

**STATE OF MICHIGAN
101ST LEGISLATURE
REGULAR SESSION OF 2021**

Introduced by Senator Victory

ENROLLED SENATE BILL No. 82

AN ACT to make, supplement, adjust, and consolidate appropriations for various state departments and agencies, the judicial branch, and the legislative branch for the fiscal years ending September 30, 2021 and September 30, 2022; to provide for certain conditions on appropriations; to provide for the expenditure of the appropriations; and to repeal acts and parts of acts.

The People of the State of Michigan enact:

ARTICLE 1

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of agriculture and rural development for the fiscal year ending September 30, 2022, from the following funds:

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

APPROPRIATION SUMMARY		
Full-time equated unclassified positions	6.0	
Full-time equated classified positions	521.0	
GROSS APPROPRIATION	\$	155,560,300
Total interdepartmental grants and intradepartmental transfers		320,000
ADJUSTED GROSS APPROPRIATIONS	\$	155,240,300
Federal revenues:		
Total federal revenues		13,599,800
Special revenue funds:		
Total local revenues		0
Total private revenues		71,300
Total other state restricted revenues		44,202,300
State general fund/general purpose	\$	97,366,900

Sec. 102. DEPARTMENTAL ADMINISTRATION AND SUPPORT			
Full-time equated unclassified positions	6.0		
Full-time equated classified positions	27.0		
Unclassified salaries—FTE positions	6.0	\$	617,900
Accounting service center			1,029,200
Commissions and boards			23,800
Emergency management—FTEs	4.0		1,320,700
Executive direction—FTEs	23.0		3,222,200
Property management			735,700
GROSS APPROPRIATION		\$	6,949,500
Appropriated from:			
Federal revenues:			
HHS, multiple grants			447,400
Special revenue funds:			
Agriculture licensing and inspection fees			44,400
Dairy and food safety fund			100,300
Feed control fund			8,100
Fertilizer control fund			10,000
Freshwater protection fund			61,000
Gasoline inspection and testing fund			25,000
Industry support funds			55,600
Michigan craft beverage council fund			8,800
Private forestland enhancement fund			15,600
Refined petroleum fund			20,000
Weights and measures regulation fees			5,000
State general fund/general purpose		\$	6,148,300
Sec. 103. INFORMATION AND TECHNOLOGY			
Information technology services and projects		\$	2,312,800
GROSS APPROPRIATION		\$	2,312,800
Appropriated from:			
Special revenue funds:			
Agriculture licensing and inspection fees			91,400
Dairy and food safety fund			74,800
Feed control fund			15,000
Fertilizer control fund			15,000
Freshwater protection fund			15,000
Gasoline inspection and testing fund			32,400
State general fund/general purpose		\$	2,069,200
Sec. 104. FOOD AND DAIRY			
Full-time equated classified positions	139.0		
Food safety and quality assurance—FTEs	103.0	\$	18,203,300
Milk safety and quality assurance—FTEs	36.0		5,752,100
GROSS APPROPRIATION		\$	23,955,400
Appropriated from:			
Federal revenues:			
HHS, multiple grants			2,741,600
USDA, multiple grants			137,100
Special revenue funds:			
Consumer and industry food safety education fund			242,500
Dairy and food safety fund			5,461,600
Industry food safety education fund			114,100
Marihuana regulatory fund			350,000
Marihuana regulation fund			350,000
State general fund/general purpose		\$	14,558,500

For Fiscal Year
Ending Sept. 30,
2022

Sec. 105. ANIMAL INDUSTRY

Full-time equated classified positions	62.0		
Animal disease prevention and response—FTEs	62.0	\$	9,623,100
Indemnification - livestock depredation			15,000
Michigan animal agriculture alliance			3,000,000
GROSS APPROPRIATION		\$	12,638,100
Appropriated from:			
Federal revenues:			
HHS, multiple grants			15,100
USDA, multiple grants			567,400
Special revenue funds:			
Agriculture licensing and inspection fees			71,800
Animal welfare fund			150,000
State general fund/general purpose		\$	11,833,800

Sec. 106. PESTICIDE AND PLANT PEST MANAGEMENT

Full-time equated classified positions	95.0		
Animal feed safety—FTEs	10.0	\$	2,089,200
Pesticide and plant pest management—FTEs	85.0		14,172,100
GROSS APPROPRIATION		\$	16,261,300
Appropriated from:			
Federal revenues:			
EPA, multiple grants			564,200
HHS, multiple grants			389,900
USDA, multiple grants			716,900
Special revenue funds:			
Private - slow-the-spread foundation			21,300
Agriculture licensing and inspection fees			4,498,800
Commodity inspection fees			671,400
Feed control fund			1,387,500
Fertilizer control fund			1,336,700
Freshwater protection fund			157,500
Horticulture fund			70,000
Industrial hemp licensing and registration fund			670,600
Industry support funds			228,100
State general fund/general purpose		\$	5,548,400

Sec. 107. ENVIRONMENTAL STEWARDSHIP

Full-time equated classified positions	66.5		
Agricultural preservation easement grants		\$	1,900,000
Environmental stewardship - MAEAP—FTEs	26.0		11,682,200
Farmland and open space preservation—FTEs	10.0		1,575,000
Intercounty drain—FTEs	6.0		842,000
Local conservation districts			2,000,000
Migrant labor housing—FTEs	9.0		1,324,000
Qualified forest program—FTEs	9.0		2,651,700
Right-to-farm—FTEs	6.5		999,100
GROSS APPROPRIATION		\$	22,974,000
Appropriated from:			
Interdepartmental grant revenues:			
IDG from MDEGLE, biosolids			93,100
Federal revenues:			
Department of interior			96,300
EPA, multiple grants			562,100
USDA, multiple grants			1,322,300

For Fiscal Year
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2022

Special revenue funds:			
Agricultural preservation fund		\$	3,475,000
Freshwater protection fund			8,296,900
Migratory labor housing fund			140,100
Private forestland enhancement fund			1,080,100
State general fund/general purpose		\$	7,908,100
Sec. 108. LABORATORY PROGRAM			
Full-time equated classified positions	108.5		
Central licensing and customer call center—FTEs	12.5	\$	1,439,500
Consumer protection program—FTEs	42.0		6,934,600
Laboratory services—FTEs	43.0		8,220,900
USDA monitoring—FTEs	11.0		1,677,500
GROSS APPROPRIATION		\$	18,272,500
Appropriated from:			
Interdepartmental grant revenues:			
IDG from LARA (LCC), liquor quality testing fees			226,900
Federal revenues:			
EPA, multiple grants			180,600
HHS, multiple grants			1,549,900
USDA, multiple grants			1,678,700
Special revenue funds:			
Agriculture licensing and inspection fees			346,400
Dairy and food safety fund			514,300
Feed control fund			190,900
Fertilizer control fund			24,600
Freshwater protection fund			47,000
Gasoline inspection and testing fund			1,412,400
Grain dealers fee fund			7,900
Industrial hemp licensing and registration fund			318,700
Migratory labor housing fund			29,300
Refined petroleum fund			3,379,800
Testing fees			353,200
Weights and measures regulation fees			737,700
State general fund/general purpose		\$	7,274,200
Sec. 109. AGRICULTURE DEVELOPMENT			
Full-time equated classified positions	23.0		
Agriculture development—FTEs	13.0	\$	4,760,900
Fair food network - double up food bucks			900,000
Food and agriculture investment program			2,470,600
Michigan craft beverage council—FTEs	3.0		920,900
Office of rural development—FTE	1.0		175,000
Producer security/grain dealers—FTEs	5.0		740,300
Rural development fund grant program—FTE	1.0		2,004,800
GROSS APPROPRIATION		\$	11,972,500
Appropriated from:			
Federal revenues:			
USDA, multiple grants			2,630,300
Special revenue funds:			
Private - commodity group revenue			50,000
Agriculture licensing and inspection fees			5,100
Grain dealers fee fund			696,400
Industry support funds			223,600
Michigan craft beverage council fund			890,900

For Fiscal Year
Ending Sept. 30,
2022

Rural development fund	\$	2,004,800
State general fund/general purpose	\$	5,471,400
Sec. 110. FAIRS AND EXPOSITIONS		
County fairs, shows, and expositions	\$	500,000
Fairs and racing		258,600
Licensed tracks - light horse racing		40,300
Light horse racing - breeders' awards		20,000
Purses and supplements - fairs/licensed tracks		708,300
Standardbred breeders' awards		345,900
Standardbred purses and supplements - licensed tracks		671,800
Standardbred sire stakes		275,000
Thoroughbred breeders' awards		368,600
Thoroughbred sire stakes		378,800
Thoroughbred supplements - licensed tracks		601,900
GROSS APPROPRIATION	\$	4,169,200
Appropriated from:		
Special revenue funds:		
Agriculture equine industry development fund		3,669,200
State general fund/general purpose	\$	500,000
Sec. 111. ONE-TIME ONLY APPROPRIATIONS		
Agricultural nutrient best management voluntary practices program	\$	25,000,000
Agriculture equine industry development fund		3,200,000
Bovine TB quarantine - producer reimbursement		400,000
County fairs, shows, and expositions		1,950,000
Fair food network - double up food bucks		1,100,000
Farm innovation grant program		3,180,000
Farm stress program		225,000
Local conservation districts		1,000,000
GROSS APPROPRIATION	\$	36,055,000
Appropriated from:		
State general fund/general purpose	\$	36,055,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2021-2022 is \$141,569,200.00 and state spending from state sources to be paid to local units of government for fiscal year 2021-2022 is \$11,800,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT		
Agriculture preservation easement grants	\$	1,900,000
Environmental stewardship/MAEAP		4,100,000
Local conservation districts		3,000,000
Qualified forest program		1,400,000
Rural development fund grant program		1,400,000
TOTAL	\$	11,800,000

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

Sec. 203. As used in part 1 and this part:

- (a) "Department" means the department of agriculture and rural development.
- (b) "Director" means the director of the department.

- (c) "Fiscal agencies" means the Michigan house fiscal agency and the Michigan senate fiscal agency.
- (d) "FTE" means full-time equated.
- (e) "IDG" means interdepartmental grant.
- (f) "MAEAP" means the Michigan agriculture environmental assurance program.
- (g) "MDEGLE" means the Michigan department of environment, Great Lakes, and energy.
- (h) "Subcommittees" means all members of the subcommittees of the house and senate appropriations committees with jurisdiction over the budget for the department.
- (i) "TB" means tuberculosis.
- (j) "USDA" means the United States Department of Agriculture.

Sec. 204. (1) The departments and agencies receiving appropriations in part 1 shall use the internet to fulfill the reporting requirements of this part. This requirement shall include transmission of reports via electronic mail to the recipients identified for each reporting requirement, and shall include placement of reports on an internet site.

(2) In fulfilling the reporting requirements of this part, the department shall notify report recipients when reports are posted to the department website.

Sec. 205. To the extent permissible under section 261 of the management and budget act, 1984 PA 431, MCL 18.1261, all of the following apply to funds appropriated in part 1:

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

Sec. 206. To the extent permissible under the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, the director shall take all reasonable steps to ensure businesses in deprived and depressed communities compete for and perform contracts to provide services or supplies, or both. Each director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services or supplies, or both.

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

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

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

Sec. 209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house of representatives standing committees on appropriations and the senate and house fiscal agencies.

Sec. 210. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$3,000,000.00 for federal contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$2,000,000.00 for state restricted contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$100,000.00 for local contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$100,000.00 for private contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 211. The department shall cooperate with the department of technology, management, and budget 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. 212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the subcommittees, respectively, 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, 2021 and September 30, 2022.

Sec. 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 agency's performance.

Sec. 214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2022 is \$11,812,300.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at \$6,617,900.00. Total agency appropriations for retiree health care legacy costs are estimated at \$5,194,400.00.

Sec. 215. The department shall not take disciplinary action against an employee of the department or departmental agency in the state classified civil service because the employee communicates with a member of the senate or house or a member's staff, unless the communication is prohibited by law and the department or agency taking disciplinary action is exercising its authority as provided by law.

Sec. 216. (1) On a quarterly basis, the department shall report to the senate and house appropriations committees, the senate and house appropriations subcommittees on the department budget, and the senate and house fiscal agencies the following information:

- (a) The number of FTEs in pay status by type of staff and civil service classification.
- (b) A comparison by line item of the number of FTEs authorized from funds appropriated in part 1 to the actual number of FTEs employed by the department at the end of the reporting period.
- (2) By March 1 of the current fiscal year and annually thereafter, the department shall report to the senate and house appropriations committees, the senate and house appropriations subcommittees on the department budget, and the senate and house fiscal agencies the following information:
 - (a) Number of employees that were engaged in remote work in 2021.
 - (b) Number of employees authorized to work remotely and the actual number of those working remotely in the current reporting period.
 - (c) Estimated net cost savings achieved by remote work.
 - (d) Reduced use of office space associated with remote work.

Sec. 217. Appropriations in part 1 shall, to the extent possible by the department, not be expended until all existing work project authorization available for the same purposes is exhausted.

Sec. 218. If the state administrative board, acting under section 3 of 1921 PA 2, MCL 17.3, transfers funds from an amount appropriated under this article, the legislature may, by a concurrent resolution adopted by a majority of the members elected to and serving in each house, intertransfer funds within this article for the particular department, board, commission, officer, or institution.

