
20 to cover the costs to issue the permits that the department is authorized by law to issue  
21 upon request, unless otherwise stipulated by law. All permit fees are nonrefundable  
22 application fees and shall be credited to the appropriate fund to recover the direct and  
23 indirect costs of receiving, reviewing, and processing the requests.

24 Sec. 19-304. If, as a requirement of bidding on a highway project, the department  
25 requires a contractor to submit financial or proprietary documentation as to how the bid  
26 was calculated, that bid documentation shall be kept confidential and shall not be  
27 disclosed other than to a department representative without the contractor's written  
28 consent. The department may disclose the bid documentation if necessary to address or

1 defend a claim by a contractor.

2 Sec. 19-306. (1) The amounts appropriated in part 1 to support tax and fee  
3 collection, law enforcement, and other program services provided to the department and to  
4 transportation funds by other state departments shall be expended from transportation funds  
5 pursuant to annual contracts between the department and those other state departments. The  
6 contracts shall be executed prior to the expenditure or obligation of those funds. The  
7 contracts shall provide, but are not limited to, the following data applicable to each  
8 state department:

9 (a) Estimated costs to be recovered from transportation funds.

10 (b) Description of services provided to the department and/or transportation funds  
11 and financed with transportation funds.

12 (c) Detailed cost allocation methods appropriate to the type of services being  
13 provided and the activities financed with transportation funds.

14 (2) Not later than 2 months after publication of the state of Michigan annual  
15 comprehensive financial report, each state department receiving funding pursuant to an  
16 interdepartment contract with the department shall submit a written report to the  
17 department, the state budget director, the house and senate fiscal agencies, and the  
18 auditor general stating by spending authorization account the amount of estimated funds  
19 contracted with the department, the amount of funds expended, the amount of funds returned  
20 to the transportation funds, and any unreimbursed transportation-related costs incurred but  
21 not billed to transportation funds.

22 Sec. 19-307. Before March 1 of each year, the department will provide to the  
23 legislature, the state budget director, and the house and senate fiscal agencies its  
24 rolling 5-year plan listing by county or by county road commission all highway construction  
25 projects for the fiscal year and all expected projects for the ensuing fiscal years.

26 Sec. 19-310. The department shall provide in a timely manner copies of the agenda,  
27 approved minutes, and audio recording of monthly transportation commission meetings to the  
28 members of the house and senate appropriations subcommittees on transportation, the house

1 and senate fiscal agencies, and the state budget director.

2       Sec. 19-313. (1) From funds appropriated in part 1, the department may increase a  
3 state infrastructure bank program and grant or loan funds in accordance with regulations of  
4 the state infrastructure bank program of the United States Department of Transportation.  
5 The state infrastructure bank is to be administered by the department for the purpose of  
6 providing a revolving, self-sustaining resource for financing transportation infrastructure  
7 projects.

8       (2) In addition to funds provided in subsection (1), money received by the state as  
9 federal grants, repayment of state infrastructure bank loans, or other reimbursement or  
10 revenue received by the state as a result of projects funded by the program and interest  
11 earned on that money shall be deposited in the revolving state infrastructure bank fund and  
12 shall be available for transportation infrastructure projects. At the close of the fiscal  
13 year, any unencumbered funds remaining in the state infrastructure bank fund shall remain  
14 in the fund and be carried forward into the succeeding fiscal year.

15       Sec. 19-383. (1) The department shall prepare a report on use of department-owned  
16 aircraft during the fiscal year ending September 30, 2022. With respect to each department-  
17 owned aircraft, the report shall include all of the following:

18       (a) Total hours of usage.

19       (b) Description of specific flights including dates of travel, names of passengers  
20 including state agency, university, or local government affiliation, travel origin and  
21 destination, and total estimated costs associated with the air travel.

22       (2) The report shall be submitted to the senate and house appropriations  
23 subcommittees on transportation, state budget director, and the house and senate fiscal  
24 agencies no later than February 1, 2023.

25       (3) The department shall maintain a system for recovering the cost of operating  
26 department-owned aircraft through charges to aircraft users.

27       Sec. 19-384. (1) Except as otherwise provided in subsection (2), the department  
28 shall not obligate the state to expend any state transportation revenue for construction

1 planning or construction of the Gordie Howe International Crossing or a renamed successor.  
2 In addition, except as provided in subsection (2), the department shall not commit the  
3 state to any new contract related to the construction planning or construction of the  
4 Gordie Howe International Crossing or a renamed successor that would obligate the state to  
5 expend any state transportation revenue. An expenditure for staff resources used in  
6 connection with project activities, which expenditure is subject to full and prompt  
7 reimbursement from Canada, shall not be considered an expenditure of state transportation  
8 revenue.

9 (2) If the legislature enacts specific enabling legislation for the construction of  
10 the Gordie Howe International Crossing or a renamed successor, subsection (1) does not  
11 apply once the enabling legislation goes into effect.

12 Sec. 19-385. (1) The department shall submit monthly reports to the state budget  
13 director, the speaker of the house of representatives, the house of representatives  
14 minority leader, the senate majority leader, the senate minority leader, the house and  
15 senate appropriations subcommittees on transportation, and the house and senate fiscal  
16 agencies on all of the following:

17 (a) All expenditures made by the state related to the Gordie Howe Bridge.

18 (b) All reimbursements made by Canada under section 384(1) of this part to the state  
19 for expenditures for staff resources used in connection with project activities.

20 (c) All eminent domain and condemnation powers used, the related real estate  
21 involved in any governmental taking, the price paid for those properties, and the  
22 beneficiary's name or associated corporation.

23 (2) The initial report required under subsection (1) shall be submitted on or before  
24 December 1, 2022. The initial report shall cover the fiscal year ending September 30, 2022.

25 Sec. 19-395. From the funds appropriated in part 1 for state trunkline federal aid  
26 road and bridge construction, the department may expend up to \$10,000,000.00 on highway  
27 maintenance activities to support safety-related, high-priority, and other deferred routine  
28 maintenance needs on Michigan's state trunkline network.

1           Sec. 19-398. The department shall continue to work to eliminate fatalities and  
2 serious injuries on Michigan's trunkline network and shall maintain the Toward Zero Deaths  
3 statewide safety campaign.

4  
5 **FEDERAL**

6           Sec. 19-402. A portion of the federal DOT-FHWA highway research, planning, and  
7 construction funds made available to this state shall be allocated to transportation  
8 programs administered by local jurisdictions in accordance with section 10o of 1951 PA 51,  
9 MCL 247.660o. A local road agency, with respect to a project approved for federal aid  
10 funding in a state transportation improvement program, may enter into a voluntary buyout  
11 agreement with the department or with another local road agency to exchange the federal aid  
12 with state restricted transportation funds as agreed to by the respective parties. The  
13 state restricted transportation funds received in exchange for federal aid funds shall be  
14 used for the same purpose as the federal aid funds were originally intended.

15  
16 **MICHIGAN TRANSPORTATION FUND**

17           Sec. 19-501. The money received under the motor carrier act, 1933 PA 254, MCL 475.1  
18 to 479.42, and not appropriated to the department of licensing and regulatory affairs or  
19 the department of state police is deposited in the Michigan transportation fund.

20           Sec. 19-503. (1) At the close of the fiscal year, funds appropriated in part 1 for  
21 the transportation economic development program shall lapse to the transportation economic  
22 development fund.

23           (2) At the close of the fiscal year, funds appropriated in part 1 for the local  
24 bridge program shall carry forward and are appropriated for the purposes defined in section  
25 10(5) of 1951 PA 51, MCL 247.660.

26           (3) Interest earned in the department of transportation economic development fund  
27 and local bridge fund shall remain in the respective funds and shall be allocated to the  
28 respective programs based on actual interest earned at the end of each fiscal year.

(4) In addition to the funds appropriated in part 1, the department of transportation economic development fund and local bridge fund may receive federal, local, or private funds or restricted source funds such as interest earnings. These funds are appropriated for projects that are consistent with the purposes of the respective funds.

(5) None of the funds statutorily dedicated to the transportation economic development fund and local bridge fund shall be diverted to other projects.

Sec. 19-504. Funds from the Michigan transportation fund shall be distributed to the comprehensive transportation fund, the economic development fund, the recreation improvement fund, and the state trunkline fund, in accordance with this part and part 1 and part 711 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.71101 to 324.71108, and may only be used as specified in this part and part 1, 1951 PA 51, MCL 247.651 to 247.675, and part 711 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.71101 to 324.71108.

#### **STATE TRUNKLINE FUND**

Sec. 19-604. At the close of the fiscal year, any unencumbered and unexpended balance in the state trunkline fund shall remain in the state trunkline fund and shall carry forward and is appropriated for federal aid road and bridge programs for projects contained in the annual state transportation program.

#### **TRANSIT AND RAIL RELATED FUNDS**

Sec. 19-701. The department shall establish an intercity bus equipment and facility fund as a subsidiary fund within the comprehensive transportation fund created under section 10b of 1951 PA 51, MCL 247.660b. Proceeds received by this state from the sale of state-owned intercity bus equipment shall be credited to the intercity bus equipment and facility fund for the purchase and repair of intercity bus equipment, as appropriated. Security deposits not returned to a lessee of state-owned intercity bus equipment under terms of the lease agreement shall be credited to the intercity bus equipment and facility



1 fund for the repair of intercity bus equipment, as appropriated. Money received by the  
2 department from lease payments for state-owned intercity bus equipment, and facility  
3 maintenance charges under terms of leases of state-owned intercity facilities, shall be  
4 credited to the intercity bus equipment and facility fund for the purchase and repair of  
5 intercity bus equipment or for the maintenance and rehabilitation of state-owned intercity  
6 facilities, as appropriated. At the close of the fiscal year, any funds remaining in the  
7 intercity bus equipment and facility fund shall remain in the fund and be carried forward  
8 into the succeeding fiscal year.

9       Sec. 19-702. Money that is received by this state as repayment for loans made for  
10 rail or water freight capital projects, and as a result of the sale of property or  
11 equipment used or projected to be used for rail or water freight projects shall be  
12 deposited in the rail freight fund created by section 17 of the state transportation  
13 preservation act of 1976, 1976 PA 295, MCL 474.67. At the close of the fiscal year, any  
14 funds remaining in the rail freight fund shall remain in the fund and be carried forward  
15 into the succeeding fiscal year.

16       Sec. 19-704. From the funds appropriated in part 1, the department shall prepare and  
17 transmit a report that provides detail regarding the department's obligations for programs  
18 funded under the appropriation in part 1 for rail operations and infrastructure. The report  
19 shall include a breakdown of the appropriation by program, year-to-date obligations under  
20 each program itemized by project, and an estimate of future obligations under each program  
21 itemized by project for the remainder of the fiscal year. The initial report shall be  
22 submitted to the senate and house appropriations subcommittees on transportation, the state  
23 budget director, and the senate and house fiscal agencies, on or before March 1, 2023. The  
24 department also shall update and resubmit the final report on or before November 1, 2023.

25       Sec. 19-706. The Detroit/Wayne County Port Authority shall issue a complete  
26 operations assessment and a financial disclosure statement. The operations assessment shall  
27 include operational goals for the next 5 years and recommendations to improve land  
28 acquisition and development efficiency. The report shall be completed and submitted to the

1 house of representatives and senate appropriations subcommittees on transportation, the  
2 state budget director, and the house and senate fiscal agencies by June 30 of each fiscal  
3 year for the prior fiscal year.

4 Sec. 19-707. (1) Before March 1 of each year, the department will provide to the  
5 legislature, the state budget office, and the house and senate fiscal agencies its rail  
6 strategic plan. The strategic plan shall include, but is not limited to, a rolling 5-year  
7 rail plan and summary of the department's obligations for programs funded under the  
8 appropriation in part 1 for rail operations and infrastructure.

