

# HOUSE BILL NO. 5295

November 13, 2025, Introduced by Reps. Bollin and Lightner and referred to Committee on Economic Competitiveness.

A bill to amend 1921 PA 2, entitled

"An act to promote the efficiency of the government of the state, to create a state administrative board, to define the powers and duties thereof, to provide for the transfer to said board of powers and duties now vested by law in other boards, commissions, departments and officers of the state, and for the abolishing of certain of the boards, commissions, departments and offices, whose powers and duties are hereby transferred,"

by amending section 3 (MCL 17.3), as amended by 2021 PA 143.

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

**1**       Sec. 3. (1) The state administrative board shall exercise

1 general supervisory control over the functions and activities of  
 2 all administrative departments, boards, commissioners, and officers  
 3 of ~~the~~ **this** state, and of all state institutions.

4 (2) Except as provided in subsection (5), the state  
 5 administrative board shall not ~~have power to transfer any an~~  
 6 appropriation to the general fund ~~at any time or use the same an~~  
 7 **appropriation** for ~~any a~~ purpose other than that designated by the  
 8 legislature.

9 (3) The state administrative board shall not ~~have power to~~  
 10 allow to ~~any a~~ state department, board, commission, officer, or  
 11 institution ~~any funds, money that is~~ not appropriated ~~therefor for~~  
 12 **the state department, board, commission, officer, or institution** by  
 13 the legislature, from any source. ~~whatever, except as provided in~~  
 14 ~~the emergency appropriation act of 1931.~~

15 (4) Except as provided in subsection (5), the state  
 16 administrative board shall not ~~have the power to transfer to any a~~  
 17 state department, board, commission, officer, or institution ~~any~~  
 18 ~~sum money~~ from ~~the an~~ amount appropriated by the legislature for  
 19 ~~any other another~~ purpose.

20 (5) ~~Subject to subsection (6), the~~ **The** state administrative  
 21 board may inter-transfer ~~funds money~~ within the appropriation for a  
 22 particular department, board, commission, officer, or institution.  
 23 If the inter-transfer of funds could otherwise be accomplished  
 24 through the transfer process under section 393 of the management  
 25 and budget act, 1984 PA 431, MCL 18.1393, the state administrative  
 26 board may carry out the inter-transfer only if both of the  
 27 following requirements have been met:

28 (a) The state budget director has first requested ~~the approval~~  
 29 ~~of from~~ or ~~given notice to,~~ **notified**, as applicable, the senate and

1 house of representatives appropriations committees regarding the  
 2 inter-transfer of funds under section 393 of the management and  
 3 budget act, 1984 PA 431, MCL 18.1393.

4 (b) The request to inter-transfer funds made under subdivision  
 5 (a) has not been approved by both appropriations committees by  
 6 ~~whichever of the following dates is the earliest~~ **of the following**  
 7 **dates:**

8 (i) Six session days after the request was made.

9 (ii) Thirty calendar days after the first session day after the  
 10 request was made.

11 ~~(6) The state administrative board may not transfer or inter-~~  
 12 ~~transfer any funds that are appropriated to or deposited in the~~  
 13 ~~strategic outreach and attraction reserve fund created in section 4~~  
 14 ~~of the Michigan trust fund act, 2000 PA 489, MCL 12.254, or that~~  
 15 ~~are appropriated or transferred for the critical industry program~~  
 16 ~~created in section 88s of the Michigan strategic fund act, 1984 PA~~  
 17 ~~270, MCL 125.2088s, or the Michigan strategic site readiness~~  
 18 ~~program created in section 88t of the Michigan strategic fund act,~~  
 19 ~~1984 PA 270, MCL 125.2088t.~~

20 (6) ~~(7)~~ The state administrative board may in its discretion  
 21 ~~intervene~~ **do any of the following:**

22 (a) **Intervene** in any matter ~~touching~~ **related to the state**  
 23 **administrative board's** functions and activities under this section.  
 24 ~~and may, by~~

25 (b) **By** resolution or order, advise or direct the department,  
 26 board, commission, officer, or institution concerned as to the  
 27 manner in which ~~the~~ **a** function or other activity ~~shall~~ **must** be  
 28 performed. ~~, and may order~~

29 (c) **Order** an interchange or transfer of employees between

1 departments, boards, commissions, and state institutions ~~when if~~  
 2 necessary. ~~It is hereby made the duty of each and every~~

3       **(7) An official and-or** employee connected with ~~any-an~~  
 4 administrative department, office, or institution of ~~the-this~~ state  
 5 ~~to-shall~~ follow ~~the-a~~ direction or order ~~so-given ; and to-by~~ **the**  
 6 **state administrative board under subsection (6). In carrying out**  
 7 **the purposes and intent of this act, the official or employee shall**  
 8 perform ~~such-any~~ services in the carrying out of the purposes and  
 9 ~~intent of this act as may be required by the board. Failure so-to~~  
 10 ~~do shall be deemed to constitute~~ **to comply with this subsection is**  
 11 malfeasance in office and ~~shall be-is~~ sufficient cause for removal.

12       (8) As used in this section, "session day" means a day on  
 13 which both the senate and the house of representatives convene in  
 14 session.

15       Enacting section 1. This amendatory act does not take effect  
 16 unless House Bill No. 5294 (request no. H05252'25) of the 103rd  
 17 Legislature is enacted into law.