Sec. 219. The department and agencies receiving appropriations in part 1 shall receive and retain copies of all reports funded from appropriations in part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The department may electronically retain copies of reports unless otherwise required by federal and state guidelines.

Sec. 220. The department shall report no later than April 1 on each specific policy change made to implement a public act affecting the department that took effect during the prior calendar year to the senate and house appropriations committees, the senate and house subcommittees on agriculture and rural development, the joint committee on administrative rules, and the senate and house fiscal agencies.

Sec. 221. (1) From the funds appropriated in part 1, the department shall do all of the following:

(a) Report to the house and senate appropriations committees, the house and senate fiscal agencies, the house and senate policy offices, and the state budget office any amount of severance pay for a department director, deputy director, or other high-ranking department official not later than 14 days after a severance agreement with the director or official is signed. The name of the director or official and the amount of severance pay must be included in the report required by this subdivision.

(b) Maintain an internet site that posts any severance pay in excess of 6 weeks of wages, regardless of the position held by the former department employee receiving severance pay.

(c) By February 1, report 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 total amount of severance pay remitted to former department employees during the fiscal year ending September 30, 2021 and the total number of former department employees that were remitted severance pay during the fiscal year ending September 30, 2021.

(2) As used in this section, "severance pay" means compensation that is both payable or paid upon the termination of employment and in addition to either wages or benefits earned during the course of employment or generally applicable retirement benefits.

Sec. 222. (1) Any department, agency, board, commission, or public officer that receives funding under part 1 shall not:

(a) Require as a condition of accessing any facility or receiving services that an individual provide proof that he or she has received a COVID-19 vaccine except as provided by federal law or as a condition of receiving federal Medicare or Medicaid funding.

(b) Produce, develop, issue, or require a COVID-19 vaccine passport.

(c) Develop a database or make any existing database publicly available to access an individual's COVID-19 vaccine status by any person, company, or governmental entity.

(d) Require as a condition of employment that an employee or official provide proof that he or she has received a COVID-19 vaccine. This subdivision does not apply to any hospital, congregate care facility, or other medical facility or any hospital, congregate care facility, or other medical facility operated by a local subdivision that receives federal Medicare or Medicaid funding.

(2) A department, agency, board, commission, or public officer may not subject any individual to any negative employment consequence, retaliation, or retribution because of that individual's COVID-19 vaccine status.

(3) Subsection (1) does not prohibit any person, department, agency, board, commission, or public officer from transmitting proof of an individual's COVID-19 vaccine status to any person, company, or governmental entity, so long as the individual provides affirmative consent.

(4) If a department, agency, board, commission, subdivision, or official or public officer is required to establish a vaccine policy due to a federal mandate, it must provide exemptions to any COVID-19 vaccine policy to the following individuals:

(a) An individual for whom a physician certifies that a COVID-19 vaccine is or may be detrimental to the individual's health or is not appropriate.

(b) An individual who provides a written statement to the effect that the requirements of the COVID-19 vaccine policy cannot be met because of religious convictions or other consistently held objection to immunization.

(5) As used in this section, "public officer" means a person appointed by the governor or another executive department official or an elected or appointed official of this state or a political subdivision of this state.

DEPARTMENTAL ADMINISTRATION AND SUPPORT

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

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

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

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

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

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

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

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

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

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

FOOD AND DAIRY

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

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

(3) 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.

ANIMAL INDUSTRY

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

Sec. 452. (1) The department shall report on the previous calendar year's activities of the animal industry 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.

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

(a) The reason for the indemnification.

(b) The amount of the indemnification.

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

Sec. 454. The department shall use its resources to collaborate with the USDA to monitor bovine TB, consistent with the current required memorandum of understanding between the department and the USDA.

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

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

Sec. 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. 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. 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. 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. 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. 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 from those lands.

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

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

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

Sec. 610. From the funds appropriated in part 1, the department shall coordinate with the department of treasury to improve the timely processing and issuance of tax credits under section 36109 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.36109, for the Michigan's farmland and open space preservation program under parts 361 and 362 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.36101 to 324.36116 and 324.36201 to 324.36207. This includes, but is not limited to:

- (a) Timely review of mailed applications and paperwork.
- (b) Timely and proactive communications to applicants on the status of their application.
- (c) A clear and understood timeline for the issuance of any tax credits.

LABORATORY PROGRAM

Sec. 651. The department shall report on the previous calendar year's activities of the laboratory 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.

AGRICULTURE DEVELOPMENT

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

(2) The food and agriculture investment program shall expand the Michigan food and agriculture sector, grow Michigan exports, promote the development of value-added agricultural production, food hubs, food incubators, and community-based processing facilities with a focus on new and expanding protein processors, and the expansion of farm markets and urban agriculture, including promotion of hoop houses, and increase food processing activities within this state by accelerating projects and infrastructure development that support growth in the food and agriculture processing industry.

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

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

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

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

(7) The unexpended funds appropriated in part 1 for the food and agriculture investment 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(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

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

(b) The project will be funded in accordance with this section and the project guidelines approved by the Michigan commission of agriculture and rural development prior to an award.

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

(d) The tentative completion date for the work project is September 30, 2024.

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

(a) Grants.

(b) Loans or loan guarantees.

(c) Infrastructure development.

(d) Other economic assistance.

(e) Program administration.

(f) Export assistance.

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

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

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

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

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

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

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

(4) On or before June 1, 2022, the department shall submit a report on activities and outcomes of the double up food bucks program to the subcommittees and the fiscal agencies. The report shall contain all of the following:

(a) Counties in this state with participating double up food bucks vendors, the number of vendors by county, and the name and location of vendors, as of May 1, 2021.

(b) Counties in this state with participating double up food bucks vendors, the number of vendors by county, and the name of location of vendors, as of May 1, 2022. The report shall highlight counties and vendors added to the program since May 1, 2021.

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

Sec. 706. (1) The department shall report on the previous calendar year's activities of the agriculture development 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.

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

(a) The name of the grantee.

(b) The amount of the grant.

(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.

FAIRS AND EXPOSITIONS

Sec. 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. 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, 2021, after the obligations in subdivisions (a) and (b) have been met, shall be prorated equally among the supplements, breeders' awards, and sire stakes awards to eligible race meeting licensees in accordance with section 20 of the horse racing law of 1995, 1995 PA 279, MCL 431.320.

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

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

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

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

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

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

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

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

(7) The unexpended portion of the county fairs, shows, and expositions grants is considered a work project appropriation in accordance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a. The following apply to the project:

(a) The purpose of the project is to support building improvements or other capital improvements at county fairgrounds of this state.

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

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

(d) The tentative completion date for the work project is September 30, 2024.

(8) The department shall provide a year-end report on the county fairs, shows, and expositions grants no later than December 1, 2022 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 BASIS ONLY APPROPRIATIONS

Sec. 1001. (1) From the funds appropriated in part 1 for the agricultural nutrient best management voluntary practices program, the department shall administer a pilot program to support the implementation of agricultural nutrient best management practices with the goal of water quality improvement, including a reduction of phosphorus levels, in the western Lake Erie basin. Funds may be expended for any of the following:

(a) Grants, cost sharing, or other incentives for the implementation of priority practices and associated equipment and structures.

(b) Technical support.

(c) Soil or water quality testing.

(d) Education outreach and training.

(2) By April 1 the department shall prepare a report to be posted on the department's website and provided to the relevant house and senate standing committees and appropriations subcommittees as well as to the fiscal agencies and state budget office. The report shall contain the following information: number and location of acres enrolled in nutrient management or other best management practices; number of acres enrolled that were not previously verified under the Michigan agriculture environmental assistance program (MAEAP); summary of practices implemented and available incentive programs; starting and ending balances of the program; summary of outreach and training efforts; and testing results.

(3) The unexpended funds appropriated in part 1 for agricultural nutrient best management voluntary practices 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(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to implement, in a focused and voluntary manner, agricultural best management practices with the goal of a reduction of phosphorus levels in the western Lake Erie basin.

(b) The project will be accomplished by grants and contracts.

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

(d) The tentative completion date for the work project is September 30, 2026.

Sec. 1002. From the funds appropriated in part 1 for the one-time agriculture equine industry development fund, \$3,200,000.00 shall be deposited into the Michigan agriculture equine industry development fund created under section 320 of the horse racing law of 1995, 1995 PA 279, MCL 431.320. All funds in the agriculture equine industry development fund are appropriated and available for expenditure under section 320 of the horse racing law of 1995, 1995 PA 279, MCL 431.320.

Sec. 1003. From the funds appropriated in part 1 for bovine TB quarantine - producer reimbursement, the department shall provide financial assistance to livestock producers for costs of maintaining livestock under quarantine issued under section 12 of the animal industry act, 1988 PA 466, MCL 287.712. Costs eligible for

reimbursement include feed, bedding, veterinary care, and electronic monitoring devices and incurred not less than 30 days after the date of the quarantine. Costs submitted by producers for reimbursement must be supported by original receipts and are subject to audit by the department. Reimbursement to any 1 producer may not exceed \$20,000.00. Producers who are in violation of quarantine orders, a herd plan, or other provisions of the animal industry act, 1988 PA 466, MCL 287.701 to 287.746, are ineligible for reimbursement.

Sec. 1004. (1) From the funds appropriated in part 1, the department shall establish and administer a farm innovation grant program.

(2) The farm innovation grant program shall support innovative solutions to real, immediate, and future farm problems faced by Michigan's agricultural industry.

(3) All in-state universities, colleges, community colleges, tech centers, technology incubators, and research centers are eligible to apply for and receive grant funding.

(4) The department shall report on the farm innovation grant program. The report shall include a listing of the grantees, award amounts, match funding, project locations, and project outcomes. 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, 2023.

Sec. 1005. The one-time appropriation in part 1 for the farm stress program shall be used to respond to the mental stress and fatigue of Michigan farmers and agricultural producers and their families through utilizing existing services that offer behavioral health specialists in the agriculture industry.

ARTICLE 2

DEPARTMENT OF CORRECTIONS

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of corrections for the fiscal year ending September 30, 2022, from the following funds:

DEPARTMENT OF CORRECTIONS			
APPROPRIATION SUMMARY			
Full-time equated unclassified positions	16.0		
Full-time equated classified positions	13,484.4		
GROSS APPROPRIATION		\$	2,065,873,000
Interdepartmental grant revenues:			
Total interdepartmental grants and intradepartmental transfers			0
ADJUSTED GROSS APPROPRIATION		\$	2,065,873,000
Federal revenues:			
Total federal revenues			5,364,100
Special revenue funds:			
Total local revenues			9,646,100
Total private revenues			0
Total other state restricted revenues			45,493,400
State general fund/general purpose		\$	2,005,369,400
Sec. 102. DEPARTMENTAL ADMINISTRATION AND SUPPORT			
Full-time equated unclassified positions	16.0		
Full-time equated classified positions	335.0		
Unclassified salaries—FTEs	16.0	\$	2,030,400
Administrative hearings officers			3,187,000
Budget and operations administration—FTEs	247.0		35,100,400
Compensatory buyout and union leave bank			100
County jail reimbursement program			14,814,600
Employee wellness programming—FTEs	6.0		2,000,000

For Fiscal Year
Ending Sept. 30,
2022

Equipment and special maintenance	\$	1,559,700
Executive direction—FTEs	21.0	4,477,000
Judicial data warehouse user fees		50,600
New custody staff training		21,166,100
Prison industries operations—FTEs	61.0	10,100,600
Property management		2,455,100
Prosecutorial and detainer expenses		4,801,000
Sheriffs' coordinating and training office		100,000
Worker's compensation		10,733,300
GROSS APPROPRIATION	\$	112,575,900
Appropriated from:		
Federal revenues:		
DOJ, prison rape elimination act grant		674,700
Special revenue funds:		
Correctional industries revolving fund		10,100,600
Correctional industries revolving fund-110		721,600
Jail reimbursement program fund		5,900,000
Local corrections officer training fund		100,000
Program and special equipment fund		100
State general fund/general purpose	\$	95,078,900
Sec. 103. OFFENDER SUCCESS ADMINISTRATION		
Full-time equated classified positions	340.9	
Community corrections comprehensive plans and services	\$	13,198,100
Education/skilled trades/career readiness programs—FTEs	263.9	38,528,300
Enhanced food technology program—FTEs	12.0	1,750,000
Goodwill Flip the Script		1,250,000
Offender success community partners		14,500,000
Offender success federal grants		751,000
Offender success programming		16,772,800
Offender success services—FTEs	65.0	17,831,100
Public safety initiative		4,000,000
Residential probation diversions		16,575,500
GROSS APPROPRIATION	\$	125,156,800
Appropriated from:		
Federal revenues:		
DOJ, prisoner reintegration		751,000
Federal education funding		1,575,200
Special revenue funds:		
Program and special equipment fund		14,326,000
State general fund/general purpose	\$	108,504,600
Sec. 104. FIELD OPERATIONS ADMINISTRATION		
Full-time equated classified positions	1,880.5	
Criminal justice reinvestment	\$	3,748,400
Field operations—FTEs	1,849.5	221,739,400
Parole board operations—FTEs	31.0	3,867,400
Parole/probation services		940,000
Residential alternative to prison program		1,500,000
GROSS APPROPRIATION	\$	231,795,200
Appropriated from:		
Special revenue funds:		
Local - community tether program reimbursement		275,000
Reentry center offender reimbursements		10,000
Supervision fees		6,630,500