9 (2) The rolling 5-year rail plan shall include, but is not limited to, all the  
10 following:

11 (a) A listing by county of all rail infrastructure projects on rail lines within the  
12 state utilizing state funds, and the estimated cost of each project.

13 (b) The actual or projected state expenditures for operation of passenger rail  
14 service.

15 (c) The actual or projected state expenditures for maintenance of passenger service  
16 rail lines.

17 (3) The period of the rolling 5-year rail plan includes the current fiscal year and  
18 the 4 fiscal years immediately following the current fiscal year.

19 (4) The summary of the department's obligations for programs funded under the  
20 appropriation in part 1 for rail operations and infrastructure shall include a breakdown of  
21 the appropriation by program, year-to-year obligations under each program itemized by  
22 project, and an estimate of future obligations under each program itemized by project for  
23 the remainder of the fiscal year.

24 Sec. 19-735. For the fiscal year ending September 30, 2023, the appropriation to a  
25 street railway pursuant to section 10e(22) of 1951 PA 51, MCL 247.660e, is \$0.

26  
27 **AERONAUTICS FUND**

28 Sec. 19-801. Except as otherwise provided in section 903 of this part for capital

1 outlay, at the close of the fiscal year, any unobligated and unexpended balance in the  
2 state aeronautics fund created in the aeronautics code of the state of Michigan, 1945 PA  
3 327, MCL 259.1 to 259.208, shall lapse to the state aeronautics fund and be appropriated by  
4 the legislature in the immediately succeeding fiscal year.

5  
6 **CAPITAL OUTLAY**

7 Sec. 19-901. (1) From federal-state-local project appropriations contained in part 1  
8 for the purpose of assisting political entities and subdivisions of this state in the  
9 construction and improvement of publicly used airports and landing fields within this  
10 state, the state transportation department may permit the award of contracts on behalf of  
11 units of local government for the authorized locations not to exceed the indicated amounts,  
12 of which the state allocated portion shall not exceed the amount appropriated in part 1.

13 (2) Political entities and subdivisions shall provide not less than 5% of the cost  
14 of any project under this section, unless a total nonfederal share less than 10% is  
15 otherwise specified in federal law. State money shall not be allocated until local money is  
16 allocated. State money for any 1 project shall not exceed 1/3 of the total appropriation in  
17 part 1 from state funds for airport improvement programs.

18 (3) The Michigan aeronautics commission may take those steps necessary to match  
19 federal money available for airport construction and improvement within this state and to  
20 meet the matching requirements of the federal government. Whether acting alone or jointly  
21 with another political subdivision or public agency or with this state, a political  
22 subdivision or public agency of this state shall not submit to any agency of the federal  
23 government a project application for airport planning or development unless it is  
24 authorized in this part and part 1 and the project application is approved by the governing  
25 body of each political subdivision or public agency making the application and by the  
26 Michigan aeronautics commission.

27 Sec. 19-903. The appropriations in part 1 for capital outlay shall be carried  
28 forward at the end of the fiscal year consistent with the provisions of section 248 of the

management and budget act, 1984 PA 431, MCL 18.1248.

**ONE-TIME APPROPRIATIONS**

Sec. 19-1001. (1) The one-time funds appropriated in part 1 for critical road and bridge infrastructure shall be expended by the department to support a reconstruction program for high priority roads. Projects shall be selected for inclusion in the program subject to available funding and according to any of the following criteria:

(a) Projects located on roads that are of critical economic importance.

(b) Projects located on roads with high levels of vehicle traffic that support critical economic corridors.

(c) Projects intended to increase the useful life of existing roads on key economic corridors.

(d) Projects on roads that are coordinated with current or future bridge repair or reconstruction projects of critical economic importance.

(2) The department shall provide a progress report on the critical road and bridge infrastructure program to the senate and house transportation appropriations subcommittees, the state budget director, and the senate and house fiscal agencies by September 30, 2023.

Sec. 19-1002. (1) The one-time funds appropriated in part 1 for the priority rail grade crossing/separation initiative shall be expended by the department to support a local grant program for the separation of motor vehicle traffic and railroad traffic in this state. Grant funds awarded under this program may be used by local road agencies for any stage of design and construction related to a grade separation project or a project that improves traffic at a rail crossing without a full grade separation including, but not limited to, construction of a rail siding or spur. Projects shall be selected for inclusion in the program subject to available funding and according to the following criteria:

(a) Grade separation projects that will eliminate significant blockages or backups.

(b) Grade separation projects that will have a positive impact on the local economy, safety, and the efficient movement of goods and people.

1 (c) Any other criteria established by the department.

2 (2) The department shall provide a progress report on the priority rail/grade  
3 separation initiative to the senate and house transportation appropriations subcommittees,  
4 the state budget director, and the senate and house fiscal agencies by September 30, 2023.

**Article 20****DEPARTMENT OF TREASURY****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 treasury are appropriated for the fiscal year ending September 30, 2023, and are anticipated to be appropriated for the fiscal year ending September 30, 2024, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

**DEPARTMENT OF TREASURY****APPROPRIATION SUMMARY**

Full-time equated unclassified positions .....	10.0	10.0
Full-time equated classified positions .....	1,980.5	1,980.5
<b>GROSS APPROPRIATION .....</b>	<b>\$ 2,380,115,500</b>	<b>\$ 2,285,940,400</b>
Total interdepartmental grants and interdepartmental transfers .....	11,153,100	11,153,100
<b>ADJUSTED GROSS APPROPRIATION .....</b>	<b>\$ 2,368,962,400</b>	<b>\$ 2,274,787,300</b>
Total federal revenues .....	24,970,700	24,970,700
Total local revenues .....	13,209,600	13,209,600
Total private revenues .....	31,000	31,000
Total other state restricted revenues .....	2,011,075,200	2,006,900,100
State general fund/general purpose .....	\$ 319,675,900	\$ 229,675,900
<i>State general fund/general purpose schedule:</i>		
Ongoing state general fund/general purpose .....	229,675,900	229,675,900
One-time state general fund/general purpose .....	90,000,000	0
<b>Sec. 20-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>		
Full-time equated unclassified positions .....	10.0	10.0
Full-time equated classified positions .....	447.5	447.5

1	Unclassified salaries-10.0 FTE positions .....	\$	1,188,600	\$	1,188,600
2	Bureau of accounting and financial services-69.0 FTE				
3	positions .....		8,723,900		8,723,900
4	Collections services bureau-201.0 FTE positions .....		30,046,400		30,046,400
5	Department services-80.0 FTE positions .....		9,760,100		9,760,100
6	Executive direction and operations-64.5 FTE positions		9,201,600		9,201,600
7	Office of organizational development-5.0 FTE positions		751,300		751,300
8	Property management .....		7,174,500		7,174,500
9	Unclaimed property-28.0 FTE positions .....		5,081,600		5,081,600
10	Worker's compensation .....		183,800		183,800
11	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>72,111,800</b>	<b>\$</b>	<b>72,111,800</b>
12	Appropriated from:				
13	Interdepartmental grant revenues:				
14	IDG from department of health and human services .....		816,500		816,500
15	IDG from other restricted funding .....		6,522,800		6,522,800
16	Federal revenues:				
17	Other federal revenues .....		1,037,300		1,037,300
18	Special revenue funds:				
19	Other state restricted revenues .....		50,197,600		50,197,600
20	State general fund/general purpose .....	\$	13,537,600	\$	13,537,600
21	<b>Sec. 20-103. LOCAL GOVERNMENT PROGRAMS</b>				
22	Full-time equated classified positions .....		106.0		106.0
23	Local finance-18.0 FTE positions .....	\$	2,521,100	\$	2,521,100
24	Michigan infrastructure council-3.0 FTE positions ....		3,849,800		3,849,800
25	Property tax assessor training-1.0 FTE position .....		1,049,800		1,049,800
26	Supervision of the general property tax law-84.0 FTE				
27	positions .....		17,992,300		17,992,300
28	<b>GROSS APPROPRIATION .....</b>	<b>\$</b>	<b>25,413,000</b>	<b>\$</b>	<b>25,413,000</b>

1	Appropriated from:			
2	Interdepartmental grant revenues:			
3	IDG from department of transportation .....	250,300		250,300
4	Special revenue funds:			
5	Local revenues .....	1,799,700		1,799,700
6	Other state restricted revenues .....	4,250,000		4,250,000
7	State general fund/general purpose .....	\$ 19,113,000	\$	19,113,000
8	<b>Sec. 20-104. TAX PROGRAMS</b>			
9	Full-time equated classified positions .....	763.0		763.0
10	Bottle act implementation .....	\$ 250,000	\$	250,000
11	Home heating assistance .....	3,099,200		3,099,200
12	Insurance provider assessment program-13.0 FTE			
13	positions .....	2,211,600		2,211,600
14	Office of revenue and tax analysis-21.0 FTE positions	4,050,500		4,050,500
15	Tax and economic policy-44.0 FTE positions .....	9,343,100		9,343,100
16	Tax compliance-319.0 FTE positions .....	46,373,900		46,373,900
17	Tax processing-355.0 FTE positions .....	44,244,100		44,244,100
18	Tobacco tax enforcement-11.0 FTE positions .....	<u>1,577,700</u>		<u>1,577,700</u>
19	<b>GROSS APPROPRIATION .....</b>	<b>\$ 111,150,100</b>	<b>\$</b>	<b>111,150,100</b>
20	Appropriated from:			
21	Interdepartmental grant revenues:			
22	IDG from department of transportation .....	2,484,400		2,484,400
23	Federal revenues:			
24	Other federal revenues .....	3,099,200		3,099,200
25	Special revenue funds:			
26	Other state restricted revenues .....	84,704,200		84,704,200
27	State general fund/general purpose .....	\$ 20,862,300	\$	20,862,300
28	<b>Sec. 20-105. FINANCIAL PROGRAMS</b>			



1	Full-time equated classified positions .....	172.0	172.0
2	Dual enrollment payments .....	\$ 3,000,000	\$ 3,000,000
3	Investments-81.0 FTE positions .....	22,254,300	22,254,300
4	State and authority finance-19.0 FTE positions .....	4,581,200	4,581,200
5	Student financial assistance programs-72.0 FTE		
6	positions .....	<u>26,023,900</u>	<u>26,023,900</u>
7	<b>GROSS APPROPRIATION .....</b>	<b>\$ 55,859,400</b>	<b>\$ 55,859,400</b>
8	Appropriated from:		
9	Interdepartmental grant revenues:		
10	IDG from other restricted funding .....	213,600	213,600
11	Federal revenues:		
12	Other federal revenues .....	20,215,100	20,215,100
13	Special revenue funds:		
14	Michigan merit award trust fund .....	1,235,500	1,235,500
15	Other state restricted revenues .....	26,212,700	26,212,700
16	State general fund/general purpose .....	\$ 7,982,500	\$ 7,982,500
17	<b>Sec. 20-106. DEBT SERVICE</b>		
18	Clean Michigan initiative .....	\$ 23,760,000	\$ 23,760,000
19	Great Lakes water quality bond .....	72,861,100	72,861,100
20	Quality of life bond .....	<u>3,463,000</u>	<u>3,463,000</u>
21	<b>GROSS APPROPRIATION .....</b>	<b>\$ 100,084,100</b>	<b>\$ 100,084,100</b>
22	Appropriated from:		
23	Special revenue funds:		
24	State general fund/general purpose .....	\$ 100,084,100	\$ 100,084,100
25	<b>Sec. 20-107. GRANTS</b>		
26	Convention facility development distribution .....	\$ 118,590,700	\$ 118,590,700
27	Emergency 911 payments .....	48,800,000	48,800,000
28	Health and safety fund grants .....	1,500,000	1,500,000