For Fiscal Year
Ending Sept. 30,
2022

Supervision fees set-aside	\$	940,000
State general fund/general purpose	\$	223,939,700
Sec. 105. CORRECTIONAL FACILITIES ADMINISTRATION		
Full-time equated classified positions	660.0	
Central records—FTEs	43.0	\$ 4,792,300
Correctional facilities administration—FTEs	37.0	6,596,400
Housing inmates in federal institutions		511,000
Inmate housing fund		100
Inmate legal services		290,900
Leased beds and alternatives to leased beds		100
Prison food service—FTEs	336.0	72,833,200
Prison store operations—FTEs	33.0	3,392,300
Public works program		1,000,000
Transportation—FTEs	211.0	30,850,400
GROSS APPROPRIATION	\$	120,266,700
Appropriated from:		
Federal revenues:		
DOJ-BOP, federal prisoner reimbursement		411,000
SSA-SSI, incentive payment		272,000
Special revenue funds:		
Correctional industries revolving fund-110		663,400
Public works user fees		1,000,000
Resident stores		3,392,300
State general fund/general purpose	\$	114,528,000
Sec. 106. HEALTH CARE		
Full-time equated classified positions	1,469.3	
Clinical complexes—FTEs	1,033.3	\$ 148,457,900
Health care administration—FTEs	17.0	3,459,500
Healthy Michigan plan administration—FTEs	12.0	993,200
Hepatitis C treatment		8,810,700
Interdepartmental grant to health and human services, eligibility specialists		120,200
Mental health and substance abuse treatment services—FTEs	407.0	52,167,800
Prisoner health care services		94,793,600
Vaccination program		691,200
GROSS APPROPRIATION	\$	309,494,100
Appropriated from:		
Federal revenues:		
DOJ, Office of Justice Programs, RSAT		250,200
Federal revenues and reimbursements		395,200
Special revenue funds:		
Prisoner health care copayments		257,200
State general fund/general purpose	\$	308,591,500
Sec. 107. CORRECTIONAL FACILITIES		
Full-time equated classified positions	8,798.7	
Alger Correctional Facility - Munising—FTEs	259.0	\$ 32,062,300
Baraga Correctional Facility - Baraga—FTEs	295.8	38,174,700
Bellamy Creek Correctional Facility - Ionia—FTEs	392.2	46,870,400
Carson City Correctional Facility - Carson City—FTEs	421.4	51,347,100
Central Michigan Correctional Facility - St. Louis—FTEs	386.6	48,651,500
Charles E. Egeler Correctional Facility - Jackson—FTEs	386.6	48,082,700
Chippewa Correctional Facility - Kincheloe—FTEs	443.6	54,172,600
Cooper Street Correctional Facility - Jackson—FTEs	254.6	31,028,600
Detroit Detention Center—FTEs	69.1	9,371,100

For Fiscal Year
Ending Sept. 30,
2022

Earnest C. Brooks Correctional Facility - Muskegon—FTEs	248.2	\$	31,973,300
G. Robert Cotton Correctional Facility - Jackson—FTEs	395.0		47,720,200
Gus Harrison Correctional Facility - Adrian—FTEs	443.6		52,960,900
Ionia Correctional Facility - Ionia—FTEs	288.3		36,284,700
Kinross Correctional Facility - Kincheloe—FTEs	258.6		34,558,400
Lakeland Correctional Facility - Coldwater—FTEs	275.4		34,910,900
Macomb Correctional Facility - New Haven—FTEs	313.3		38,667,900
Marquette Branch Prison - Marquette—FTEs	319.7		40,008,400
Michigan Reformatory - Ionia—FTEs	319.8		37,583,000
Muskegon Correctional Facility - Muskegon—FTEs	208.0		27,868,000
Newberry Correctional Facility - Newberry—FTEs	199.1		25,831,000
Oaks Correctional Facility - Eastlake—FTEs	289.4		36,901,200
Parnall Correctional Facility - Jackson—FTEs	266.1		30,865,900
Richard A. Handlon Correctional Facility - Ionia—FTEs	255.7		32,651,500
Saginaw Correctional Facility - Freeland—FTEs	276.9		35,235,000
Special Alternative Incarceration Program - Jackson—FTEs	33.5		5,905,800
St. Louis Correctional Facility - St. Louis—FTEs	306.6		39,979,700
Thumb Correctional Facility - Lapeer—FTEs	283.6		35,580,100
Womens Huron Valley Correctional Complex - Ypsilanti—FTEs	505.1		63,075,100
Woodland Correctional Facility - Whitmore Lake—FTEs	296.9		36,473,900
Northern region administration and support—FTEs	43.0		4,495,800
Southern region administration and support—FTEs	64.0		19,160,400
GROSS APPROPRIATION		\$	1,108,452,100
Appropriated from:			
Federal revenues:			
DOJ, state criminal assistance program			1,034,800
Special revenue funds:			
Local revenues			9,371,100
State restricted fees, revenues, and reimbursements			102,100
State general fund/general purpose		\$	1,097,944,100
Sec. 108. INFORMATION TECHNOLOGY			
Information technology services and projects		\$	31,082,200
GROSS APPROPRIATION		\$	31,082,200
Appropriated from:			
Special revenue funds:			
Correctional industries revolving fund-110			182,000
Program and special equipment fund			452,800
Supervision fees set-aside			714,800
State general fund/general purpose		\$	29,732,600
Sec. 109. ONE-TIME APPROPRIATIONS			
Chance for Life		\$	1,500,000
Goodwill Flip the Script			250,000
<i>John Does v MDOC</i> settlement agreement			25,000,000
Prosperity region 8 pilot program			300,000
GROSS APPROPRIATION		\$	27,050,000
Appropriated from:			
State general fund/general purpose		\$	27,050,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS FOR FISCAL YEAR 2021-2022

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2021-2022 is \$2,050,862,800.00 and state spending from state sources to be

paid to local units of government for fiscal year 2021-2022 is \$122,895,500.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF CORRECTIONS		
Community corrections comprehensive plans and services	\$	13,198,100
County jail reimbursement program		14,814,600
Field Operations		68,006,200
Leased beds and alternatives to leased beds		100
Prosecutorial and detainer expenses		4,801,000
Public safety initiative		4,000,000
Residential alternative to prison program		1,500,000
Residential probation diversions		16,575,500
TOTAL	\$	122,895,500

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

Sec. 203. As used in this part and part 1:

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

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

(c) "DOJ" means the United States Department of Justice.

(d) "DOJ-BOP" means the DOJ Bureau of Prisons.

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

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

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

(h) "Goal" means the intended or projected result of a comprehensive corrections plan or community corrections program to reduce repeat offending, criminogenic and high-risk behaviors, prison commitment rates, the length of stay in a jail, or to improve the utilization of a jail.

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

(j) "MDHHS" means the Michigan department of health and human services.

(k) "Objective risk and needs assessment" means an evaluation of an offender's criminal history; the offender's noncriminal history; and any other factors relevant to the risk the offender would present to the public safety, including, but not limited to, having demonstrated a pattern of violent behavior, and a criminal record that indicates a pattern of violent offenses.

(l) "OCC" means the office of community corrections.

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

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

(o) "RSAT" means residential substance abuse treatment.

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

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

(r) "SSA" means the United States Social Security Administration.

(s) "SSA-SSI" means SSA supplemental security income.

Sec. 204. The department shall use the internet to fulfill the reporting requirements of this part. This requirement shall include transmission of reports via email to the recipients identified for each reporting requirement and it shall include placement of reports on an internet site.

Sec. 205. To the extent permissible under section 261 of the management and budget act, 1984 PA 431, MCL 18.1261, all of the following apply to funds appropriated in part 1:

(a) The funds 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.

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

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

Sec. 206. The department shall not take disciplinary action against an employee of the department in the state classified civil service, or a prisoner, for communicating with a member of the legislature or his or her staff, unless the communication is prohibited by law and the department is exercising its authority as provided by law.

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

(a) The dates of each travel occurrence.

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

Sec. 208. Funds appropriated in part 1 shall not be used by the department to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

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

Sec. 211. The department shall cooperate with the department of technology, management, and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for the department:

(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. 212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the chairpersons of the senate and house appropriations committees, the chairpersons of the senate and house appropriations subcommittees on corrections, 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 prior 2 fiscal years.

Sec. 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. 214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2022 are estimated at \$279,249,700.00. From this amount, total department appropriations for pension-related legacy costs are estimated at \$156,450,700.00. Total department appropriations for retiree health care legacy costs are estimated at \$122,799,000.00.

Sec. 215. To the extent permissible under the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, the director shall take all reasonable steps to ensure businesses in deprived and depressed communities compete for and perform contracts to provide services or supplies, or both. The director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 216. (1) On a quarterly basis, the department shall report on the number of full-time equated positions in pay status by civil service classification, including the number of full-time equated positions in pay status by civil service classification for each correctional facility, to the senate and house appropriations committees, the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office. This report must include the following:

(a) A comparison by line item of the number of full-time equated positions authorized from funds appropriated in part 1 to the actual number of full-time equated positions employed by the department at the end of the reporting period.

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

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

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

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

(2) By March 1 of the current fiscal year, the department shall report to the senate and house appropriations committees, the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office, the following information:

(a) Number of employees that were engaged in remote work in 2021.

(b) Number of employees authorized to work remotely and the actual number of those working remotely in the current reporting period.

(c) Estimated net cost savings achieved by remote work.

(d) Reduced use of office space associated with remote work.

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

Sec. 218. If the state administrative board, acting under section 3 of 1921 PA 2, MCL 17.3, transfers funds from an amount appropriated under this article, the legislature may, by a concurrent resolution adopted by a majority of the members elected to and serving in each house, inter-transfer funds within this article for the particular department, board, commission, officer, or institution.

Sec. 219. (1) Any contract for prisoner telephone services entered into after the effective date of this section shall include a condition that fee schedules for prisoner telephone calls, including rates and any surcharges other than those necessary to meet program and special equipment costs, be the same as fee schedules for calls placed from outside of correctional facilities.

(2) Revenues appropriated and collected for program and special equipment funds shall be considered state restricted revenue. Funding shall be used for prisoner programming, special equipment, and security projects. Not less than 75% of funding shall be used for prisoner programming. Unexpended funds remaining at the close of the fiscal year shall not lapse to the general fund but shall be carried forward and be available for appropriation in subsequent fiscal years.

(3) The department shall submit a report to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office by February 1 outlining revenues and expenditures from program and special equipment funds. The report shall include all of the following:

(a) A list of all individual projects and purchases financed with program and special equipment funds in the immediately preceding fiscal year, the amounts expended on each project or purchase, and the name of each vendor from which the products or services were purchased.

(b) A list of planned projects and purchases to be financed with program and special equipment funds during the current fiscal year, the amounts to be expended on each project or purchase, and the name of each vendor from which the products or services will be purchased.

(c) A review of projects and purchases planned for future fiscal years from program and special equipment funds.

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

Sec. 221. The department shall receive and retain copies of all reports funded from appropriations in part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The department may electronically retain copies of reports unless otherwise required by federal and state guidelines.

Sec. 222. The department shall report no later than April 1 on each specific policy change made to implement a public act affecting the department that took effect during the prior calendar year to the senate and house appropriations committees, the senate and house subcommittees on corrections, the joint committee on administrative rules, and the senate and house fiscal agencies.

Sec. 223. (1) From the funds appropriated in part 1, the department shall do the following:

(a) Report to the senate and house appropriations committees, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office any amounts of severance pay for a department director, deputy director, or other high-ranking department official not later than 14 days after a severance agreement with the director or official is signed. The name of the director or official and the amount of severance pay must be included in the report required by this subdivision.

(b) Maintain an internet site that posts any severance pay in excess of 6 weeks of wages, regardless of the position held by the former department employee receiving severance pay.

(c) By February 1, report to the senate and house appropriations subcommittees, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office on the total amount of severance pay remitted to former department employees during the fiscal year ending September 30, 2021 and the total number of former department employees that were remitted severance pay during the fiscal year ending September 30, 2021.

(2) As used in this section, "severance pay" means compensation that is both payable or paid upon the termination of employment and in addition to either wages or benefits earned during the course of employment or generally applicable retirement benefits.

Sec. 224. (1) Any department, agency, board, commission, or public officer that receives funding under part 1 shall not:

(a) Require as a condition of accessing any facility or receiving services that an individual provide proof that he or she has received a COVID-19 vaccine except as provided by federal law or as a condition of receiving federal Medicare or Medicaid funding.

(b) Produce, develop, issue, or require a COVID-19 vaccine passport.

(c) Develop a database or make any existing database publicly available to access an individual's COVID-19 vaccine status by any person, company, or governmental entity.

(d) Require as a condition of employment that an employee or official provide proof that he or she has received a COVID-19 vaccine. This subdivision does not apply to any hospital, congregate care facility, or other medical facility or any hospital, congregate care facility, or other medical facility operated by a local subdivision that receives federal Medicare or Medicaid funding.

(2) A department, agency, board, commission, or public officer may not subject any individual to any negative employment consequence, retaliation, or retribution because of that individual's COVID-19 vaccine status.

(3) Subsection (1) does not prohibit any person, department, agency, board, commission, or public officer from transmitting proof of an individual's COVID-19 vaccine status to any person, company, or governmental entity, so long as the individual provides affirmative consent.

(4) If a department, agency, board, commission, subdivision, or official or public officer is required to establish a vaccine policy due to a federal mandate, it must provide exemptions to any COVID-19 vaccine policy to the following individuals:

(a) An individual for whom a physician certifies that a COVID-19 vaccine is or may be detrimental to the individual's health or is not appropriate.

(b) An individual who provides a written statement to the effect that the requirements of the COVID-19 vaccine policy cannot be met because of religious convictions or other consistently held objection to immunization.

(5) As used in this section, "public officer" means a person appointed by the governor or another executive department official or an elected or appointed official of this state or a political subdivision of this state.

Sec. 225. Appropriations in part 1 shall, to the extent possible by the department, not be expended until all existing work project authorization available for the same purposes is exhausted.

Sec. 239. It is the intent of the legislature that the department establish and maintain a management-to-staff ratio of not more than 1 supervisor for each 8 employees at the department's central office in Lansing and at both the northern and southern region administration offices.

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

DEPARTMENTAL ADMINISTRATION AND SUPPORT

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

Sec. 302. From the funds appropriated in part 1, the department shall submit a report by March 1 on the department's staff retention strategies to the senate and house appropriations subcommittees on corrections, the senate and house committees on oversight, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office. The report must include, but not be limited to, the following:

(a) The department's strategies on how to improve employee engagement, how to improve employee wellness, and how to offer additional training and professional development for employees, including metrics the department is using to measure success of employee wellness programming.

(b) Mechanisms by which the department receives employee feedback in areas under subdivision (a) and how the department considers suggestions made by employees.

(c) Steps the department has taken, and future plans and goals the department has for retention and improving employee wellness.

Sec. 303. From the funds appropriated in part 1, the department shall submit a report by March 1 on the number of employee departures to the senate and house appropriations subcommittees on corrections, the senate and house committees on oversight, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office. The report must include the number of corrections officers that departed from employment at a state correctional facility in the immediately preceding fiscal year and the number of years they worked for the department. The report shall include a chart that shows the normal distribution of employee departures in these positions based on years of service. Years of service shall be grouped into the following ranges: 1 to 3 years, 3 to 5 years, 5 to 10 years, 10 to 15 years, 15 to 20 years, and 20 and more years. The department shall review all reasons for employee departures and summarize in the report the primary reasons for departure for each of the ranges of years of service based on the available responses. The report shall include a section that shows the distinction between recruits who are in-training at the academy that depart employment, recruits who are in-training at a facility that depart employment, and employees who have been on the job that depart employment.

Sec. 304. The department shall maintain a staff savings initiative program in conjunction with the EPIC program for employees to submit suggestions for efficiencies for the department. The department shall consider each suggestion in a timely manner. By March 1, the department shall report to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office on process improvements that were implemented based on suggestions that were recommended for implementation from the staff savings initiative and EPIC programs. An employee whose suggestion is implemented by the department shall receive noncompensatory recognition for their efforts.

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

Sec. 306. Funds included in part 1 for the sheriffs' coordinating and training office are appropriated for and may be expended to defray costs of continuing education, certification, recertification, decertification, and training of local corrections officers, the personnel and administrative costs of the sheriffs' coordinating and training office, the local corrections officers advisory board, and the sheriffs' coordinating and training council under the local corrections officers training act, 2003 PA 125, MCL 791.531 to 791.546.

Sec. 307. The department shall issue a biannual report for all vendor contracts to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office. The report shall cover service contracts with a value of \$500,000.00 or more and include all of the following:

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

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

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

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

Sec. 309. The department shall issue a report for all correctional facilities to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office by January 1 setting forth the following information for each facility: its name, street address, and date of construction; its current maintenance costs; any maintenance planned; its current utility costs; its expected future capital improvement costs; the current unspent balance of any authorized capital outlay projects, including the original authorized amount; and its expected future useful life.

Sec. 310. (1) By March 1, the department shall provide a strategic plan update report to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office which details the progress being made in achieving the strategic plan of the department. The report shall contain updates on relevant strategic plan objectives, as well as key statistics and information about the department's efforts to decrease the overall recidivism rate and promote offender success by ensuring readiness to reenter society.

(2) Reports and studies related to the effectiveness of departmental programming created as part of a strategic plan objective shall be provided to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office within 30 days of being received by or completed by the department.

Sec. 311. By December 1, the department shall provide a report on the Michigan state industries program to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office. The report shall include, but not be limited to, the locations of the programs, the total number of participants at each location, a description of job duties and typical inmate schedules, the products that are produced, and how the program provides marketable skills that lead to employable outcomes after release from a department facility.

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

(2) By September 30, the department shall submit a report on programs the department has established, the level of employee involvement, and expenditures made by the department for employee wellness programming. The department shall submit the report to the senate and house appropriations subcommittees on corrections, the senate and house committees on oversight, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office.

Sec. 313. (1) From the funds appropriated in part 1, the department shall submit quarterly reports on new employee schools to the senate and house appropriations subcommittees on corrections, the senate and house committees on oversight, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office. The reports must include the following information for the immediately preceding fiscal quarter, and as much of the information as possible for the current and next fiscal year.

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

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

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

(2) The report must outline the department's strategy to achieve a 5% or lower target corrections officer vacancy rate.

Sec. 314. From the funds appropriated in part 1, the department shall submit a quarterly report on the number of overtime hours worked by all custody staff, by facility. The report shall include for each facility, the number of mandatory overtime hours worked, the number of voluntary overtime hours worked, the reasons for overtime hours worked, and the average number of overtime hours worked by active employees. The report shall be submitted to the senate and house appropriations subcommittees on corrections, the senate and house committees on oversight, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office.

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

- (a) Providing continuing access to behavioral health, physical health, and medication needs through community-based providers.
- (b) Establishing assistance program eligibility and participation.
- (c) Collaborating with community service providers for continued care and access to services for offenders.
- (d) Providing ongoing cognitive and behavioral treatment programming in the community.
- (e) Providing substance abuse testing and referrals for counseling services and treatment.
- (f) Providing vocational skill training, job placement support, and monitoring employment attainment.
- (g) Determining educational attainment and needs.
- (h) Establishing accurate offender identification, criminal histories, and monitoring new criminal activity.
- (i) Measuring and evaluating treatment programs and services in support of evidence-based practices.

Sec. 316. From the funds appropriated in part 1 for new custody staff training, the department shall target training at hiring a minimum of 800 corrections officers to address higher than normal attrition of correction officers and to decrease overtime costs.

Sec. 317. From the funds appropriated in part 1, the department shall submit a status report on the corrections officer training academy on January 30 and June 30 to the joint capital outlay subcommittee, the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office. The report shall include, but not be limited to, the following:

- (a) History of appropriations for the project, including appropriations made specifically for the project and appropriations made from other operating line items to support project expenditures.
- (b) Anticipated costs of the project, by phase.
- (c) Actual expenditures made for the project by line item, fund source, fiscal year, and phase of the project, starting with initial expenditures.
- (d) Any other information the department considers necessary.

Sec. 318. From the funds appropriated in part 1, the department shall submit a report on programs that offer professional development and training opportunities for all levels of custody supervisors and first line managers. The report shall include an overview of existing departmental programs, as well as a review of programs available in other organizations and states that serve similar purposes that may be adopted in part or in full to enhance departmental training. The department shall provide the required report by April 1 to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office.

OFFENDER SUCCESS ADMINISTRATION

Sec. 401. The department shall submit 3-year and 5-year prison population projection updates concurrent with submission of the executive budget recommendation to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office. The report shall include explanations of the methodology and assumptions used in developing the projection updates.

Sec. 402. By March 1, the department shall provide a report on offender success expenditures and allocations to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office. At a minimum, the report shall include the following:

- (a) Details on prior-year expenditures, including amounts spent on each project funded, itemized by service provided and service provider.
- (b) Allocations and planned expenditures for each project funded and for each project to be funded, itemized by service to be provided and service provider. The department shall provide an amended report quarterly, if any revisions to allocations or planned expenditures occurred during that quarter.
- (c) The department may accept cash or in-kind donations to supplement funds for prison education training, supplies, and materials necessary to complete the academic and jobs skills related programs.

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

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

Sec. 405. By March 1, the department shall report to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office on 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.

Sec. 406. From the funds appropriated in part 1, the department shall conduct a study, in consultation with the department of environment, Great Lakes, and energy, to determine the feasibility of including prisoners nearing their earliest release dates in the wastewater operator certification program administered by the department of environment, Great Lakes, and energy. The department shall submit a report by January 15 to the senate and house subcommittees on corrections and the senate and house fiscal agencies on the feasibility of training and certifying prisoners to become water, drinking water, wastewater, and stormwater operators. If it is determined that training and certification of prisoners is not feasible, the department shall report on the reasons for infeasibility.

Sec. 407. By June 30, the department shall place the statistical report from the immediately preceding calendar year on an internet site. The statistical report shall include, but not be limited to, the information as provided in the 2004 statistical report.

Sec. 408. The department shall measure the reincarceration recidivism rates of offenders based on available data.

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

(2) By March 1, the department shall provide a report to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office detailing the results of the workforce development program.

Sec. 410. (1) Funds awarded for residential services in part 1 shall provide for a per diem reimbursement of not more than \$55.50.

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

Sec. 412. (1) The department shall submit to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office the following information for each county and counties consolidated for community corrections comprehensive plans:

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

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

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

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

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

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

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

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

(2) If requested by the senate and house of representatives appropriations subcommittees on corrections, the law enforcement agency receiving funding under part 1 shall appear before the subcommittees to discuss the expenditure report required under subsection (1). The subcommittees will work with the law enforcement agency to determine when the meeting will occur.

Sec. 414. (1) The department shall administer a county jail reimbursement program from the funds appropriated in part 1 for the purpose of reimbursing counties for housing in jails certain felons who otherwise would have been sentenced to prison.

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

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

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

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

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

(4) As used in this section:

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

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

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

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

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

(7) Not later than February 1, the department shall report to the senate and house appropriations subcommittees on corrections all of the following information:

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

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

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

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

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

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

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

Sec. 417. (1) By March 1, the department shall report to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office on any new initiatives to control prison population growth funded or proposed to be funded under part 1.

(2) For each initiative listed under subsection (1), the report shall include information on each of the following:

(a) Program objectives and outcome measures, including, but not limited to, the number of offenders who successfully completed the program, and the number of offenders who successfully remained in the community during the 3 years following termination from the program.

(b) Expenditures by location.

(c) The impact on jail utilization.

(d) The impact on prison admissions.

(e) Other information relevant to an evaluation of the program.

Sec. 418. (1) The department shall collaborate with the state court administrative office on facilitating changes to Michigan court rules that would require the court to collect at the time of sentencing the state operator's license, state identification card, or other documentation used to establish the identity of the individual to be admitted to the department. The department shall maintain those documents in the prisoner's personal file.

(2) The department shall cooperate with MDHHS to create and maintain a process by which prisoners can obtain their Michigan birth certificates if necessary. The department shall describe a process for obtaining birth certificates from other states, and in situations where the prisoner's effort fails, the department shall assist in obtaining the birth certificate.

(3) The department shall collaborate with the department of military and veterans affairs to create and maintain a process by which prisoners can obtain a copy of their DD Form 214 or other military discharge documentation if necessary.

Sec. 419. (1) The department shall provide monthly email reports to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office on prisoner populations by security levels by facility, prison facility capacities, and parolee and probationer populations.

(2) The department shall provide monthly email reports to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office. The reports shall include 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 notify the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office of that fact and shall specify in the notice the reasons the department will not meet the reporting requirements.

Sec. 422. On a quarterly basis, the department shall issue a report to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office, for the previous 4 quarters 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.

Sec. 423. From the funds appropriated in part 1 for offender success administration, the department shall collaborate with the Michigan Restaurant Association for job placement for individuals on probation and parole.

Sec. 424. From the funds appropriated in part 1 for the enhanced food technology program, the department shall maintain an enhanced food technology program that provides on-the-job training in prison kitchens that will lead to prisoners earning food service training credentials recognized by the restaurant industry.

Sec. 425. (1) From the funds appropriated in part 1 for offender success programming, \$1,000,000.00 shall be used by the department to establish medication-assisted treatment offender success pilot programs to provide prerelease treatment and post release referral for opioid-addicted and alcohol-addicted offenders who voluntarily participate in the medication-assisted treatment offender success pilot programs. The department shall collaborate with residential and nonresidential substance abuse treatment providers and with community-based clinics to provide post release treatment. The programs shall employ a multifaceted approach to treatment, including a long-acting nonaddictive medication approved by the Food and Drug Administration for the treatment of opioid and alcohol dependence, counseling, and post release referral to community-based providers.

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

(3) Participants of the programs shall be required to attend substance abuse treatment programming as directed by their agent, including coordination of both direct or indirect services through federally-qualified health centers in Wayne, Washtenaw, Genesee, Berrien, Van Buren, and Allegan Counties, but not limited to only those counties, shall be subject to routine drug and alcohol testing, shall not be allowed to consume drugs or alcohol, and shall possess a strong will to overcome addiction.

(4) The department shall submit a report by September 30 to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office on the number of offenders who received injections upon release, the number of offenders who received injections and tested positive for drugs or alcohol, the number of offenders who received injections in the community for a duration of at least 3 months, and the number of offenders who received injections and were subsequently returned to prison.