1	Recreational marihuana grants .....	50,580,000	58,200,000
2	Senior citizen cooperative housing tax exemption		
3	program .....	11,421,800	11,421,800
4	Wrongful imprisonment compensation fund .....	<u>10,000,000</u>	<u>10,000,000</u>
5	<b>GROSS APPROPRIATION .....</b>	<b>\$ 240,892,500</b>	<b>\$ 248,512,500</b>
6	Appropriated from:		
7	Special revenue funds:		
8	Other state restricted revenues .....	219,470,700	227,090,700
9	State general fund/general purpose .....	\$ 21,421,800	\$ 21,421,800
10	<b>Sec. 20-108. BUREAU OF STATE LOTTERY</b>		
11	Full-time equated classified positions .....	211.0	211.0
12	Lottery information technology services and projects .	\$ 3,970,900	\$ 3,970,900
13	Lottery operations-211.0 FTE positions .....	<u>30,327,000</u>	<u>30,327,000</u>
14	<b>GROSS APPROPRIATION .....</b>	<b>\$ 34,297,900</b>	<b>\$ 34,297,900</b>
15	Appropriated from:		
16	Special revenue funds:		
17	Other state restricted revenues .....	34,297,900	34,297,900
18	State general fund/general purpose .....	\$ 0	\$ 0
19	<b>Sec. 20-109. MICHIGAN GAMING CONTROL BOARD</b>		
20	Full-time equated classified positions .....	206.0	206.0
21	Casino gaming control operations-176.0 FTE positions .	\$ 34,027,000	\$ 34,027,000
22	Gaming control information technology services and		
23	projects .....	5,327,000	5,327,000
24	Horse racing-10.0 FTE positions .....	2,129,700	2,129,700
25	Michigan gaming control board .....	50,000	50,000
26	Millionaire party regulation-20.0 FTE positions .....	<u>3,168,000</u>	<u>3,168,000</u>
27	<b>GROSS APPROPRIATION .....</b>	<b>\$ 44,701,700</b>	<b>\$ 44,701,700</b>
28	Appropriated from:		

1	Special revenue funds:			
2	Other state restricted revenues .....	44,701,700		44,701,700
3	State general fund/general purpose .....	\$ 0	\$	0
4	<b>Sec. 20-110. PAYMENTS IN LIEU OF TAXES</b>			
5	Commercial forest reserve .....	\$ 3,368,100	\$	3,368,100
6	Purchased lands .....	9,971,100		9,971,100
7	Swamp and tax reverted lands .....	<u>16,836,200</u>		<u>16,836,200</u>
8	<b>GROSS APPROPRIATION .....</b>	<b>\$ 30,175,400</b>	<b>\$</b>	<b>30,175,400</b>
9	Appropriated from:			
10	Special revenue funds:			
11	Private revenues .....	31,000		31,000
12	Other state restricted revenues .....	6,212,800		6,212,800
13	State general fund/general purpose .....	\$ 23,931,600	\$	23,931,600
14	<b>Sec. 20-111. REVENUE SHARING</b>			
15	City, village, and township revenue sharing .....	\$ 279,557,400	\$	279,557,400
16	Constitutional state general revenue sharing grants ..	964,585,400		981,897,300
17	County incentive program .....	43,488,100		43,488,100
18	County revenue sharing .....	199,999,300		199,999,300
19	Financially distressed cities, villages, or townships	<u>2,500,000</u>		<u>2,500,000</u>
20	<b>GROSS APPROPRIATION .....</b>	<b>\$ 1,490,130,200</b>	<b>\$</b>	<b>1,507,442,100</b>
21	Appropriated from:			
22	Special revenue funds:			
23	Sales tax .....	1,490,130,200		1,507,442,100
24	State general fund/general purpose .....	\$ 0	\$	0
25	<b>Sec. 20-112. STATE BUILDING AUTHORITY</b>			
26	Full-time equated classified positions .....	3.0		3.0
27	State building authority-3.0 FTE positions .....	\$ <u>765,500</u>	\$	<u>765,500</u>
28	<b>GROSS APPROPRIATION .....</b>	<b>\$ 765,500</b>	<b>\$</b>	<b>765,500</b>

1	Appropriated from:			
2	Special revenue funds:			
3	Other state restricted revenues .....	765,500		765,500
4	State general fund/general purpose .....	\$ 0	\$	0
5	<b>Sec. 20-113. CITY INCOME TAX ADMINISTRATION PROGRAM</b>			
6	Full-time equated classified positions .....	72.0		72.0
7	City income tax administration program-72.0 FTE			
8	positions .....	\$ 10,148,200	\$	10,148,200
9	<b>GROSS APPROPRIATION .....</b>	<b>\$ 10,148,200</b>	<b>\$</b>	<b>10,148,200</b>
10	Appropriated from:			
11	Special revenue funds:			
12	Local revenues .....	10,148,200		10,148,200
13	State general fund/general purpose .....	\$ 0	\$	0
14	<b>Sec. 20-114. INFORMATION TECHNOLOGY</b>			
15	Treasury operations information technology services			
16	and projects .....	\$ 45,278,700	\$	45,278,700
17	<b>GROSS APPROPRIATION .....</b>	<b>\$ 45,278,700</b>	<b>\$</b>	<b>45,278,700</b>
18	Appropriated from:			
19	Interdepartmental grant revenues:			
20	IDG from department of transportation .....	865,500		865,500
21	Federal revenues:			
22	Other federal revenues .....	619,100		619,100
23	Special revenue funds:			
24	Local revenues .....	1,261,700		1,261,700
25	Other state restricted revenues .....	19,789,400		19,789,400
26	State general fund/general purpose .....	\$ 22,743,000	\$	22,743,000
27	<b>Sec. 20-115. ONE-TIME APPROPRIATIONS</b>			
28	Advertising for responsible gaming .....	\$ 3,000,000	\$	0

1	City, village, and township revenue sharing .....	13,312,300	0
2	County revenue sharing .....	11,594,700	0
3	Electric vehicle rebates .....	50,000,000	0
4	Local community transition support .....	40,000,000	0
5	Retirement income tax reform implementation .....	1,200,000	0
6	<b>GROSS APPROPRIATION .....</b>	<b>\$ 119,107,000</b>	<b>\$ 0</b>
7	Appropriated from:		
8	Special revenue funds:		
9	Sales tax .....	24,907,000	0
10	Other state restricted revenues .....	4,200,000	0
11	State general fund/general purpose .....	\$ 90,000,000	\$ 0

## PART 2

## PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2023

**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 2023 is \$2,330,751,100.00 and state spending from state sources to be paid to local units of government for fiscal year 2023 is \$1,820,305,100.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

## DEPARTMENT OF TREASURY

24	Convention facility development distribution .....	\$ 118,590,700
25	Emergency 911 payments .....	26,000,000
26	Health and safety fund grants .....	1,500,000
27	Recreational marihuana grants .....	50,580,000
28	Senior citizen cooperative housing tax exemption program .....	11,421,800

1	Commercial forest reserve .....	3,368,100
2	Purchased lands .....	9,971,100
3	Swamp and tax reverted lands .....	16,836,200
4	City, village, and township revenue sharing .....	292,869,700
5	Constitutional state general revenue sharing grants .....	964,585,400
6	County incentive program .....	43,488,100
7	County revenue sharing .....	211,594,000
8	Financially distressed cities, villages, or townships .....	2,500,000
9	Local community transition support .....	40,000,000
10	Airport parking distribution .....	<u>27,000,000</u>
11	TOTAL .....	\$ 1,820,305,100

12       Sec. 20-202. The appropriations authorized under this article are subject to the  
13 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

14       Sec. 20-203. As used in this article:

15       (a) "Department" means the department of treasury.

16       (b) "Director" means the director of the department.

17       (c) "FTE" means full-time equated.

18       (d) "IDG" means interdepartmental grant.

19       (e) "JCOS" means the joint capital outlay subcommittee.

20       (f) "MEGA" means the Michigan Economic Growth Authority.

21       (g) "RFP" means a request for proposal.

22       Sec. 20-204. The departments and agencies receiving appropriations in part 1 shall  
23 use the Internet to fulfill the reporting requirements of this article. This requirement  
24 shall include transmission of reports via Email to the recipients identified for each  
25 reporting requirement, or it shall include placement of reports on an Internet site.

26       Sec. 20-205. To the extent permissible under MCL 18.1261:

27       (a) Funds appropriated in part 1 must not be used for the purchase of foreign goods  
28 or services, or both, if competitively priced and of comparable quality American goods or

1 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) In addition, preference must be given to goods or services, or both, that are  
5 manufactured or provided by Michigan businesses owned and operated by veterans, if they are  
6 competitively priced and of comparable quality.

7 Sec. 20-206. To the extent permissible under the management and budget act, the  
8 director shall take all reasonable steps to ensure businesses in deprived and depressed  
9 communities compete for and perform contracts to provide services or supplies, or both. The  
10 director shall strongly encourage firms with which the department contracts to subcontract  
11 with certified businesses in depressed and deprived communities for services, supplies, or  
12 both.

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

21 (a) The dates of each travel occurrence.

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

26 Sec. 20-208. 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

1 services for bonding activities and for those outside services that the attorney general  
2 authorizes.

3 Sec. 20-209. Not later than December 31, the state budget office shall prepare and  
4 transmit a report that provides for estimates of the total general fund/general purpose  
5 appropriation lapses at the close of the prior fiscal year. This report shall summarize the  
6 projected year-end general fund/general purpose appropriation lapses by major departmental  
7 program or program areas. The report shall be transmitted to the chairpersons of the senate  
8 and house appropriations committees and the senate and house fiscal agencies.

9 Sec. 20-210. (1) In addition to the funds appropriated in part 1, there is  
10 appropriated an amount not to exceed \$1,000,000.00 for federal contingency funds. These  
11 funds are not available for expenditure until they have been transferred to another line  
12 item in this article under section 393(2) of the management and budget act, 1984 PA 431,  
13 MCL 18.1393.

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

18 (3) In addition to the funds appropriated in part 1, there is appropriated an amount  
19 not to exceed \$200,000.00 for local contingency funds. These funds are not available for  
20 expenditure until they have been transferred to another line item in this article under  
21 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

22 (4) In addition to the funds appropriated in part 1, there is appropriated an amount  
23 not to exceed \$40,000.00 for private contingency funds. These funds are not available for  
24 expenditure until they have been transferred to another line item in this article under  
25 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

26 Sec. 20-211. From the funds appropriated in part 1, the department shall provide to  
27 the department of technology, management and budget information sufficient to maintain a  
28 searchable website accessible by the public at no cost that includes, but is not limited



to, all of the following for each department or agency:

(a) Fiscal year-to-date expenditures by category.

(b) Fiscal year-to-date expenditures by appropriation unit.

(c) Fiscal year-to-date payments to a selected vendor, including the vendor name, payment date, payment amount, and payment description.

(d) The number of active department employees by job classification.

(e) Job specifications and wage rates.

Sec. 20-212. Within 14 days after the release of the executive budget recommendation, the department shall provide to the state budget office information sufficient to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2022 and September 30, 2023.

Sec. 20-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks, and regularly updates key metrics that are used to monitor and improve the department's performance.

Sec. 20-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2023 are estimated at \$40,613,300.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at \$24,657,600.00. Total agency appropriations for retiree health care legacy costs are estimated at \$15,955,700.00.

Sec. 20-215. Funds appropriated in part 1 shall not be used by this state, a department, an agency, or an authority of this state to purchase an ownership interest in a casino enterprise or a gambling operation as those terms are defined in the Michigan Gaming Control and Revenue Act, 1996 IL 1, MCL 432.201 to 432.226.