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

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

- (a) Alternative sentencing programs in partnership with a local district or circuit court.
- (b) Educational recovery for special adult populations with high rates of illiteracy.
- (c) Career development and continuing education for women.

(2) The program selected shall report by March 30 to the department, the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office. The report shall include program performance measurements, the number of individuals diverted from incarceration, the number of individuals served, and outcomes of participants who complete the program.

FIELD OPERATIONS ADMINISTRATION

Sec. 603. (1) Included in the appropriation in part 1 is adequate funding to implement the curfew monitoring program to be administered by the department. The curfew monitoring program is intended to provide sentencing judges and county sheriffs in coordination with local community corrections advisory boards access to the state's curfew monitoring program to reduce prison admissions and improve local jail utilization.

(2) Any county with curfew monitor charges outstanding over 60 days shall be considered in violation of the community curfew monitor program agreement and lose access to the program.

Sec. 604. (1) The funds appropriated in part 1 for criminal justice reinvestment shall be used only to fund data collection and evidence-based programs designed to reduce 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 to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office. 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. 611. The department shall prepare by March 1 individual reports for the residential reentry program, the electronic monitoring program, and the special alternative to incarceration program. The reports shall be submitted to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office. Each program's report shall include information on all of the following:

(a) Monthly new participants by type of offender. Residential reentry program participants shall be categorized by reason for placement. For technical rule violators, the report shall sort offenders by length of time since release from prison, by the most recent violation, and by the number of violations occurring since release from prison.

- (b) Monthly participant unsuccessful terminations, including cause.
- (c) Number of successful terminations.
- (d) End month population by facility/program.
- (e) Average length of placement.
- (f) Return to prison statistics.
- (g) Description of each program location or locations, capacity, and staffing.
- (h) Sentencing guideline scores and actual sentence statistics for participants, if applicable.
- (i) Comparison with prior year statistics.
- (j) Analysis of the impact on prison admissions and jail utilization and the cost effectiveness of the program.

Sec. 612. (1) The department shall review and revise as necessary policy proposals that provide alternatives to prison for offenders being sentenced to prison as a result of technical probation violations and technical parole violations. To the extent the department has insufficient policies or resources to affect the continued increase in prison commitments among these offender populations, the department shall explore other policy options to allow for program alternatives, including department or OCC-funded programs, local level programs, and programs available through private agencies that may be used as prison alternatives for these offenders.

(2) By April 1, the department shall provide a report to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office on the number of all parolees returned to prison and probationers sentenced to prison for either a technical violation or new sentence during the preceding fiscal year. The report shall include the following information for probationers, for parolees after their first parole, and for parolees who have been paroled more than once:

(a) The numbers of parole and probation violators returned to or sent to prison for a new crime with a comparison of original versus new offenses by major offense type: assaultive, nonassaultive, drug, and sex.

(b) The numbers of parole and probation violators returned to or sent to prison for a technical violation and the type of violation, including, but not limited to, zero gun tolerance and substance abuse violations. For parole technical rule violators, the report shall list violations by type, by length of time since release from prison, by the most recent violation, and by the number of violations occurring since release from prison.

(c) The educational history of those offenders, including how many had a high school equivalency or high school diploma prior to incarceration in prison, how many received a high school equivalency while in prison, and how many received a vocational certificate while in prison.

(d) The number of offenders who participated in the reentry program versus the number of those who did not.

(e) The unduplicated number of offenders who participated in substance abuse treatment programs, mental health treatment programs, or both, while in prison, itemized by diagnosis.

Sec. 615. The department shall submit a report detailing the number of prisoners who have received life imprisonment sentences with the possibility of parole and who are currently eligible for parole to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office by April 30.

Sec. 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 the following metric goals:

(a) 85% of participants successfully complete the program.

(b) Of the participants that complete the program, 75% will earn a nationally recognized credential for career and vocational programs.

(c) Of the participants that complete the program, 100% will earn a certificate of completion for cognitive programming.

(d) The prison commitment rate for probation violators will be reduced by 5% within the impacted geographical area after the first year of program operation.

HEALTH CARE

Sec. 802. (1) As a condition of expenditure of the funds appropriated in part 1, the department shall provide the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office with quarterly reports on physical and mental health care, pharmaceutical services, and durable medical equipment, for prisoners. Reports shall detail quarterly and fiscal year-to-date expenditures itemized by vendor, allocations, status of payments from contractors to vendors, and projected year-end expenditures from accounts. Reports 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.

(2) By April 1, the department shall provide the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office with a report on 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. 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. 804. The department shall report quarterly to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office on prisoner health care utilization. The report shall include the number of inpatient hospital days, outpatient visits, emergency room visits, and prisoners receiving off-site inpatient medical care in the previous quarter, by facility.

Sec. 807. (1) 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. On a quarterly basis, the department shall issue a report to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office, showing for the previous 4 quarters 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.

(2) 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. 812. (1) The department shall provide the department of health and human services with a monthly list of prisoners newly committed to the department of corrections. The department and the department of health and human services shall enter into an interagency agreement under which the department of health and human services provides the department of corrections with monthly lists of newly committed prisoners who are eligible for Medicaid benefits in order to maintain the process by which Medicaid benefits are suspended rather than terminated. The department shall assist prisoners who may be eligible for Medicaid benefits after release from prison with the Medicaid enrollment process prior to release from prison.

(2) The department shall provide the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office with quarterly updates on the utilization of Medicaid benefits for prisoners.

CORRECTIONAL FACILITIES ADMINISTRATION

Sec. 902. (1) From the funds appropriated in part 1, the department shall notify the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office of the department's plans to eliminate programming for prisoners. Notice shall be provided at least 30 days prior to program elimination.

(2) As used in this section, "programming for prisoners" means a department core program or career and technical education program funded in part 1.

Sec. 903. From the funds appropriated in part 1 for prison food service, the department shall report biannually to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office on 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 include, but not be limited to, actual food costs, total compensation for all food service workers, including benefits and legacy costs, and inspection and compliance costs for food service.

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

(c) Major sanitation violations.

Sec. 904. The department shall calculate the cost per prisoner per day for each security custody level. This calculation shall include all actual direct and indirect costs for the previous fiscal year. To calculate the cost per prisoner per day, the department shall divide the prisoner-related costs by the total number of prisoner days for each custody level and correctional facility. For multilevel facilities, costs that cannot be accurately allocated to each custody level can be included in the calculation on a per-prisoner basis for each facility. A report summarizing these calculations shall be submitted to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office not later than December 15. Prisoner-related costs included in the cost per prisoner per day calculation shall include all expenditures for the following, from all fund sources:

- (a) New custody staff training.
- (b) Prison industries operations.
- (c) Education/skilled trades/career readiness programs.
- (d) Enhanced food technology program.
- (e) Offender success programming.
- (f) Central records.
- (g) Correctional facilities administration.
- (h) Housing inmates in federal institutions.
- (i) Inmate legal services.
- (j) Leased beds and alternatives to leased beds.
- (k) Prison food service.
- (l) Prison store operations.
- (m) Public works program.
- (n) Transportation.
- (o) Health care.
- (p) Correctional facilities.
- (q) Northern and southern region administration and support.

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

Sec. 907. The department shall report by March 1 to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office on academic and vocational programs. The report shall provide information relevant to an assessment of the department's academic and vocational programs, including, but not limited to, all of the following:

- (a) The number of instructors and the number of instructor vacancies, by program and facility.
- (b) The number of prisoners enrolled in each program, the number of prisoners completing each program, the number of prisoners who do not complete each program and are not subsequently reenrolled, and the reason for not completing the program, the number of prisoners transferred to another facility while enrolled in a program and not subsequently reenrolled, the number of prisoners enrolled who are repeating the program, and the number of prisoners on waiting lists for each program, all itemized by facility.
- (c) The steps the department has undertaken to improve programs, track records, accommodate transfers and prisoners with health care needs, and reduce waiting lists.
- (d) The number of prisoners paroled without a high school diploma and the number of prisoners paroled without a high school equivalency.
- (e) An explanation of the value and purpose of each program, for example, to improve employability, reduce recidivism, reduce prisoner idleness, or some combination of these and other factors.
- (f) An identification of program outcomes for each academic and vocational program.
- (g) The number of prisoners not paroled at their earliest release date due to lack of a high school equivalency, and the reason those prisoners have not obtained a high school equivalency.

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

Sec. 911. (1) The department shall report as follows to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office:

- (a) Within 72 hours of occurrence, any critical incident occurring at a correctional facility.
- (b) By March 1, the number of critical incidents occurring each month at each facility during the immediately preceding calendar year, categorized by type and severity of each incident.

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

Sec. 912. The department shall report quarterly to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office on the ratio of correctional officers to prisoners for each correctional institution, the ratio of shift command staff to line custody staff, and the ratio of noncustody institutional staff to prisoners for each correctional institution.

Sec. 913. (1) From the funds appropriated in part 1, the department shall focus on providing required programming to prisoners who are past their earliest release date because of not having received the required programming. Programming includes, but is not limited to, violence prevention programming, assaultive offender programming, sexual offender programming, substance abuse treatment programming, thinking for a change programming, and any other programming that is required as a condition of parole.

(2) It is the intent of the legislature that any prisoner required to complete a violence prevention program, sexual offender program, or other program as a condition of parole shall be placed on a waiting list for the appropriate programming upon entrance to prison and transferred to a facility where that program is available in order to accomplish timely completion of that program prior to the expiration of his or her minimum sentence and eligibility for parole. To the extent feasible, the department shall consistently provide prisoner programming with the goal of having prisoners complete recommended cognitive programming as early as possible during the prisoner's sentence to impact the prisoner's behavior while incarcerated. Nothing in this section should be deemed to make parole denial appealable in court.

(3) The department shall submit a quarterly report to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office detailing enrollment in sex offender programming, assaultive offender programming, violent offender programming, and thinking for a change programming. At a minimum, the report shall include the following:

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

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

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

Sec. 920. If a female prisoner in a facility funded from appropriations in part 1 consents to a visitor being present, the department shall allow that 1 person to be present during the prisoner's labor and delivery. The person allowed to accompany the prisoner must be an immediate family member, legal guardian, spouse, or domestic partner. The department is authorized to deny access to a visitor if the department has a safety concern with that visitor's access. The department is authorized to conduct a criminal background check on a visitor.

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

Sec. 925. By March 1, the department shall report to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office on the annual number of prisoners in administrative segregation between October 1, 2020 and September 30, 2021, and the annual number of prisoners in administrative segregation between October 1, 2020 and September 30, 2021 who at any time during the current or prior prison term were diagnosed with serious mental illness or have a developmental disorder and the number of days each of the prisoners with serious mental illness or a developmental disorder have been confined to administrative segregation.

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

(a) Ensure that any inmate care and control staff in contact with prisoners less than 18 years of age are adequately trained with regard to the developmental and mental health needs of prisoners less than 18 years of age. By April 1, the department shall report to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office on the training curriculum used and the number and types of staff receiving annual training under that curriculum.

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

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

Sec. 930. The department shall submit a quarterly report to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office on the number of youth in prison. The report shall include, but not be limited to, the following information:

- (a) The total number of inmates under age 18 who are not on Holmes youthful trainee act status.
- (b) The total number of inmates under age 18 who are on Holmes youthful trainee act status.
- (c) The total number of inmates aged 18 to 23 who are on Holmes youthful trainee act status.

Sec. 940. (1) Any lease, rental, contract, or other legal agreement that includes a provision allowing a private person or entity to use state-owned facilities or other property to conduct a for-profit business enterprise shall require the lessee to pay fair market value for the use of the state-owned property.

(2) The lease, rental, contract, or other legal agreement shall also require the party using the property to make a payment in lieu of taxes to the local jurisdictions that would otherwise receive property tax revenue, as if the property were not owned by the state.

Sec. 942. The department shall ensure that any contract, funded from appropriations in part 1, with a public or private party to operate a facility to house state prisoners includes a provision to allow access by both the office of the legislative auditor general and the office of the legislative corrections ombudsman to the facility and to appropriate records and documents related to the operation of the facility. These access rights for both offices shall be the same for the contracted facility as for a general state-operated correctional facility.

Sec. 943. The department shall submit a report by May 1 to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office on the actual and projected savings achieved by closing correctional facilities. Savings amounts shall be itemized by facility. Information required by this section shall start with the closure of the Pugsley Correctional Facility, which closed in September of 2016, and shall continue for each facility closed thereafter.

Sec. 944. When the department is planning to close a correctional facility, the department shall fully consider the potential economic impact of the prison closure on the community where the facility is located. The department, when weighing all factors related to the closure of a facility, shall also consider the impact on the local community where the facility to be closed is located.

Sec. 945. From the funds appropriated in part 1, the department shall notify the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office of the department's plans to close, consolidate, or relocate any correctional facility in the state. Notice shall be provided at least 30 days prior to effective date of closure, consolidation, or relocation.

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

MISCELLANEOUS

Sec. 1009. The department shall make an information packet for the families of incoming prisoners available on the department's website. The information packet shall be updated by February 1. The packet shall provide

information on topics including, but not limited to: how to put money into prisoner accounts, how to make phone calls or create Jpay email accounts, how to visit in person, proper procedures for filing complaints or grievances, the rights of prisoners to physical and mental health care, how to utilize the offender tracking information system (OTIS), truth-in-sentencing and how it applies to minimum sentences, the parole process, and guidance on the importance of the role of families in the reentry process. The department is encouraged to partner with external advocacy groups and actual families of prisoners in the packet-writing process to ensure that the information is useful and complete.