**DEPARTMENT OF TREASURY OPERATIONS**

1           Sec. 20-902. (1) Amounts needed to pay for interest, fees, principal, mandatory and  
2 optional redemptions, arbitrage rebates as required by federal law, and costs associated  
3 with the payment, registration, trustee services, credit enhancements, and issuing costs in  
4 excess of the amount appropriated to the department in part 1 for debt service on notes and  
5 bonds that are issued by the state under sections 14, 15, and 16 of article IX of the state  
6 constitution of 1963 as implemented by 1967 PA 266, MCL 17.451 to 17.455, are appropriated.

7           (2) In addition to the amount appropriated to the department for debt service in  
8 part 1, there is appropriated an amount for fiscal year cash-flow borrowing costs to pay  
9 for interest on interfund borrowing made under 1967 PA 55, MCL 12.51 to 12.53.

10           (3) In addition to the amount appropriated to the department for debt service in  
11 part 1, there is appropriated all repayments received by the state on loans made from the  
12 school bond loan fund not required to be deposited in the school loan revolving fund by or  
13 pursuant to section 4 of 1961 PA 112, MCL 388.984, to the extent determined by the state  
14 treasurer, for the payment of debt service, including, without limitation, optional and  
15 mandatory redemptions, on bonds, notes or commercial paper issued by the state pursuant to  
16 1961 PA 112, MCL 388.981 to 388.985.

17           Sec. 20-902a. As a condition of receiving appropriations in part 1, the department  
18 shall notify the senate and house of representatives standing committees on appropriations,  
19 the chairpersons of the relevant appropriations subcommittees, the senate and house fiscal  
20 agencies, and the state budget director not more than 30 days after a refunding or  
21 restructuring bond issue is sold. The notification shall compare the annual debt service  
22 prior to the refinancing or restructuring, the annual debt service after the refinancing or  
23 restructuring, the change in the principal and interest over the duration of the debt, and  
24 the projected change in the present value of the debt service due to the refinancing and  
25 restructuring.

26           Sec. 20-902b. As a condition of receiving appropriations in part 1, the department  
27 shall report not later than 30 days after the state of Michigan annual comprehensive  
28 financial report is published to the chairpersons of the senate and house of

representatives appropriations subcommittees on general government, the house and senate fiscal agencies, and the state budget director on all funds that are controlled or administered by the department and not appropriated in part 1. This notification can be completed electronically and the department must notify the recipients when the report is publicly available. Both the current and any previous reports required under this section shall be saved and publicly available on the department public internet website and stored in a common location with all other statutory and boilerplate required reports. The link to the location of the reports shall be clearly indicated on the main page of the department internet website. The report shall include all of the following information:

(a) The starting balance for each fund from the previous fiscal year.

(b) Total revenue generated by both transfers in and investments for each fund in the previous fiscal year.

(c) Total expenditures for each fund in the previous fiscal year.

(d) The ending balance for each fund for the previous fiscal year.

Sec. 20-903. (1) From the funds appropriated in part 1, the department may contract with private collection agencies and law firms to collect taxes and other accounts due this state, or to a city for which the department has entered into an agreement to provide tax administration services. In addition to the amounts appropriated in part 1 to the department, there are appropriated amounts necessary to fund collection costs and fees, including infrastructure, not to exceed 25% of the collections or 2.5% plus operating costs, whichever amount is prescribed by each contract. The appropriation to fund collection costs and fees for the collection of taxes or other accounts due this state, or to a city for which the department has entered into an agreement to provide tax administrative services, are from the fund or account to which the revenues being collected are recorded or dedicated. However, if the taxes collected are constitutionally dedicated for a specific purpose, the appropriation of collection costs and fees are from the general purpose account of the general fund.

(2) From the funds appropriated in part 1, the department may contract with private

1 collections agencies and law firms to collect defaulted student loans and other accounts  
2 due the Michigan guaranty agency. In addition to the amounts appropriated in part 1 to the  
3 department, there are appropriated amounts necessary to fund collection costs and fees not  
4 to exceed 24.34% of the collection or a lesser amount as prescribed by the contract. The  
5 appropriation to fund collection costs and fees for the auditing and collection of  
6 defaulted student loans due the Michigan guaranty agency is from the fund or account to  
7 which the revenues being collected are recorded or dedicated.

8 (3) The department shall submit a report for the immediately preceding fiscal year  
9 ending September 30 to the state budget director, the senate and house of representatives  
10 standing committees on appropriations, and the chairpersons of the relevant appropriations  
11 subcommittees, not later than November 30 stating the agencies or law firms employed, the  
12 amount of collections for each, the costs of collection, and other pertinent information  
13 relating to determining whether this authority should be continued.

14 (4) As a condition of receiving funds appropriated in part 1 for collection  
15 services, the department shall issue an RFP for secondary placement collection services if  
16 RFPs are issued for primary collection services. The RFP shall allow for a multiple  
17 collection contract approach. It shall also allow a bidder to bid on the entire contract,  
18 or for individual components of the contract.

19 Sec. 20-904. (1) The department, through its bureau of investments, may charge an  
20 investment service fee against the applicable retirement funds. The fees may be expended  
21 for necessary salaries, wages, contractual services, supplies, materials, equipment,  
22 travel, worker's compensation insurance premiums, and grants to the civil service  
23 commission and state employees' retirement funds. Service fees shall not exceed the  
24 aggregate amount appropriated in part 1. The department shall maintain accounting records  
25 in sufficient detail to enable the retirement funds to be reimbursed periodically for fee  
26 revenue that is determined by the department to be surplus.

27 (2) In addition to the funds appropriated in part 1 from the retirement funds to the  
28 department, there is appropriated from retirement funds an amount sufficient to pay for the

1 services of money managers, investment advisors, investment consultants, custodians, and  
2 other outside professionals, the state treasurer considers necessary to prudently manage  
3 the retirement funds' investment portfolios. The state treasurer shall report annually to  
4 the senate and house of representatives standing committees on appropriations, the  
5 chairpersons of the relevant appropriations subcommittees, and the state budget director  
6 concerning the performance of each portfolio by investment advisor.

7 (3) The department shall provide a report to the house and senate chairpersons of  
8 the relevant subcommittees, the house and senate fiscal agencies, and the state budget  
9 director by November 30 of each year identifying the service fees assessed against each  
10 retirement system under subsection (1) and the methodology used for assessment.

11 Sec. 20-904a. (1) There is appropriated an amount sufficient to recognize and pay  
12 expenditures for financial services provided by financial institutions or equivalent  
13 vendors that perform these services including treasury as provided under section 1 of 1861  
14 PA 111, MCL 21.181.

15 (2) The appropriations under subsection (1) shall be funded by restricting revenues  
16 from common cash interest earnings and investment earnings in an amount sufficient to  
17 record these expenditures. If the amounts of common cash interest earnings are insufficient  
18 to cover these costs, then miscellaneous revenues shall be used to fund the remaining  
19 balance of these expenditures.

20 Sec. 20-905. A revolving fund known as the municipal finance fee fund is created in  
21 the department. Fees are established under the revised municipal finance act, 2001 PA 34,  
22 MCL 141.2101 to 141.2821, and the fees collected shall be credited to the municipal finance  
23 fee fund and may be carried forward for future appropriation.

24 Sec. 20-906. (1) The department shall charge for audits as permitted by state or  
25 federal law or under contractual arrangements with local units of government, other  
26 principal executive departments, or state agencies. However, the charge shall not be more  
27 than the actual cost for performing the audit. A report detailing audits performed and  
28 audit charges for the immediately preceding fiscal year shall be submitted to the state

1 budget director, the chairpersons of the relevant appropriations subcommittees, and the  
2 senate and house fiscal agencies not later than November 30.

3 (2) A revolving fund known as the audit charges fund is created in the department.  
4 The contractual charges collected shall be credited to the audit charges fund and may be  
5 carried forward for future appropriation.

6 Sec. 20-907. A revolving fund known as the assessor certification and training fund  
7 is created in the department. The assessor certification and training fund shall be used to  
8 organize and operate a property assessor certification and training program. Each  
9 participant certified and trained shall pay to the department examination fees not to  
10 exceed \$50.00 per examination and certification fees not to exceed \$175.00. Training  
11 courses shall be offered in assessment administration. Each participant shall pay a fee to  
12 cover the expenses incurred in offering the optional programs to certified assessing  
13 personnel and other individuals interested in an assessment career opportunity. The fees  
14 collected shall be credited to the assessor certification and training fund.

15 Sec. 20-908. The amount appropriated in part 1 for the home heating assistance  
16 program is to cover the costs, including data processing, of administering federal home  
17 heating credits to eligible claimants and to administer the supplemental fuel cost payment  
18 program for eligible tax credit and welfare recipients.

19 Sec. 20-909. Revenue from the airport parking tax act, 1987 PA 248, MCL 207.371 to  
20 207.383, is appropriated and shall be distributed under section 7a of the airport parking  
21 tax act, 1987 PA 248, MCL 207.377a.

22 Sec. 20-910. The disbursement by the department from the bottle deposit fund to  
23 dealers as required by section 3c(2) of 1976 IL 1, MCL 445.573c, is appropriated.

24 Sec. 20-911. (1) There is appropriated an amount sufficient to recognize and pay  
25 refundable tax credits, tax refunds, and interest as provided by law.

26 (2) The appropriations under subsection (1) shall be funded by restricting tax  
27 revenue in an amount sufficient to record these expenditures.

28 Sec. 20-912. A plaintiff in a garnishment action involving this state shall pay to

1 the state treasurer 1 of the following:

2 (a) A fee of \$6.00 at the time a writ of garnishment of periodic payments is served  
3 upon the state treasurer, as provided in section 4012 of the revised judicature act of  
4 1961, 1961 PA 236, MCL 600.4012.

5 (b) A fee of \$6.00 at the time any other writ of garnishment is served upon the  
6 state treasurer, except that the fee shall be reduced to \$5.00 for each writ of garnishment  
7 for individual income tax refunds or credits filed by magnetic media.

8 Sec. 20-913. (1) The department may contract with private firms to appraise and, if  
9 necessary, appeal the assessments of senior citizen cooperative housing units. Payment for  
10 this service shall be from savings resulting from the appraisal or appeal process.

11 (2) Of the funds appropriated in part 1 to the department for the senior citizens'  
12 cooperative housing tax exemption program, a portion may be utilized for a program audit of  
13 the program. The department shall forward copies of any audit report completed to the  
14 senate and house of representatives standing committees on appropriations subcommittees on  
15 general government and to the state budget director. The department may utilize up to 1% of  
16 the funds for program administration and auditing.

17 Sec. 20-914. The department may provide a \$200.00 annual prize from the Ehlers  
18 internship award account in the gifts, bequests, and deposit fund to the runner-up of the  
19 Rosenthal prize for interns. The Ehlers internship award account is interest bearing.

20 Sec. 20-915. Pursuant to section 61 of the Michigan campaign finance act, 1976 PA  
21 388, MCL 169.261, there is appropriated from the general fund to the state campaign fund an  
22 amount equal to the amounts designated for tax year 2021. Except as otherwise provided in  
23 this section, the amount appropriated shall not revert to the general fund and shall remain  
24 in the state campaign fund. Any amounts remaining in the state campaign fund in excess of  
25 \$10,000,000.00 on December 31 shall revert to the general fund.

26 Sec. 20-916. The department may make available to interested entities otherwise  
27 unavailable customized unclaimed property listings of nonconfidential information in its  
28 possession. The charge for this information is as follows: 1 to 100,000 records at 2.5

1 cents per record and 100,001 or more records at .5 cents per record. The revenue received  
2 from this service shall be deposited to the appropriate revenue account or fund. The  
3 department shall submit an annual report on or before June 1 to the state budget director  
4 and the senate and house of representatives standing committees on appropriations that  
5 states the amount of revenue received from the sale of information.

6 Sec. 20-917. (1) There is appropriated for write-offs and advances an amount equal  
7 to total write-offs and advances for departmental programs, but not to exceed current year  
8 authorizations that would otherwise lapse to the general fund.

9 (2) The department shall submit a report for the immediately preceding fiscal year  
10 to the state budget director, the chairpersons of the relevant appropriations  
11 subcommittees, and the senate and house fiscal agencies not later than November 30 stating  
12 the amounts appropriated for write-offs and advances under subsection (1) and an  
13 explanation for each write-off or advance that occurred.

14 Sec. 20-919. (1) From funds appropriated in part 1, the department may contract with  
15 private auditing firms to audit for and collect unclaimed property due this state in  
16 accordance with the uniform unclaimed property act, 1995 PA 29, MCL 567.221 to 567.265. In  
17 addition to the amounts appropriated in part 1 to the department, there are appropriated  
18 amounts necessary to fund auditing and collection costs and fees not to exceed 12% of the  
19 collections, or a lesser amount as prescribed by the contract. The appropriation to fund  
20 collection costs and fees for the auditing and collection of unclaimed property due this  
21 state is from the fund or account to which the revenues being collected are recorded or  
22 dedicated.

23 (2) The department shall submit a report for the immediately preceding fiscal year  
24 ending September 30 to the state budget director, the senate and house of representatives  
25 standing committees on appropriations, and the chairpersons of the relevant appropriations  
26 subcommittees not later than November 30 stating the auditing firms employed, the amount of  
27 collections for each, the costs of collection, and other pertinent information relating to  
28 determining whether this authority should be continued.



1           Sec. 20-920. From the funds appropriated in part 1, the department shall produce a  
2 listing of all personal property tax reimbursement payments to be distributed in the  
3 current fiscal year by the local community stabilization authority and shall post the list  
4 of payments on the department website by June 30.

5           Sec. 20-921. From the funds appropriated in part 1, the department shall notify all  
6 members of the Michigan legislature on any revenue administrative bulletins, administrative  
7 rules involving tax administration or collection, or notices interpreting changes in law.  
8 The notification shall be issued within 5 days of when it is posted and shall include at  
9 least the following:

10           (a) A summary of the proposed changes from current procedures.

11           (b) Identification of potential industries that will be affected by the bulletin,  
12 notice, or rule.

13           (c) A discussion of the potential fiscal implications of the bulletin, notice, or  
14 rule. This subdivision does not apply to a bulletin, notice, or rule that is a routine  
15 update of a tax or interest rate required by statute.

16           (d) A summary of the reason for the proposed changes.

17           Sec. 20-924. (1) In addition to the funds appropriated in part 1, the department may  
18 receive and expend principal residence audit fund revenue for administration of principal  
19 residence audits under the general property tax act, 1893 PA 206, MCL 211.1 to 211.155.

20           (2) The department shall submit a report for the immediately preceding fiscal year  
21 to the state budget director, the chairpersons of the relevant appropriations  
22 subcommittees, and the senate and house fiscal agencies not later than December 31 stating  
23 the amount of exemptions denied and the revenue received under the program.

24           Sec. 20-927. The department shall submit annual progress reports to the senate and  
25 house of representatives standing committees on appropriations subcommittees on general  
26 government and the senate and house fiscal agencies, regarding essential service assessment  
27 audits. The report shall include the number of audits, revenue generated, and number of  
28 complaints received by the department related to the audits.

1           Sec. 20-928. The department may provide receipt, check and cash processing, data,  
2 collection, investment, fiscal agent, levy and check cost assessment, writ of garnishment,  
3 and other user services on a contractual basis for other principal executive departments  
4 and state agencies. Funds for the services provided are appropriated and shall be expended  
5 for salaries and wages, fees, supplies, and equipment necessary to provide the services.  
6 Any unobligated balance of the funds received shall revert to the general fund of this  
7 state as of September 30.

8           Sec. 20-930. (1) The department shall provide accounts receivable collections  
9 services to other principal executive departments and state agencies under 1927 PA 375, MCL  
10 14.131 to 14.134, or to a city for which the department has entered into an agreement to  
11 provide tax administration services. The department shall deduct a fee equal to the cost of  
12 collections from all receipts except unrestricted general fund collections. Fees shall be  
13 credited to a restricted revenue account and appropriated to the department to pay for the  
14 cost of collections. The department shall maintain accounting records in sufficient detail  
15 to enable the respective accounts to be reimbursed periodically for fees deducted that are  
16 determined by the department to be surplus to the actual cost of collections.

17           (2) The department shall submit a report for the immediately preceding fiscal year  
18 to the state budget director, the chairpersons of the relevant appropriations  
19 subcommittees, and the senate and house fiscal agencies not later than November 30 stating  
20 the principal executive departments and state agencies served, funds collected, and costs  
21 of collection under subsection (1).

22           Sec. 20-931. (1) The appropriation in part 1 to the department for treasury fees  
23 shall be assessed against all restricted funds that receive common cash earnings or other  
24 investment income. Treasury fees include all costs, including administrative overhead,  
25 relating to the investment of each restricted fund. The fee assessed against each  
26 restricted fund will be based on the size of the restricted fund (the absolute value of the  
27 average daily cash balance plus the market value of investments in the prior fiscal year)  
28 and the level of effort necessary to maintain the restricted fund as required by each

1 department. The department shall provide a report to the state budget director, the senate  
2 and house of representatives standing committees on appropriations subcommittees on general  
3 government, and the senate and house fiscal agencies by November 30 of each year  
4 identifying the fees assessed against each restricted fund and the methodology used for  
5 assessment.

6 (2) In addition to the funds appropriated in part 1, the department may receive and  
7 expend investment fees relating to new restricted funding sources that participate in  
8 common cash earnings or other investment income during the current fiscal year. When a new  
9 restricted fund is created starting on or after October 1, that restricted fund shall be  
10 assessed a fee using the same criteria identified in subsection (1).

11 Sec. 20-932. Revenue received under the Michigan education trust act, 1986 PA 316,  
12 MCL 390.1421 to 390.1442, may be expended by the board of directors of the Michigan  
13 education trust for necessary salaries, wages, supplies, contractual services, equipment,  
14 worker's compensation insurance premiums, and grants to the civil service commission and  
15 state employees' retirement fund.

16 Sec. 20-934. The department may expend revenues received under the hospital finance  
17 authority act, 1969 PA 38, MCL 331.31 to 331.84, the shared credit rating act, 1985 PA 227,  
18 MCL 141.1051 to 141.1076, the higher education facilities authority act, 1969 PA 295, MCL  
19 390.921 to 390.934, the Michigan public educational facilities authority, Executive  
20 Reorganization Order No. 2002-3, MCL 12.192, the Michigan tobacco settlement finance  
21 authority act, 2005 PA 226, MCL 129.261 to 129.279, the land bank fast track act, 2003 PA  
22 258, MCL 124.751 to 124.774, part 505 of the natural resources and environmental protection  
23 act, 1994 PA 451, MCL 324.50501 to 324.50522, the state housing development authority act  
24 of 1966, 1966 PA 346, MCL 125.1401 to 125.1499c, and the Michigan finance authority,  
25 Executive Reorganization Order No. 2010-2, MCL 12.194, for necessary salaries, wages,  
26 supplies, contractual services, equipment, worker's compensation insurance premiums, grants  
27 to the civil service commission and state employees' retirement fund, and other expenses as  
28 allowed under those acts.

1           Sec. 20-935. The funds appropriated in part 1 for dual enrollment payments for an  
2 eligible student enrolled in a state-approved nonpublic school shall be distributed as  
3 provided under the postsecondary enrollment options act, 1996 PA 160, MCL 388.511 to  
4 388.524, and the career and technical preparation act, 2000 PA 258, MCL 388.1901 to  
5 388.1913, in a form and manner as determined by the department.

6           Sec. 20-937. As a condition of receiving funds in part 1, the department shall  
7 submit a report to the state budget director, the senate and house standing committees on  
8 appropriations, the chairpersons of the relevant appropriations subcommittees, and the  
9 senate and house fiscal agencies not later than March 31 regarding the performance of the  
10 Michigan accounts receivable collections system. The report shall include, but is not  
11 limited to:

12           (a) Information regarding the effectiveness of the department's current collection  
13 strategies, including use of vendors or contractors.

14           (b) The amount of delinquent accounts and collection referrals to vendors and  
15 contractors.

16           (c) The liquidation rates for declining delinquent accounts.

17           (d) The profile of uncollected delinquent accounts, including specific uncollected  
18 amounts by category.

19           (e) The department's strategy to manage delinquent accounts once those accounts  
20 exceed the vendor's or contractor's contracted collectible period.

21           (f) A summary of the strategies used in other states, including, but not limited to,  
22 secondary placement services, and assessing the benefits of those strategies.

23           Sec. 20-941. (1) From the funds appropriated in part 1, the department, in  
24 conjunction with the Michigan strategic fund, shall report to the senate and house of  
25 representatives standing committees on appropriations, the relevant senate and house of  
26 representatives appropriations subcommittees, the senate and house fiscal agencies, and the  
27 state budget director by November 1 on the annual cost of the Michigan economic growth  
28 authority tax credits. The report shall include for each year the board-approved credit

1 amount, adjusted for credit amendments where applicable, and the actual and projected value  
2 of tax credits for each year from 1995 to the expiration of the credit program. For years  
3 for which credit claims are complete, the report shall include the total of actual  
4 certificated credit amounts. For years for which claims are still pending or not yet  
5 submitted, the report shall include a combination of actual credits where available and  
6 projected credits. Credit projections shall be based on updated estimates of employees,  
7 wages, and benefits for eligible companies.

8 (2) In addition to the report under subsection (1), the department, in conjunction  
9 with the Michigan strategic fund, shall report to the senate and house of representatives  
10 standing committees on appropriations, the relevant senate and house of representatives  
11 appropriations subcommittees, the senate and house fiscal agencies, and the state budget  
12 director by November 1 on the annual cost of all other certificated credits by program, for  
13 each year until the credits expire or can no longer be collected. The report shall include  
14 estimates on the brownfield redevelopment credit, film credits, MEGA photovoltaic  
15 technology credit, MEGA polycrystalline silicon manufacturing credit, MEGA vehicle battery  
16 credit, and other certificated credits.

17 Sec. 20-944. From the funds appropriated in part 1, if the department hires a  
18 pension plan consultant using any of the funds appropriated in part 1, the department shall  
19 retain any report provided to the department by that consultant, notify the senate and  
20 house of representatives appropriations subcommittees on general government, the senate and  
21 house fiscal agencies, and the state budget director, and shall make that report available  
22 upon request to the senate and house of representatives standing committees on  
23 appropriations subcommittees on general government, the senate and house fiscal agencies,  
24 and the state budget director. A rationale for retention of a pension plan consultant shall  
25 be included in the notification of retention.

26 Sec. 20-945. From the funds appropriated in part 1, audits of local unit assessment  
27 administration practices, procedures, and records shall be conducted in each assessment  
28 jurisdiction a minimum of once every 5 years and in accordance with section 10g of the

1 general property tax act, 1893 PA 206, MCL 211.10g.

2 Sec. 20-946. Revenue collected in the convention facility development fund is  
3 appropriated and shall be distributed under sections 8, 9, and 10 of the state convention  
4 facility development act, 1985 PA 106, MCL 207.628, 207.629, and 207.630.