Sec. 1011. The department may accept in-kind services and equipment donations to facilitate the addition of a cable network that provides programming that will address the religious needs of incarcerated individuals. This network may be a cable television network that presently reaches the majority of households in the United States. A bilingual channel affiliated with this network may also be added to department programming to assist the religious needs of Spanish-speaking inmates. The addition of these channels shall be at no additional cost to this state.

Sec. 1013. From the funds appropriated in part 1, priority may be given to funding reentry or rehabilitation programs that have been demonstrated to reduce prison violence and recidivism, including faith-based initiatives.

ONE-TIME APPROPRIATIONS

Sec. 1101. From the funds appropriated in part 1, \$1,500,000.00 shall be allocated to an organization that provides prison-based rehabilitation programming including educational, life skills, and behavioral modification programs. The objective of programming is to offer a progressive transformational program to individuals while they are in prison, in an effort to prepare them for a successful transition back into the community. The department shall select an organization that meets all of the following to provide the programming under this section:

(a) Has the purpose to increase community safety by reducing recidivism through providing evidence-based mentoring, employment soft skills training, job placement assistance, and critical thinking skills, mediation, and conflict resolution training.

(b) Has experience offering programs to male and female prison populations in correctional facilities in this state.

(c) Has been offering programs for 20 consecutive years and has been offering programs in at least 5 correctional facilities in this state.

(d) Has experience with and offers programming that includes the family in the reentry process using the family group decision-making for reintegration model, which focuses on 7 factors as a basis for successful family reintegration.

(e) Has experience with and offers programming that utilizes techniques to address post-prison adjustment disorders.

Sec. 1102. (1) From the funds appropriated in part 1, the department shall initiate a pilot program to provide care management to parolees postrelease, which may include the development of a prerelease mental health discharge plan for parolees in prosperity region 8.

(2) The pilot program under subsection (1) must continue for at least 1 year with the goal of serving a minimum of 75 parolees. The pilot program must include, but is not limited to, case management and assessments, registration and use by community providers, the tracking of interactions between the care team members and parolees, and the ability for parolees to provide feedback.

ARTICLE 3

DEPARTMENT OF EDUCATION

PART I

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of education for the fiscal year ending September 30, 2022, from the following funds:

DEPARTMENT OF EDUCATION APPROPRIATION SUMMARY

For Fiscal Year
Ending Sept. 30,
2022

Full-time equated unclassified positions	6.0		
Full-time equated classified positions	615.5		
GROSS APPROPRIATION		\$	1,912,027,900
ADJUSTED GROSS APPROPRIATIONS			1,912,027,900
Federal revenues:			
Total federal revenues			1,797,625,600
Special revenue funds:			
Total local revenues			5,870,300
Total private revenues			2,238,500
Total other state restricted revenues			9,785,400
State general fund/general purpose		\$	96,508,100
Sec. 102. STATE BOARD OF EDUCATION/OFFICE OF THE SUPERINTENDENT			
Full-time equated unclassified positions	6.0		
Full-time equated classified positions	11.0		
Unclassified salaries—FTE positions	6.0	\$	1,022,600
Education commission of the states			120,800
State board of education, per diem payments			24,400
State board/superintendent operations—FTEs	11.0		2,460,100
GROSS APPROPRIATION		\$	3,627,900
Appropriated from:			
Federal revenues:			
Federal revenues			288,600
Special revenue funds:			
Private foundations			28,100
Certification fees			808,000
State general fund/general purpose		\$	2,503,200
Sec. 103. DEPARTMENTAL ADMINISTRATION AND SUPPORT			
Full-time equated classified positions	47.6		
Central support operations—FTEs	38.6		6,041,400
Federal and private grants			3,000,000
Grant and contract operations—FTEs	9.0		2,743,900
Property management			3,622,100
Terminal leave payments			353,300
Training and orientation workshops			150,000
Worker's compensation			19,400
GROSS APPROPRIATION		\$	15,930,100
Appropriated from:			
Federal revenues:			
Federal indirect revenues			2,938,800
Federal revenues			6,193,900
Special revenue funds:			
Private foundations			1,000,000
Certification fees			577,800
Teacher testing fees			4,500
Training and orientation workshop fees			150,000
State general fund/general purpose		\$	5,065,100
Sec. 104. INFORMATION TECHNOLOGY			
Information technology services and projects			4,938,300
GROSS APPROPRIATION		\$	4,938,300
Appropriated from:			
Federal revenues:			
Federal indirect revenues			1,951,000

For Fiscal Year
Ending Sept. 30,
2022

Federal revenues		\$	640,200
Special revenue funds:			
Certification fees			932,900
State general fund/general purpose		\$	1,414,200
Sec. 105. SPECIAL EDUCATION SERVICES			
Full-time equated classified positions	47.0		
Special education operations—FTEs	47.0		9,277,200
GROSS APPROPRIATION		\$	9,277,200
Appropriated from:			
Federal revenues:			
Federal revenues			8,691,100
Special revenue funds:			
Private foundations			109,400
Certification fees			46,800
State general fund/general purpose		\$	429,900
Sec. 106. MICHIGAN SCHOOLS FOR THE DEAF AND BLIND			
Full-time equated classified positions	82.0		
Camp Tuhsmeheeta—FTE	1.0		501,000
Low incidence outreach program			1,000,000
Michigan schools for the deaf and blind operations—FTEs	81.0		13,627,000
Private gifts - blind			200,000
Private gifts - deaf			150,000
GROSS APPROPRIATION		\$	15,478,000
Appropriated from:			
Federal revenues:			
Federal revenues			7,550,600
Special revenue funds:			
Local cost sharing (schools for deaf/blind)			5,870,300
Gifts, bequests, and donations			851,000
Low incidence outreach fund			1,000,000
Student insurance revenue			206,100
State general fund/general purpose		\$	0
Sec. 107. EDUCATOR EXCELLENCE			
Full-time equated classified positions	49.0		
Educator excellence operations—FTEs	48.0		9,458,700
Educator recruitment and preparation programs—FTE	1.0		1,670,000
Teacher license renewals			280,000
GROSS APPROPRIATION		\$	11,408,700
Appropriated from:			
Federal revenues:			
Federal revenues			3,164,600
Special revenue funds:			
Certification fees			4,078,400
Teacher testing fees			197,100
State general fund/general purpose		\$	3,968,600
Sec. 108. MICHIGAN OFFICE OF GREAT START			
Full-time equated classified positions	66.0		
Before and after school programs			1,090,000
Child development and care contracted services			12,400,000
Child development and care external support			30,673,600
Child development and care public assistance			199,080,000
Head start collaboration office—FTE	1.0		318,700
Office of great start operations—FTEs	65.0		13,468,700

For Fiscal Year
Ending Sept. 30,
2022

T.E.A.C.H. Early Childhood Michigan scholarship program		\$	5,000,000
GROSS APPROPRIATION		\$	262,031,000
Appropriated from:			
Federal revenues:			
Federal revenues			220,306,000
Special revenue funds:			
Private foundations			250,000
Certification fees			64,600
State general fund/general purpose		\$	41,410,400
Sec. 109. SYSTEMS, EVALUATION, AND TECHNOLOGY			
Full-time equated classified positions	10.0		
Office of systems, evaluation, and technology operations—FTEs	10.0		1,978,000
GROSS APPROPRIATION		\$	1,978,000
Appropriated from:			
Federal revenues:			
Federal indirect revenues			138,300
Federal revenues			980,100
Special revenue funds:			
Certification fees			10,400
State general fund/general purpose		\$	849,200
Sec. 110. STRATEGIC PLANNING AND IMPLEMENTATION			
Full-time equated classified positions	6.0		
Strategic planning and implementation operations—FTEs	6.0		1,077,200
GROSS APPROPRIATION		\$	1,077,200
Appropriated from:			
Federal revenues:			
Federal revenues			556,000
State general fund/general purpose		\$	521,200
Sec. 111. ADMINISTRATIVE LAW SERVICES			
Full-time equated classified positions	2.0		
Administrative law operations—FTEs	2.0		1,416,400
GROSS APPROPRIATION		\$	1,416,400
Appropriated from:			
Federal revenues:			
Federal revenues			578,200
Special revenue funds:			
Certification fees			734,700
State general fund/general purpose		\$	103,500
Sec. 112. ACCOUNTABILITY SERVICES			
Full-time equated classified positions	63.6		
Accountability services operations—FTEs	63.6		14,559,500
GROSS APPROPRIATION		\$	14,559,500
Appropriated from:			
Federal revenues:			
Federal revenues			12,657,600
State general fund/general purpose		\$	1,901,900
Sec. 113. SCHOOL SUPPORT SERVICES			
Full-time equated classified positions	74.6		
Adolescent and school health			321,400
School support services operations—FTEs	74.6		13,724,200
GROSS APPROPRIATION		\$	14,045,600
Appropriated from:			
Federal revenues:			
Federal revenues			12,621,800

For Fiscal Year
Ending Sept. 30,
2022

Special revenue funds:		
Commodity distribution fees	\$	71,700
State general fund/general purpose	\$	1,352,100
Sec. 114. EDUCATIONAL SUPPORTS		
Full-time equated classified positions	82.7	
Educational supports operations—FTEs	82.7	16,863,100
GROSS APPROPRIATION	\$	16,863,100
Appropriated from:		
Federal revenues:		
Federal revenues		12,764,500
Special revenue funds:		
Certification fees		602,400
State general fund/general purpose	\$	3,496,200
Sec. 115. CAREER AND TECHNICAL EDUCATION		
Full-time equated classified positions	28.0	
Career and technical education operations—FTEs	28.0	5,382,500
GROSS APPROPRIATION	\$	5,382,500
Appropriated from:		
Federal revenues:		
Federal revenues		4,012,300
State general fund/general purpose	\$	1,370,200
Sec. 116. LIBRARY OF MICHIGAN		
Full-time equated classified positions	33.0	
Library of Michigan operations—FTEs	31.0	4,935,600
Library pilot program		800,000
Library services and technology program—FTE	1.0	5,614,000
Michigan eLibrary—FTE	1.0	1,727,700
Renaissance zone reimbursements		2,200,000
State aid to libraries		15,067,700
GROSS APPROPRIATION	\$	30,345,000
Appropriated from:		
Federal revenues:		
Federal revenues		5,614,000
Special revenue funds:		
Library fees		300,000
State general fund/general purpose	\$	24,431,000
Sec. 117. PARTNERSHIP DISTRICT SUPPORT		
Full-time equated classified positions	13.0	
Partnership district support operations—FTEs	13.0	3,535,900
GROSS APPROPRIATION	\$	3,535,900
Appropriated from:		
Federal revenues:		
Federal revenues		114,500
State general fund/general purpose	\$	3,421,400
Sec. 118. ONE-TIME APPROPRIATIONS		
ARP - child care entitlement		30,000,000
ARP - child care stabilization fund		700,708,800
ARP - child care stimulus		438,107,400
Before and after school programs one-time		3,910,000
Child care award		34,932,300
CRRSA - child care stimulus		292,115,000
Michigan's poet laureate		100,000
School board member training		260,000

		For Fiscal Year Ending Sept. 30, 2022
GROSS APPROPRIATION	\$	1,500,133,500
Appropriated from:		
Federal revenues:		
Federal revenues		1,495,863,500
State general fund/general purpose	\$	4,270,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS FOR FISCAL YEAR 2021-2022

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2021-2022 is \$106,293,500.00 and state spending from state sources to be paid to local units of government for fiscal year 2021-2022 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
School board member training		260,000
State aid to libraries		15,067,700
TOTAL	\$	18,327,700

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

Sec. 203. As used in this part and part 1:

- (a) "Department" means the Michigan department of education.
- (b) "DHHS" means the Michigan department of health and human services.
- (c) "District" means a local school district as that term is defined in section 6 of the revised school code, 1976 PA 451, MCL 380.6, or a public school academy as that term is defined in section 5 of the revised school code, 1976 PA 451, MCL 380.5.
- (d) "FTE" means full-time equated.
- (e) "HHS" means the United States Department of Health and Human Services.

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

Sec. 205. To the extent permissible under section 261 of the management and budget act, 1984 PA 431, MCL 18.1261, all of the following apply to funds appropriated in part 1:

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

Sec. 206. From the funds appropriated in part 1, the state superintendent of public instruction shall take all reasonable steps to ensure businesses in deprived and depressed communities compete for and perform contracts to provide services or supplies, or both. The state superintendent of public instruction shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

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

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

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

Sec. 209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 210. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$5,000,000.00 for federal contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$400,000.00 for state restricted contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$250,000.00 for local contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$1,500,000.00 for private contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 211. The department and agencies receiving appropriations in part 1 shall cooperate with the department of technology, management, and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for the department:

- (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. 212. As a condition of receiving funds in part 1, within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the chairs of the senate and house appropriations subcommittees responsible for the department budget, 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, 2021 and September 30, 2022.

Sec. 213. From the funds appropriated in part 1, 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. 214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2022 are estimated at \$13,773,400.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at \$7,716,600.00. Total agency appropriations for retiree health care legacy costs are estimated at \$6,056,800.00.

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

Sec. 216. (1) On a quarterly basis, the department shall report to the senate and house appropriations committees, the senate and house appropriations subcommittees on the department budget, and the senate and house fiscal agencies the following information:

(a) The number of FTEs in pay status by type of staff and civil service classification.

(b) A comparison by line item of the number of FTEs authorized from funds appropriated in part 1 to the actual number of FTEs employed by the department at the end of the reporting period.

(2) By March 1 of the current fiscal year, the department shall report to the senate and house appropriations committees, the senate and house appropriations subcommittees on the department budget, and the senate and house fiscal agencies the following information:

(a) Number of employees that were engaged in remote work in 2021.

(b) Number of employees authorized to work remotely and the actual number of those working remotely in the current reporting period.

(c) Estimated net cost savings achieved by remote work.

(d) Reduced use of office space associated with remote work.

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

Sec. 218. If the state administrative board, acting under section 3 of 1921 PA 2, MCL 17.3, transfers funds from an amount appropriated under this article, the legislature may, by a concurrent resolution adopted by a majority of the members elected to and serving in each house, intertransfer funds within this article for the particular department, board, commission, officer, or institution.

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

Sec. 221. From the funds appropriated in part 1, the department shall report no later than April 1 on each specific policy change made to implement a public act affecting the department that took effect during the prior calendar year to the senate and house appropriations committees, the senate and house subcommittees responsible for the department budget, the joint committee on administrative rules, and the senate and house fiscal agencies.

Sec. 222. Funds appropriated in part 1 shall not be used by the department or departmental agency to take disciplinary action against an employee of the department or departmental agency in the state classified civil service because the employee communicates with a member of the legislature or his or her staff, unless the communication is prohibited by law and the department or departmental agency taking disciplinary action is exercising its authority as provided by law.

Sec. 223. The department and agencies receiving appropriations in part 1 shall receive and retain copies of all reports funded from appropriations in part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The department may electronically retain copies of reports unless otherwise required by federal and state guidelines.

Sec. 224. Appropriations in part 1 shall, to the extent possible by the department, not be expended until all existing work project authorization available for the same purposes is exhausted.

Sec. 225. (1) From the funds appropriated in part 1, the department shall do all of the following:

(a) Report to the house and senate appropriations committees, the house and senate fiscal agencies, the house and senate policy offices, and the state budget office any amounts of severance pay for the department director, deputy director, or other high-ranking department officials not later than 14 days after a severance agreement with the director or official is signed. The name of the director or official and the amount of severance pay must be included in the report required by this subdivision.

(b) Maintain an internet site that posts any severance pay in excess of 6 weeks of wages, regardless of the position held by the former department employee receiving severance pay.

(c) By February 1, report 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 total amount of severance pay remitted to former department employees during the fiscal year ending September 30, 2021 and the total number of former department employees that were remitted severance pay during the fiscal year ending September 30, 2021.

(2) As used in this section, "severance pay" means compensation that is both payable or paid upon the termination of employment and in addition to either wages or benefits earned during the course of employment or generally applicable retirement benefits.

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

Sec. 227. (1) Any department, agency, board, commission, or public officer that receives funding under part 1 shall not:

(a) Require as a condition of accessing any facility or receiving services that an individual provide proof that he or she has received a COVID-19 vaccine except as provided by federal law or as a condition of receiving federal Medicare or Medicaid funding.

(b) Produce, develop, issue, or require a COVID-19 vaccine passport.

(c) Develop a database or make any existing database publicly available to access an individual's COVID-19 vaccine status by any person, company, or governmental entity.

(d) Require as a condition of employment that an employee or official provide proof that he or she has received a COVID-19 vaccine. This subdivision does not apply to any hospital, congregate care facility, or other medical facility or any hospital, congregate care facility, or other medical facility operated by a local subdivision that receives federal Medicare or Medicaid funding.

(2) A department, agency, board, commission, or public officer may not subject any individual to any negative employment consequence, retaliation, or retribution because of that individual's COVID-19 vaccine status.

(3) Subsection (1) does not prohibit any person, department, agency, board, commission, or public officer from transmitting proof of an individual's COVID-19 vaccine status to any person, company, or governmental entity, so long as the individual provides affirmative consent.

(4) If a department, agency, board, commission, subdivision, or official or public officer is required to establish a vaccine policy due to a federal mandate, it must provide exemptions to any COVID-19 vaccine policy to the following individuals:

(a) An individual for whom a physician certifies that a COVID-19 vaccine is or may be detrimental to the individual's health or is not appropriate.

(b) An individual who provides a written statement to the effect that the requirements of the COVID-19 vaccine policy cannot be met because of religious convictions or other consistently held objection to immunization.

(5) As used in this section, "public officer" means a person appointed by the governor or another executive department official or an elected or appointed official of this state or a political subdivision of this state.

Sec. 228. (1) As a condition of receiving appropriations in part 1, in 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. 229. As a condition of receiving funds appropriated in part 1, the department shall not submit federal accountability plans or request amendments to federal accountability plans until after notification of the content to both the house and senate appropriations committees, house and senate fiscal agencies, and the state budget director.

Sec. 230. From the funds appropriated in part 1, the department shall compile a report that identifies any new, or lack thereof, mandates required of nonpublic schools. In compiling the report, the department may consult with relevant statewide education associations in Michigan. The report compiled by the department shall indicate the type of mandate, including, but not limited to, student health, student or building safety, accountability, and educational requirements, and shall indicate whether a school has to report on the specified mandates. The report required under this section shall be completed by April 1, 2022 and transmitted to the state budget director, the house and senate appropriations subcommittees responsible for the department of education, and the senate and house fiscal agencies not later than April 15, 2022.

Sec. 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.

Sec. 235. (1) From the funds appropriated in part 1, the department shall administer a survey that allows teachers, paraprofessionals, and administrators to provide feedback on their interactions with the department.

(2) The department shall administer the survey required in subsection (1) with a focus on the following interactions:

(a) Any transaction that occurs through the Michigan Online Educator Certification System.

(b) Professional development that is offered or coordinated by the department.

(3) From the survey required in subsection (1), the survey must include, but is not limited to, the following:

(a) Information on a survey recipient's viewpoint of the department and rating of their interactions under subsection (2).

(b) The recipient's insight on the department's effectiveness in achieving goals within Michigan's Top 10 Strategic Education Plan.

(4) The department shall prepare a report of the survey required under subsection (1), including a summary of the survey results, and shall submit that report to the senate and house appropriations committees by June 1, 2022. It is the intent of the legislature that the usefulness of this report in decision making, and need to maintain reporting requirements, shall be assessed in the fiscal year 2025-2026.

Sec. 236. The department, in collaboration with the state budget office, shall prepare a report on rural transportation funding and shall submit that report to the senate and house appropriations committees by January 1, 2022. The report must include all of the following information:

(a) A description of the unique and extenuating circumstances rural school districts face in providing all students within their district with equitable transportation services.

(b) The main factors driving transportation costs for rural school districts.

(c) The transportation costs of all districts.

(d) A breakdown of the per-pupil transportation cost for all districts.

STATE BOARD OF EDUCATION/OFFICE OF THE SUPERINTENDENT

Sec. 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. 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 regarding the rights and protections of students with disabilities, including, but not limited

to, individualized education programs to ensure that parents and legal guardians are fully informed about laws, rules, procedural safeguards, problem-solving options, and any other information the department determines is necessary so that parents and legal guardians may be able to provide meaningful input in collaboration with districts to develop and implement an individualized education program.

MICHIGAN SCHOOLS FOR THE DEAF AND BLIND

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

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

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

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

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

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

Sec. 408. (1) The funds appropriated in part 1 for the low incidence outreach fund are appropriated from money collected by the Michigan Schools for the Deaf and Blind and the low incidence outreach program 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. 409. When conducting a due process hearing resulting from a parent's appeal of his or her child's individualized education program team's decision on the child's educational placement, a state administrative law judge shall consider designating the Michigan School for the Deaf as 1 of the options for the least restrictive environment under federal law for the parent's child who is deaf, deafblind, or hard of hearing.

EDUCATOR EXCELLENCE

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

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

Sec. 503. From the funds appropriated in part 1, the department shall, upon request, consult with the Michigan Virtual Learning Research Institute and external stakeholders in connection with the department's implementation and administration of 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. 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. 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 in the fiscal year ending September 30, 2022.

Sec. 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. 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. 601. From the funds appropriated in part 1 for adolescent and school health, there is appropriated \$321,400.00 to replace federal funding reductions from the HHS - Centers for Disease Control and Prevention to the department and section 39a(2)(a) of the state school aid act of 1979, 1979 PA 94, MCL 388.1639a.

EDUCATIONAL SUPPORTS

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

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

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

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

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

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

(3) The department shall provide the report described in subsection (1) to the state budget director, the house and senate subcommittees that oversee the department of education and school aid budgets, and the house and senate fiscal agencies by September 30, 2022.

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

LIBRARY OF MICHIGAN

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

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

Sec. 804. (1) The funds appropriated in part 1 for renaissance zone reimbursements shall be used to reimburse public libraries under section 12 of the Michigan renaissance zone act, 1996 PA 376, MCL 125.2692, for taxes levied in 2021. The allocations shall be made not later than 60 days after the department of treasury certifies to the department and to the state budget director that the department of treasury has received all necessary information to properly determine the amounts due to each eligible recipient.

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

MICHIGAN OFFICE OF GREAT START

Sec. 1001. (1) From the funds appropriated in part 1 for before and after school programs and before and after school programs one-time, the department shall develop a competitive grant program to distribute this funding to eligible entities, as described in subsection (3), as described under this section.

(2) To receive funding under this section, an entity must apply for the funding in a form and manner prescribed by the department.

(3) An entity that meets eligibility criteria established by the department for purposes of receiving grant funding under this section is an eligible entity under this section. The eligibility criteria described in this subsection must establish that an entity must meet at least all of the following requirements to receive grant funding under this section:

- (a) Serves children in kindergarten or any or all of grades 1 to 8, or both.
- (b) Is a community-based organization that is exempt from federal income tax under section 501(c)(3) of the internal revenue code, 26 USC 501.
- (c) Provides before-school, after-school, or before-and-after school programming to children described in subdivision (a).

(4) The department shall determine the amount of grant funding under this section that will be paid to each eligible entity. However, in determining the amounts under this subsection, the department shall ensure that both of the following are applied in its determinations:

(a) To the extent practicable, the department shall ensure that all eligible entities in all geographic regions of this state are represented in the distribution of grant funding under this section. This subdivision does not require the department to award grant funding under this section to eligible entities in all geographic regions of this state.

(b) The department shall prioritize distributing grant funding under this section based on an eligible entity’s demonstrated need.

(5) An eligible entity that receives grant funding under this section shall use the funding only to provide before-school, after-school, or before-and-after school programming to children described in subsection (3)(a). The programming offered under this subsection must meet both of the following:

- (a) Be provided to children in a manner in which the children are in person at a building designated by the eligible entity. As used in this subdivision, “in person” means physically present.
- (b) Provide educational programming in core subject areas, including, but not limited to, mathematics, reading, and science.

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

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

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

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

(c) The grant recipients.

(d) The activities funded by each grant.

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

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

Sec. 1004. From the funds appropriated in part 1 for the T.E.A.C.H. Early Childhood Michigan Scholarship Program, the department shall ensure that \$5,000,000.00 is appropriated to the T.E.A.C.H. Early Childhood Michigan Scholarship Program. The program shall give preference to the following providers:

(a) Providers that currently have a great start to quality star rating or are in the process to receive a star rating.

(b) Providers that are seeking to increase their great start to quality star rating and are only restricted from receiving the increased rating because they lack employees with the proper education level.

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

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

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

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

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

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

(2) The progress reports shall be sent to the state budget director, the house and senate subcommittees that oversee the department of education, and the house and senate fiscal agencies by April 1, 2022 and September 30, 2022.

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

Sec. 1009. (1) Except as otherwise provided in this section, from the funds appropriated in part 1 for child development and care public assistance, CRRSA – child care stimulus, ARP – child care stimulus, Child care award, and ARP – child care entitlement, the income entrance eligibility threshold for the child development and care program is set to not more than 185% of the federal poverty guidelines.

(2) If the average number of children under the total paid children column, as reported by the DHHS child development and care program Table 41 from the published DHHS Green Book, is more than 40,000 children for 3 consecutive months, then the department shall do both of the following:

(a) As determined by the department, create a waiting list for new children entering the child development and care program.

(b) Begin the administrative process to decrease the income entrance eligibility threshold to not less than 160% of the federal poverty guidelines for the following month.

(3) If the fiscal year average number of children under the total paid children column, as reported by the DHHS child development and care program Table 41 from the published DHHS Green Book, is less than 32,000 children by March 31, 2022, then the department may increase the income entrance eligibility threshold up to 200% of the federal poverty guidelines.

Sec. 1010. As a condition of receiving funds in part 1, within 10 days of the receipt of changes to the federal child care and development program, the department shall notify the house and senate chairpersons of the appropriations subcommittees responsible for the department budget, the house and senate fiscal agencies, and the state budget director. The notification shall include, but is not limited to:

(a) Changes to the federal matching award amount, including the amount of state resources necessary to draw down the total matching award.