5 Sec. 20-949. (1) From the funds appropriated in part 1, the department may contract  
6 with private agencies to prevent the disbursement of fraudulent tax refunds. In addition to  
7 the amounts appropriated in part 1 to the department, there are appropriated amounts  
8 necessary to pay contract costs or fund operations designed to reduce fraudulent income tax  
9 refund payments not to exceed \$1,500,000.00 of the refunds identified as potentially  
10 fraudulent and for which payment of the refund is denied. The appropriation to fund fraud  
11 prevention efforts is from the fund or account to which the revenues being collected are  
12 recorded or dedicated.

13 (2) The department shall submit a report for the immediately preceding fiscal year  
14 ending September 30 to the state budget director, the senate and house of representatives  
15 standing committees on appropriations, and the chairpersons of the relevant appropriations  
16 subcommittees not later than November 30 stating the number of refund claims denied due to  
17 the fraud prevention operations, the amount of refunds denied, the costs of the fraud  
18 prevention operations, and other pertinent information relating to determining whether this  
19 authority should be continued.

20 Sec. 20-949a. From the funds appropriated in part 1 for additional staff in city  
21 income tax administration, the department may expand individual income tax return  
22 administration to 1 additional city to leverage the department's capabilities to assist  
23 cities with their taxation efforts.

24 Sec. 20-949b. Tax capture revenues collected in accordance with written agreements  
25 under the good jobs for Michigan program and transferred from the general fund for deposit  
26 into the good jobs for Michigan fund, and for both calculated payments from the good jobs  
27 for Michigan fund to authorized businesses and distributions to the Michigan strategic fund  
28 for administrative expenses, are appropriated pursuant to the provisions of chapter 8D of

1 the Michigan strategic fund act, 1984 PA 270, MCL 125.2090g to 125.2090j.

2 Sec. 20-949c. 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:

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. 20-949d. (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  
19 this initiative, including, but not limited to, the department's ability to perform a  
20 critical fiscal review to ensure the city of Detroit does not reenter distress following  
21 its exit from bankruptcy and to ensure that the community district does not enter distress  
22 and maintains a balanced budget.

23 (3) The department must submit a report to the house and senate appropriations  
24 subcommittees on general government, the senate and house fiscal agencies, and the state  
25 budget director by March 15. The report must describe the specific outcomes and measures  
26 required in subsection (1) and provide the results and data related to these outcomes and  
27 measures.

28 Sec. 20-949e. From the funds appropriated in part 1 for the state essential services

1 assessment program, the department shall administer the state essential services assessment  
2 program. The program will provide the department the ability to collect the state essential  
3 services assessment which is a phased-in replacement of locally collected personal property  
4 taxes on eligible manufacturing personal property.

5 Sec. 20-949f. Revenue from the tobacco products tax act, 1993 PA 327, MCL 205.421 to  
6 205.436, related to counties with a 2000 population of more than 2,000,000 is appropriated  
7 and shall be distributed under section 12(4)(d) of the tobacco products tax act, 1993 PA  
8 327, MCL 205.432.

9 Sec. 20-949g. Tax capture revenues collected in accordance with written agreements  
10 under the employment opportunity program and transferred from the general fund for deposit  
11 into the employment opportunity fund, and for both calculated payments from the employment  
12 opportunity fund to authorized businesses and distributions to the Michigan strategic fund  
13 for administrative expenses, are appropriated pursuant to the provisions of chapter 8F of  
14 the Michigan strategic fund act, 1984 PA 270, MCL 125.2090t to 125.2090w.

15 Sec. 20-949h. Revenue from part 6 of the medical marihuana facilities licensing act,  
16 2016 PA 281, MCL 333.27601 to 333.27605, is appropriated and distributed pursuant to part 6  
17 of the medical marihuana facilities licensing act, 2016 PA 281, MCL 333.27601 to 333.27605.

18 Sec. 20-949i. Revenue from the Michigan Regulation and Taxation of Marihuana Act,  
19 2018 IL 1, MCL 333.27951 to 333.27967, is appropriated and distributed pursuant to the  
20 Michigan Regulation and Taxation of Marihuana Act, 2018 IL 1, MCL 333.27951 to 333.27967.

21 Sec. 20-949j. All funds in the wrongful imprisonment compensation fund created in  
22 the wrongful imprisonment compensation act, 2016 PA 343, MCL 691.1751 to 691.1757, are  
23 appropriated and available for expenditure. Expenditures are limited to support wrongful  
24 imprisonment compensation payments pursuant to section 6 of the wrongful imprisonment  
25 compensation act, 2016 PA 343, MCL 691.1756.

26 Sec. 20-949k. There is appropriated an amount equal to the tax captured revenues due  
27 under approved transformational brownfield plans created in the brownfield redevelopment  
28 financing act, 1996 PA 381, MCL 125.2651 to 125.2670.



1           Sec. 20-949m. From the funds appropriated in part 1, the Michigan infrastructure  
 2 council will plan, conduct, and contract for asset management improvement activities  
 3 including, but not limited to, infrastructure data collection activities, asset manager  
 4 training, development of a 30-year asset management plan for Michigan, assistance in asset  
 5 management improvement projects including maintaining an asset management portal, and other  
 6 projects that promote improved asset management for infrastructure in Michigan.

7           Sec. 20-949n. Any money received as gifts or donations to the fostering futures  
 8 scholarship trust fund created by the fostering futures scholarship trust fund act, 2008 PA  
 9 525, MCL 722.1021 to 722.1031, is appropriated for expenditure for the purposes of the  
 10 program.

#### 11 12 **REVENUE SHARING**

13           Sec. 20-950. The funds appropriated in part 1 for constitutional revenue sharing  
 14 shall be distributed by the department to cities, villages, and townships, as required  
 15 under section 10 of article IX of the state constitution of 1963. Revenue collected in  
 16 accordance with section 10 of article IX of the state constitution of 1963 in excess of the  
 17 amount appropriated in part 1 for constitutional revenue sharing is appropriated for  
 18 distribution to cities, villages, and townships, on a population basis as required under  
 19 section 10 of article IX of the state constitution of 1963.

20           Sec. 20-952. (1) The funds appropriated in part 1 for city, village, and township  
 21 revenue sharing are for grants to cities, villages, and townships such that, subject to  
 22 fulfilling the requirements under subsection (3), each city, village, or township that  
 23 received a payment under section 952(1) of 2021 PA 87 is eligible to receive a payment  
 24 equal to 110.0% of its total eligible payment under section 952(1) of 2021 PA 87, rounded  
 25 to the nearest dollar. For purposes of this subsection, any city, village, or township that  
 26 completely merges with another city, village, or township will be treated as a single  
 27 entity, such that when determining the eligible payment under section 952(1) of 2021 PA 87  
 28 for the combined single entity, the amount each of the merging local units was eligible to

1 receive under section 952(1) of 2021 PA 87 is summed.

2 (2) The funds appropriated in part 1 for the county incentive program are to be used  
3 for grants to counties such that each county is eligible to receive an amount equal to 20%  
4 of the amount determined pursuant to the Glenn Steil state revenue sharing act of 1971,  
5 1971 PA 140, MCL 141.901 to 141.921. The amount calculated under this subsection shall be  
6 adjusted as necessary to reflect partial county fiscal years and prorated based on the  
7 total amount appropriated for distribution to all eligible counties. Except as otherwise  
8 provided under this subsection, payments under this subsection will be distributed to an  
9 eligible county subject to the county's fulfilling the requirements under subsection (3).

10 (3) For purposes of accountability and transparency, each eligible city, village,  
11 township, or county shall certify by December 1, or the first day of a payment month, that  
12 it has produced a citizen's guide of its most recent local finances, including a  
13 recognition of its unfunded liabilities; a performance dashboard; a debt service report  
14 containing a detailed listing of its debt service requirements, including, at a minimum,  
15 the issuance date, issuance amount, type of debt instrument, a listing of all revenues  
16 pledged to finance debt service by debt instrument, and a listing of the annual payment  
17 amounts until maturity; and a projected budget report, including, at a minimum, the current  
18 fiscal year and a projection for the immediately following fiscal year. The projected  
19 budget report shall include revenues and expenditures and an explanation of the assumptions  
20 used for the projections. Each eligible city, village, township, or county shall include in  
21 any mailing of general information to its citizens the internet website address location  
22 for its citizen's guide, performance dashboard, debt service report, and projected budget  
23 report or the physical location where these documents are available for public viewing in  
24 the city, village, township, or county clerk's office. Each city, village, township, and  
25 county applying for a payment under this subsection shall submit a copy of the performance  
26 dashboard, a copy of the debt service report, and a copy of the projected budget report to  
27 the department. In addition, each eligible city, village, township, or county applying for  
28 a payment under this subsection shall either submit a copy of the citizen's guide or

1 certify that the city, village, township, or county will be utilizing treasury's online  
2 citizen's guide. The department shall develop detailed guidance for a city, village,  
3 township, or county to follow to meet the requirements of this subsection. The detailed  
4 guidance shall be posted on the department website and distributed to cities, villages,  
5 townships, and counties by October 1.

6 (4) City, village, and township revenue sharing payments and county incentive  
7 program payments are subject to the following conditions:

8 (a) The city, village, township, or county shall certify to the department that it  
9 has met the required criteria for subsection (3) and submitted the required citizen's  
10 guide, performance dashboard, debt service report, and projected budget report as required  
11 by subsection (3). A department review of the citizen's guide, dashboard, or reports is not  
12 required in order for a city, village, township, or county to receive a payment under  
13 subsection (1) or (2). The department shall develop a certification process and method for  
14 cities, villages, townships, and counties to follow.

15 (b) Subject to subdivisions (c), (d), and (e), if a city, village, township, or  
16 county meets the requirements of subsection (3), the city, village, township, or county  
17 shall receive its full potential payment under this section.

18 (c) Cities, villages, and townships eligible to receive a payment under subsection  
19 (1) shall receive 1/6 of their eligible payment on the last business day of October,  
20 December, February, April, June, and August. Payments under subsection (1) shall be issued  
21 to cities, villages, and townships until the specified due date for subsection (3). After  
22 the specified due date for subsection (3), payments shall be made to a city, village, or  
23 township only if that city, village, or township has complied with subdivision (a).

24 (d) Payments under subsection (2) shall be issued to counties until the specified  
25 due date for subsection (3). After the specified due date for subsection (3), payments  
26 shall be made to a county only if that county has complied with subdivision (a).

27 (e) If a city, village, township, or county does not submit the required  
28 certification, citizen's guide, performance dashboard, debt service report, and projected

1 budget report by the first day of a payment month, the city, village, township, or county  
2 shall forfeit the payment in that payment month.

3 (f) Any city, village, township, or county that falsifies certification documents  
4 shall forfeit any future city, village, and township revenue sharing payments or county  
5 incentive program payments and shall repay to this state all payments it has received under  
6 this section.

7 (g) City, village, and township revenue sharing payments and county incentive  
8 program payments under this section shall be distributed on the last business day of  
9 October, December, February, April, June, and August.

10 (h) Payments distributed under this section may be withheld pursuant to sections 17a  
11 and 21 of the Glenn Steil state revenue sharing act of 1971, 1971 PA 140, MCL 141.917a and  
12 141.921.

13 (5) The unexpended funds appropriated in part 1 for city, village, and township  
14 revenue sharing and the county incentive program shall be available for expenditure under  
15 the program for financially distressed cities, villages, or townships after the approval of  
16 transfers by the legislature pursuant to section 393(2) of the management and budget act,  
17 1984 PA 431, MCL 18.1393.

18 Sec. 20-955. (1) The funds appropriated in part 1 for county revenue sharing shall  
19 be distributed by the department so that each eligible county receives a payment equal to  
20 117.3115% of the amount determined pursuant to the Glenn Steil state revenue sharing act of  
21 1971, 1971 PA 140, MCL 141.901 to 141.921, less the amount for which the county is eligible  
22 under section 952(2) of this part. The amount calculated under this subsection shall be  
23 adjusted as necessary to reflect partial county fiscal years and prorated based on the  
24 total amount appropriated for distribution to all eligible counties.

25 (2) The department shall annually certify to the state budget director the amount  
26 each county is authorized to expend from its revenue sharing reserve fund.

27 Sec. 20-956. (1) The funds appropriated in part 1 for financially distressed cities,  
28 villages, or townships shall be granted by the department to cities, villages, and

1 townships that have 1 or more conditions that indicate probable financial distress, as  
2 determined by the department. A city, village, or township with 1 or more conditions that  
3 indicate probable financial distress may apply in a manner determined by the department for  
4 a grant to pay for specific projects or services that move the city, village, or township  
5 toward financial stability. Grants are to be used for specific projects or services that  
6 move the city, village, or township toward financial stability. The city, village, or  
7 township must use the grants under this section to make payments to reduce unfunded accrued  
8 liability; to repair or replace critical infrastructure and equipment owned or maintained  
9 by the city, village, or township; to reduce debt obligations; or for costs associated with  
10 a transition to shared services with another jurisdiction; or to administer other projects  
11 that move the city, village, or township toward financial stability. The department shall  
12 award no more than \$2,000,000.00 to any city, village, or township under this section.

13 (2) The department shall provide a report to the senate and house of representatives  
14 appropriations subcommittees on general government, the senate and house fiscal agencies,  
15 and the state budget director by September 30. The report shall include a list by grant  
16 recipient of the date each grant was approved, the amount of the grant, and a description  
17 of the project or projects that will be paid by the grant.

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

24 (a) The purpose of the project is to provide assistance to financially distressed  
25 cities, villages, and townships under this section.

26 (b) The projects will be accomplished by grants to cities, villages, and townships  
27 approved by the department.

28 (c) The total estimated cost of all projects is \$2,500,000.00.

(d) The tentative completion date is September 30, 2027.

**BUREAU OF STATE LOTTERY**

Sec. 20-960. In addition to the funds appropriated in part 1 to the bureau of state lottery, there is appropriated from state lottery fund revenues the amount necessary for, and directly related to, implementing and operating lottery games under the McCauley-Traxler-Law-Bowman-McNeely lottery act, 1972 PA 239, MCL 432.1 to 432.47, and activities under the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.101 to 432.120, including expenditures for contractually mandated payments for vendor commissions, contractually mandated payments for instant tickets intended for resale, the contractual costs of providing and maintaining the online system communications network, and incentive and bonus payments to lottery retailers.

Sec. 20-964. For the bureau of state lottery, there is appropriated 1% of the lottery's prior fiscal year's gross sales for promotion and advertising.

**MICHIGAN GAMING CONTROL BOARD**

Sec. 20-971. (1) From the revenue collected by the Michigan gaming control board regarding the total annual assessment of each casino licensee, \$2,000,000.00 is appropriated and shall be deposited in the compulsive gaming prevention fund as described in section 12a(5) of the Michigan Gaming Control and Revenue Act, 1996 IL 1, MCL 432.212a.

(2) After the board has incurred the costs of regulating and enforcing internet sports betting, \$500,000.00 is appropriated and shall be deposited into the compulsive gaming prevention fund as described in section 16(4)(b) of the lawful sports betting act, 2019 PA 149, MCL 432.416. Following these disbursements, \$2,000,000.00 is appropriated and shall be deposited in the first responder presumed coverage fund as described in section 16(4)(c) of the lawful sports betting act, 2019 PA 149, MCL 432.416.

(3) An appropriation of \$500,000.00 shall be deposited into the compulsive gaming prevention fund as described in section 16(4)(c) of the lawful internet gaming act, 2019 PA

1 152, MCL 432.316, except as provided in section 15(2) of the lawful internet gaming act,  
2 2019 PA 152, MCL 432.315, and after the board has incurred the costs of regulating and  
3 enforcing internet gaming under the act, 2019 PA 152, MCL 432.301 to 432.322, and the costs  
4 of administering and enforcing millionaire party activity authorized by the Traxler-  
5 McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.101 to 432.120. Following these  
6 disbursements, \$2,000,000.00 is appropriated and shall be deposited into the first  
7 responder presumed coverage fund as described in section 16(4)(d) of the lawful internet  
8 gaming act, 2019 PA 152, MCL 432.316.

9 Sec. 20-972. After all other required expenditures described in section 16(3) of the  
10 fantasy contests consumer protection act, 2019 PA 157, MCL 432.516; section 16(4) of the  
11 lawful internet gaming act, 2019 PA 152, MCL 432.316; and section 16(4) of the lawful  
12 sports betting act, 2019 PA 149, MCL 432.416 are made, any monies remaining in the fantasy  
13 contest fund, internet gaming fund, and internet sports betting fund are appropriated and  
14 shall be deposited into the state school aid fund as described in section 16(3)(b) of the  
15 fantasy contests consumer protection act, 2019 PA 157, MCL 432.516; section 16(4)(e) of the  
16 lawful internet gaming act, 2019 PA 152, MCL 432.316; and section 16(4)(d) of the lawful  
17 sports betting act, 2019 PA 149, MCL 432.416.

18 Sec. 20-973. (1) Funds appropriated in part 1 for local government programs may be  
19 used to provide assistance to a local revenue sharing board referenced in an agreement  
20 authorized by the Indian gaming regulatory act, Public Law 100-497.

21 (2) A local revenue sharing board described in subsection (1) shall comply with the  
22 open meetings act, 1976 PA 267, MCL 15.261 to 15.275, and the freedom of information act,  
23 1976 PA 442, MCL 15.231 to 15.246.

24 (3) A county treasurer is authorized to receive and administer funds received for  
25 and on behalf of a local revenue sharing board. Funds appropriated in part 1 for local  
26 government programs may be used to audit local revenue sharing board funds held by a county  
27 treasurer. This section does not limit the ability of local units of government to enter  
28 into agreements with federally recognized Indian tribes to provide financial assistance to

1 local units of government or to jointly provide public services.

2 (4) A local revenue sharing board described in subsection (1) shall comply with all  
3 applicable provisions of any agreement authorized by the Indian gaming regulatory act,  
4 Public Law 100-497, in which the local revenue sharing board is referenced, including, but  
5 not limited to, the disbursement of tribal casino payments received under applicable  
6 provisions of the tribal-state class III gaming compact in which those funds are received.

7 (5) The director of the department of state police and the executive director of the  
8 Michigan gaming control board are authorized to assist the local revenue sharing boards in  
9 determining allocations to be made to local public safety organizations.

10 Sec. 20-974. If revenues collected in the state services fee fund are less than the  
11 amounts appropriated from the fund, available revenues shall be used to fully fund the  
12 appropriation in part 1 for casino gaming regulation activities before distributions are  
13 made to other state departments and agencies. If the remaining revenue in the fund is  
14 insufficient to fully fund appropriations to other state departments or agencies, the  
15 shortfall shall be distributed proportionally among those departments and agencies.

16 Sec. 20-976. The executive director of the Michigan gaming control board may pay  
17 rewards of not more than \$5,000.00 to a person who provides information that results in the  
18 arrest and conviction on a felony or misdemeanor charge for a crime that involves the horse  
19 racing industry. A reward paid pursuant to this section shall be paid out of the  
20 appropriation in part 1 for the racing commission.

21 Sec. 20-977. All appropriations from the Michigan agriculture equine industry  
22 development fund, except for the racing commission appropriations, shall be reduced  
23 proportionately if revenues to the Michigan agriculture equine industry development fund  
24 decline during the current fiscal year to a level lower than the amount appropriated in  
25 part 1.

26 Sec. 20-978. The Michigan gaming control board shall use actual expenditure data in  
27 determining the actual regulatory costs of conducting racing dates and shall provide that  
28 data to the senate and house appropriations subcommittees on agriculture and general



1 government, the state budget director, and the senate and house fiscal agencies. The  
2 Michigan gaming control board shall not be reimbursed for more than the actual regulatory  
3 cost of conducting race dates. Prior to the reduction in the number of authorized race  
4 dates due to budget deficits, the executive director of the Michigan gaming control board  
5 shall provide notice to the certified horsemen's organizations with an opportunity to  
6 respond with alternatives. In determining actual costs, the Michigan gaming control board  
7 shall take into account that each specific breed may require different regulatory  
8 mechanisms.

9       Sec. 20-979. From the funds appropriated in part 1 for millionaire party regulation,  
10 the Michigan gaming control board may receive and expend internet gaming fund revenue in an  
11 amount not to exceed the amount appropriated in part 1 for necessary expenses incurred in  
12 the licensing and regulation of millionaire parties pursuant to Executive Order No. 2012-4.  
13 Any unused internet gaming fund revenues are subject to distribution requirements in the  
14 lawful internet gaming act, 2019 PA 152, MCL 432.316.

15  
16 **STATE BUILDING AUTHORITY**

17       Sec. 20-1100. (1) Subject to section 242 of the management and budget act, 1984 PA  
18 431, MCL 18.1242, and upon the approval of the state building authority, the department may  
19 expend from the general fund of the state during the fiscal year an amount to meet the cash  
20 flow requirements of those state building authority projects solely for lease to a state  
21 agency identified in both part 1 and this section, and for which state building authority  
22 bonds or notes have not been issued, and for the sole acquisition by the state building  
23 authority of equipment and furnishings for lease to a state agency as permitted by 1964 PA  
24 183, MCL 830.411 to 830.425, for which the issuance of bonds or notes is authorized by a  
25 legislative appropriation act that is effective for the immediately preceding fiscal year.  
26 Any general fund advances for which state building authority bonds have not been issued  
27 shall bear an interest cost to the state building authority at a rate not to exceed that  
28 earned by the state treasurer's common cash fund during the period in which the advances

1 are outstanding and are repaid to the general fund of the state.

2 (2) Upon sale of bonds or notes for the projects identified in part 1 or for  
3 equipment as authorized by a legislative appropriation act and in this section, the state  
4 building authority shall credit the general fund of the state an amount equal to that  
5 expended from the general fund plus interest, if any, as defined in this section.

6 (3) For state building authority projects for which bonds or notes have been issued  
7 and upon the request of the state building authority, the state treasurer shall make  
8 advances without interest from the general fund as necessary to meet cash flow requirements  
9 for the projects, which advances shall be reimbursed by the state building authority when  
10 the investments earmarked for the financing of the projects mature.

11 (4) In the event that a project identified in part 1 is terminated after final  
12 design is complete, advances made on behalf of the state building authority for the costs  
13 of final design shall be repaid to the general fund in a manner recommended by the  
14 director.

15 Sec. 20-1102. (1) State building authority funding to finance construction or  
16 renovation of a facility that collects revenue in excess of money required for the  
17 operation of that facility shall not be released to a university or community college  
18 unless the institution agrees to reimburse that excess revenue to the state building  
19 authority. The excess revenue shall be credited to the general fund to offset rent  
20 obligations associated with the retirement of bonds issued for that facility. The auditor  
21 general shall annually identify and present an audit of those facilities that are subject  
22 to this section. Costs associated with the administration of the audit shall be charged  
23 against money recovered pursuant to this section.

24 (2) As used in this section, "revenue" includes state appropriations, facility  
25 opening money, other state aid, indirect cost reimbursement, and other revenue generated by  
26 the activities of the facility.

27 Sec. 20-1103. The state building authority shall provide to the JCOS, senate and  
28 house fiscal agencies, and state budget director a report relative to the status of

1 construction projects associated with state building authority bonds as of September 30 of  
2 each year, on or before October 15, or not more than 30 days after a refinancing or  
3 restructuring bond issue is sold. The report shall include, but is not limited to, the  
4 following:

5 (a) A list of all completed construction projects for which state building authority  
6 bonds have been sold, and which bonds are currently active.

7 (b) A list of all projects under construction for which sale of state building  
8 authority bonds is pending.

9 (c) A list of all projects authorized for construction or identified in an  
10 appropriations act for which approval of schematic/preliminary plans or total authorized  
11 cost is pending that have state building authority bonds identified as a source of  
12 financing.

13  
14 **ONE-TIME APPROPRIATIONS**

15 Sec. 20-1200. (1) From the funds appropriated in part 1 for the electric vehicle  
16 rebates, the department shall implement a rebate program for Michigan residents who have  
17 purchased a new electric vehicle.

18 (2) The department shall develop an application process for eligible recipients to  
19 apply for rebates on qualified purchases. To be a qualified purchase, the purchase of at-  
20 home charging equipment does not need to be in conjunction or simultaneous with a purchase  
21 of an electric vehicle, and vice versa. To be a qualified purchase, the purchase must occur  
22 after October 1, 2022. The department may require any documentation needed to determine the  
23 eligibility of an applicant for a rebate issued under this section. The department must  
24 issue rebates to eligible recipients in the order in which they are received until the  
25 funds appropriated in part 1 are exhausted. Eligible recipients must submit a claim for the  
26 rebate within 120 days of making a qualified purchase. Rebates must be issued in accordance  
27 with a process to be developed by the department and must be issued within a reasonable  
28 time. From the funds appropriated for electric vehicle rebates, \$10,000,000.00 shall be

1 used to provide rebates for the purchase of at-home charging equipment.

2 (3) "Qualified purchase" includes purchases of new electric vehicles and purchases  
3 and installation costs of at-home charging equipment.

4 (4) "Electric vehicle" means an "all-electric vehicle" or a "plug-in hybrid electric  
5 vehicle" that has a manufacturer's suggested retail price (MSRP) of \$80,000.00 or less and  
6 that is not subject to the Federal Trade Commission's Used Motor Vehicle Trade Regulation  
7 Rule, 16 CFR Part 445. An "electric vehicle" does not include a vehicle designed and built  
8 primarily for off-road use.

9 (5) An "all-electric vehicle" is a vehicle that runs on electricity, and is  
10 propelled by one or more electric motors powered by rechargeable battery packs or powered  
11 by one or more cells which convert chemical energy directly into electricity by combining  
12 oxygen with hydrogen fuel which is stored on board the vehicle in any form and may or may  
13 not require reformation prior to use.

14 (6) A "plug-in hybrid electric vehicle" is a vehicle with high-capacity batteries  
15 that can be charged by plugging them into an electrical outlet or charging station, and is  
16 propelled by one or more electric motors and may also be propelled by a gasoline powered  
17 internal combustion engine, and may include a gasoline powered engine that is used only to  
18 generate power for the electric motor(s).

19 (7) "At-home charging equipment" means either:

20 (a) A Level 1 charger, that charges using a 120-volt system, or

21 (b) A Level 2 charger, that charges using a 208-volt to 240-volt system, and that is  
22 installed in or near a residential home, and uses either a J1772, CHAdeMO, or combined  
23 charging system connector.

24 (8) An "eligible recipient" means an individual resident of Michigan who makes a  
25 qualified purchase in Michigan after October 1, 2022, or a qualified purchase of an  
26 electric vehicle after October 1, 2022 and within 90 days from the purchase transfers the  
27 title or registration of the vehicle to Michigan.

28 (9) Rebates issued under section (2) shall be limited to each eligible recipient at

1 no more than \$2,000.00 for each purchase of an electric vehicle and no more than \$500.00  
2 for the purchase and installation of at-home charging equipment. An eligible recipient  
3 shall be limited to a rebate for the purchase of one electric vehicle and one purchase of  
4 at-home charging equipment in a calendar year.

5 (10) From the funds appropriated in part 1 to the department for electric vehicle  
6 rebates, up to 5% of the appropriation may be spent on costs associated with administering  
7 electric vehicle rebates.

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

13 (a) The purpose of the work project is to provide a rebate or reimbursement of up to  
14 \$2,000.00 per eligible electric vehicle and \$500.00 for eligible at-home charging  
15 equipment.

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

18 (c) The total estimated cost of the work project is \$50,000,000.00.

19 (d) The tentative completion date is September 30, 2027.

20 Sec. 20-1201. (1) From the one-time funds appropriated in part 1 for local community  
21 transition support, the department shall establish and administer a grant program with the  
22 purpose of aiding local communities in transition due to the departure of large-scale  
23 employers, shifts in business that impact economic vitality, and the transition to remote  
24 work.

25 (2) As used in this section, "applicant" means a city, village, township, authority,  
26 local economic development organization, including any local economic development  
27 corporation created under an interlocal agreement, or a state agency that no longer  
28 occupies the qualifying and impacted state-owned facility.

1           (3) Grants funded under this section may be awarded to applicants that can  
2 demonstrate one of the following economic impacts since February 28, 2020: the departure or  
3 disinvestment of employers and their workforces from their community, an increase in  
4 commercial building vacancies in the community, employment decreases in the community from  
5 the transition to remote work or business closures, a drop in commercial property values in  
6 the area, reduction in income tax withholding collections, or an increase in income tax  
7 refunds from employment shifting to remote work.

8           (4) Grants may be awarded for specific projects or services that move the applicant  
9 toward financial stability and economic recovery. The applicant may apply for grants under  
10 this section for, but not limited to, the following types of economic or community  
11 development activities:

12           (a) Programs supporting the rehabilitation or adaptive re-use of vacant buildings or  
13 infrastructure necessary to benefit the local economy.

14           (b) Small business supports for existing and new businesses.

15           (c) Local community business incubator programs.

16           (d) Projects that enhance outdoor spaces for business and community activities.

17           (e) Recruitment and retention efforts lead by the local community, or through  
18 partnerships, to attract and sustain business or community entities that benefit the local  
19 community and its economic vitality.

20           (f) Demolition of structures or buildings that no longer serve the community and  
21 pose limited redevelopment or long-term investment potential.

22           (5) The department shall make available on its website program guidelines and  
23 selection criteria needed for applicants to apply under this program. No applicant or  
24 project shall be awarded more than \$5,000,000.00.

25           (6) From the funds appropriated in part 1 for the local community investment  
26 program, up to 3.0% of the appropriation may be spent on costs associated with  
27 administering the local community investment program.

28           (7) The department shall report to the senate and house of representatives

1 appropriations subcommittees on general government, the senate and house fiscal agencies,  
2 and the state budget director by September 30, 2023, on the status of the program. This  
3 report shall include, but is not limited to, the following:

4 (a) The total number of applicants and the total number of awards.

5 (b) Name of each award recipient and a summary of the projects funded by the  
6 program.

7 Sec. 20-1202. (1) Funds appropriated in part 1 for retirement income tax reform  
8 implementation shall not be expended unless an amendment to section 30 of the income tax  
9 act, 1967 PA 281, MCL 206.30, is enacted into law to exempt public pensions and restore  
10 deductions for private retirement income, including private-sector pensions, withdrawals  
11 from individual retirement accounts (IRAs), and the portion of a 401k account that is  
12 subject to an employer match. Funds shall only be used for implementation of those  
13 retirement tax changes.

14 (2) The unexpended funds appropriated in part 1 for retirement income tax reform  
15 implementation are designated as work project appropriations. Any unencumbered or  
16 unallotted funds shall not lapse at the end of the fiscal year and shall be available for  
17 expenditure for projects under this section until the projects have been completed. The  
18 following is in compliance with section 451a of the management and budget act, 1984 PA 431,  
19 MCL 18.1451a:

20 (a) The purpose of the project is to implement tax changes to exempt public pensions  
21 and restore deductions for private retirement income.

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 work project is \$1,200,000.00.

25 (d) The tentative completion date is September 30, 2027.  
26  
27  
28

**Article 21**

**MISCELLANEOUS**

**PART 1**

**PROVISIONS CONCERNING APPROPRIATIONS**

Sec. 21-101. The appropriations in this article are subject to the following provisions concerning appropriations for the fiscal year ending September 30, 2023:

**GENERAL SECTIONS**

Sec. 21-201. (1) Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources for fiscal year 2023 is estimated at \$42,045,884,600.00 in the 2023 appropriations acts and total state spending from state sources paid to local units of government for fiscal year 2023 is estimated at \$23,142,731,900.00. The state-local proportion is estimated at 55.0% of total state spending from state resources.

(2) If payments to local units of government and state spending from state sources for fiscal year 2023 are different than the amounts estimated in subsection (1), the state budget director shall report the payments to local units of government and state spending from state sources that were made for fiscal year 2023 to the senate and house of representatives standing committees on appropriations within 30 days after the final book-closing for fiscal year 2023.

Sec. 21-202. The appropriations authorized under this bill are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 21-211. (1) Pursuant to section 352 of the management and budget act, 1984 PA 431, MCL 18.1352, which provides for a transfer of state general fund revenue into or out of the countercyclical budget and economic stabilization fund, the calculations required by section 352 of the management and budget act, 1984 PA 431, MCL 18.1352, are determined as follows:

	<u>2021</u>	<u>2022</u>	<u>2023</u>
Michigan personal income (millions) .....	\$558,411	\$560,644	\$587,555



1	less: transfer payments .....	148,112	123,085	125,049
2	Subtotal .....	\$410,299	\$437,559	\$462,507
3	Divided by: Detroit Consumer Price Index .....	2.478	2.593	2.657
4	Equals: real adjusted Michigan personal			
5	income .....	\$165,573	\$168,761	\$174,082
6	Percentage change .....	N/A	1.9%	3.2%
7	Growth rate in excess of 2%? .....	N/A	0.0%	1.2%
8	Equals: calculated transfer to countercyclical			
9	budget and economic stabilization fund for the			
10	fiscal year ending September 30, 2023 (millions)	N/A	\$0.0	
11	Growth rate less than 0%? .....	N/A	NO	
12	Appropriation from countercyclical budget and			
13	economic stabilization fund allowed for the			
14	fiscal year ending September 30, 2023? .....	N/A	NO	

15 (2) Notwithstanding subsection (1), there is appropriated for the fiscal year ending  
 16 September 30, 2023, from general fund/general purpose revenue for deposit into the  
 17 countercyclical budget and economic stabilization fund the sum of \$0.00.

18  
 19 **REVENUE STATEMENT**  
 20 Sec. 21-301. Pursuant to section 18 of article V of the state constitution of 1963,  
 21 fund balances and estimates are presented in the following statement:

22 BUDGET RECOMMENDATIONS BY OPERATING FUNDS

23 (Amounts in millions)

24 Fiscal Year 2023

25			Estimated
26	Beginning	Estimated	Ending
27	<u>Balance</u>	<u>Revenue</u>	<u>Balance</u>
28	OPERATING FUNDS		

<b>1</b>	General fund/general purpose	2,493.3	11,970.4	1.9
<b>2</b>	School aid fund	535.8	18,788.0	49.4
<b>3</b>	Federal aid	0.0	26,482.6	0.0
<b>4</b>	Transportation funds	0.0	7,726.2	0.0
<b>5</b>	Special revenue funds	2,294.5	7,079.3	2,233.4
<b>6</b>	Other funds	<u>1,457.2</u>	<u>33.0</u>	<u>1,490.2</u>
<b>7</b>	TOTALS	\$6,780.8	\$72,079.5	\$3,774.9