(b) Changes to the amount of child care and development block grant that is awarded to this state.

(c) Any significant changes to the federal requirements on the child development and care program, indicating any new requirements that would require the appropriation of additional dollars.

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

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

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

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

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

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

Sec. 1012. From the funds appropriated in part 1 for ARP - child care entitlement and Child care award, \$1,500,000.00 shall be for the department to work in collaboration with DHHS to continue the network of infant and early childhood mental health consultation, which provides mental health consultation to child care providers.

Sec. 1020. (1) From the funds appropriated in part 1 for CRRSA – child care stimulus, ARP – child care stimulus, Child care award, and ARP – child care entitlement, the provider reimbursement rates for child care centers, group home providers, registered family homes, and licensed exempt providers are increased by 30% from the provider rates established in article 3 of 2020 PA 166, rounded up to the nearest \$0.05.

(2) Rate increases funded under subsection (1) are effective the first full biweekly pay period of fiscal year 2021-2022.

Sec. 1021. From the funds appropriated in part 1 for CRRSA – child care stimulus, ARP – child care stimulus, Child care award, and ARP – child care entitlement, the department shall make payments to child care providers, beginning on the first full biweekly pay period of the fiscal year ending September 30, 2022 and ending on the final full biweekly pay period of the fiscal year ending September 30, 2023, for eligible children in the child development and care program based on enrollment rather than based on attendance.

Sec. 1022. (1) From the funds appropriated in part 1 for ARP – child care stabilization fund and CRRSA – child care stimulus, \$700,708,800.00 shall be used by the department to create the child care stabilization grant program to provide subgrants to eligible providers in the state. Providers are eligible to apply for subgrant funds under this section if they are eligible under federal guidance and are currently operating or have temporarily closed due to COVID-19.

(2) The department shall administer the child care stabilization grant program through 2 rounds of funding. The department shall begin distributing the first grant round as soon as possible with the goal of having 50% of child care stabilization fund dollars obligated by December 11, 2021. The department shall begin the application process for the second grant round within 3 months of the conclusion of the first grant round. It is the intent of the legislature that the second grant round begins between January 2022 and March 2022. Under each round of funding, the department shall notify providers of the application deadline at least 30 days in advance.

(3) The department shall publicly post on its website the criteria and associated weighting of each criteria that shall be used to determine the subgrant awards for providers. The criteria shall include all of the following:

(a) Base rate amount tied to the number of licensed slots at the provider, the type of provider, and whether the provider serves infants and toddlers.

(b) Additional bonus payments for the number of employees and for providers that are serving subsidy children, children with special needs, offering nontraditional hours, and that have a published quality rating.

(4) In order to be eligible for subgrants under this section, providers must certify that they shall implement policies in line with child care development fund health and safety guidance, continue to pay at least the same wages and same benefits for staff, and to the extent possible, provide relief from co-pays and tuition for parents.

(5) The department shall use a portion of the funds from division M of the consolidated appropriations act, 2021, Public Law 116-260, to fund unpaid, eligible grant applications from Round 6 of the Child Care Relief Fund.

(6) Providers receiving subgrants under this section must use the funds for allowable uses defined in the American rescue plan act of 2021, Public Law 117-2, or division M of the consolidated appropriations act, 2021, Public Law 116-260. In addition, providers receiving subgrants under this section shall comply with reporting requirements as determined by the department.

Sec. 1023. (1) From the funds appropriated in part 1 for ARP – child care stabilization fund and ARP - child care stimulus, \$100,000,000.00 shall be used for technical or financial support to new or expanding child care providers. The purpose is to increase or expand child care providers across this state and in geographic areas with limited child care providers.

(2) Of the amount described in subsection (1), 50% shall be used to provide technical support or support for the start-up costs for new and expanding providers, including, but not limited to, the following:

(a) Either directly or through contract, assisting potential new providers to open, become licensed, and begin operations.

(b) Supporting the start-up costs to open or expand a provider such as covering any licensing or regulation fees.

(c) Supporting facility improvements as permissible under the applicable federal guidelines.

(d) Any other activities or support the department determines is necessary to open, expand child care providers, or expand supply building efforts.

(3) Of the amount described in subsection (1), up to 50% shall be used for facility improvements as permissible under the applicable federal guidelines. Preference shall be given to providers that have projects that have begun or are ready to begin once additional funding is available. The department shall determine the manner and process that a provider may apply for facility improvements. If all funds in subsection (2) are fully expended, and the department has, to the extent possible, distributed all possible funds for facility improvements, the department may use any remaining funds to support the activities in subsection (2).

(4) The funds described in this section shall be distributed throughout this state and in geographic areas with limited child care providers.

Sec. 1024. From the funds appropriated in part 1 for ARP - child care stimulus and CRRSA - child care stimulus, \$222,000,000.00 shall be used to provide temporary bonus reimbursement payments to child care providers in addition to the ongoing reimbursement rate increase established in section 1020 over an estimated 39 biweekly pay periods. The temporary bonus reimbursement payment shall be effective starting the first full biweekly pay period of the fiscal year ending September 30, 2022. The temporary bonus reimbursement payments shall occur over at least 39 biweekly pay periods, and with decreases occurring after each set of 13 biweekly pay periods. The scheduled temporary bonus reimbursement payment rates shall be as follows:

(a) For the first 13 biweekly pay periods, 50% above the reimbursement rate established in section 1020, rounded up to the nearest \$0.05.

(b) For the second 13 biweekly pay periods, 40% above the reimbursement rate established in section 1020, rounded up to the nearest \$0.05.

(c) For the third 13 biweekly pay periods, 30% above the reimbursement rate established in section 1020, rounded up to the nearest \$0.05.

(d) For any remaining balance of funds after 39 biweekly pay periods, not more than 30% above the reimbursement rate established in section 1020, rounded up to the nearest \$0.05 until all remaining funds have been expended.

Sec. 1025. From the funds appropriated in part 1 for CRRSA – child care stimulus, ARP – child care stimulus, Child care award, and ARP – child care entitlement, beginning on the first full biweekly pay period of the fiscal year ending September 30, 2022 and ending on the final full biweekly pay period of the fiscal year ending September 30, 2022, the department shall pay on a family's behalf the child development and care program's required family contribution.

Sec. 1026. (1) From the funds appropriated in part 1 for ARP - child care stimulus and CRRSA – child care stimulus, there is appropriated for fiscal year 2021-2022 only an amount not to exceed \$30,000,000.00 for child care worker bonus pay. The department shall develop an application process, which can also be part of the application process under section 1022, to distribute this funding to child care providers in an amount determined under subsection (3).

(2) To receive funding under this section, a child care provider must apply for the funding in a form and manner prescribed by the department.

(3) The department shall distribute the funding allocated under this section directly to eligible child care providers in an equal amount up to \$1,000.00 per FTE child care worker employed by the child care provider and the difference between the current number of FTE child care workers and number of FTE workers the provider needs to be fully staffed.

(4) The department shall require child care providers to only use the funds to provide additional wage, salary, employee benefits, or bonus pay compensation to child care workers. Providers shall agree to return funds if it is determined that they did not use the child care worker pay for child care workers as described in this subsection, including using the funds based on the number of FTE child care workers the provider needs to be fully staffed for eligible workers hired after the submission of the application to the department and no later than 6 months after the receipt of grant funds.

(5) The department shall distribute the funds as soon as is feasible.

(6) As used in this section:

(a) "Child care provider" means a licensed child care provider.

(b) "Child care worker" means a worker who provides direct child care services and administration.

Sec. 1027. (1) From the funds appropriated in part 1 for ARP – child care stimulus and CRRSA – child care stimulus, \$36,500,000.00 shall be used by the department to contract with child care providers for infant and toddler slots to increase the supply of these services for Michigan families.

(2) These contracts must be awarded to providers in diverse geographical regions of this state where there are shortages of infant and toddler child care services. The department may pay market rates for the slots.

Sec. 1028. From the funds appropriated in part 1 for CRRSA – child care stimulus and ARP – child care stimulus, \$7,154,700.00 shall be used by the department for implementation costs.

Sec. 1030. The unexpended funds appropriated in part 1 for ARP - child care stabilization 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 expenditure under this section until the projects have been completed. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to provide both of the following:

(i) Stabilization grants to child care providers.

(ii) Support to new and expanding child care providers.

(b) The project shall be accomplished by the department.

(c) The estimated cost of this project is \$700,708,800.00.

(d) The tentative completion date for this work project is September 30, 2023.

Sec. 1031. The unexpended funds appropriated in part 1 for CRRSA – child care stimulus 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 expenditure under this section until the projects have been completed. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to provide all of the following:

(i) An expanded entrance eligibility threshold.

(ii) An increase to provider reimbursement rates.

(iii) Payments based on enrollment rather than attendance.

(iv) Stabilization grants to child care providers.

(v) Additional pay based on provider reimbursement rates.

(vi) Bonus pay for child care workers.

(vii) Contracts for infant and toddler slots.

(viii) Administrative funding for the department.

(b) The project shall be accomplished by the department.

(c) The estimated cost of this project is \$292,115,000.00.

(d) The tentative completion date for this work project is September 30, 2023.

Sec. 1032. The unexpended funds appropriated in part 1 for ARP – child care stimulus 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 expenditure under this section until the projects have been completed. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to provide all of the following:

(i) An expanded entrance eligibility threshold.

- (ii) An increase to provider reimbursement rates.
- (iii) Payments based on enrollment rather than attendance.
- (iv) Support to new and expanding child care providers.
- (v) Additional pay based on provider reimbursement rates.
- (vi) Bonus pay for child care workers.
- (vii) Contracts for infant and toddler slots.
- (viii) Administrative funding for the department.
- (b) The project shall be accomplished by the department.
- (c) The estimated cost of this project is \$438,107,400.00.
- (d) The tentative completion date for this work project is September 30, 2023.

Sec. 1033. The unexpended funds appropriated in part 1 for Child care award 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 expenditure under this section until the projects have been completed. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

- (a) The purpose of the project is to provide all of the following:
 - (i) An expanded entrance eligibility threshold.
 - (ii) An increase to provider reimbursement rates.
 - (iii) Payments based on enrollment rather than attendance.
 - (iv) Early childhood mental health consultation.
- (b) The project shall be accomplished by the department and DHHS.
- (c) The estimated cost of this project is \$34,932,300.00.
- (d) The tentative completion date for this work project is September 30, 2023.

Sec. 1034. The unexpended funds appropriated in part 1 for ARP – child care entitlement 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 expenditure under this section until the projects have been completed. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

- (a) The purpose of the project is to provide all of the following:
 - (i) An expanded entrance eligibility threshold.
 - (ii) An increase to provider reimbursement rates.
 - (iii) Payments based on enrollment rather than attendance.
 - (iv) Early childhood mental health consultation.
- (b) The project shall be accomplished by the department and DHHS.
- (c) The estimated cost of this project is \$30,000,000.00.
- (d) The tentative completion date for this work project is September 30, 2023.

ONE-TIME APPROPRIATIONS

Sec. 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 subsection (1).

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

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

ARTICLE 4

DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of environment, Great Lakes, and energy for the fiscal year ending September 30, 2022, from the following funds:

DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY

APPROPRIATION SUMMARY		
Full-time equated unclassified positions	6.0	
Full-time equated classified positions	1,461.0	
GROSS APPROPRIATION	\$	689,770,700
IDG from department of state police		1,833,500
IDG from MDOT, Michigan transportation fund		122,600
IDG, MDOT - Michigan transportation fund		1,368,800
IDG from department of licensing and regulatory affairs		220,000
ADJUSTED GROSS APPROPRIATION	\$	686,225,800
Federal revenues:		
Federal funds		226,889,200
Special revenue funds:		
Private funds		1,411,200
Air emissions fees		11,818,800
Aquatic nuisance control fund		1,073,200
Brownfield development fund		1,100,000
Campground fund		347,000
Clean Michigan initiative - clean water fund		2,617,100
Clean Michigan initiative - nonpoint source		2,000,000
Cleanup and redevelopment fund		28,062,900
Coal ash care fund		258,400
Community pollution prevention fund		250,000
Electronic waste recycling fund		375,700
Energy efficiency and renewable energy revolving loan fund		250,000
Environmental education fund		201,200
Environmental pollution prevention fund		4,734,100
Environmental response fund		31,321,900
Fees and collections		279,400
Financial instruments		9,924,600
Great Lakes protection fund		567,600
Groundwater discharge permit fees		1,675,000
Infrastructure construction fund		58,100
Laboratory services fees		8,850,900

For Fiscal Year
Ending Sept. 30,
2022

Land and water permit fees	\$	2,685,300
Medical waste emergency response fund		375,700
Metallic mining surveillance fee revenue		106,400
Mineral well regulatory fee revenue		222,400
Native copper mine fund		50,000
Nonferrous metallic mineral surveillance		438,500
NPDES fees		4,826,000
Oil and gas regulatory fund		4,965,800
Orphan well fund		2,461,300
Public swimming pool fund		712,700
Public utility assessments		2,667,000
Public water supply fees		5,213,700
Refined petroleum fund		42,586,400
Renew Michigan fund		73,983,400
Retired engineers technical assistance program fund		491,200
Revolving loan revenue bonds		15,000,000
Sand extraction fee revenue		99,600
Scrap tire regulatory fund		5,175,700
Septage waste program fund		561,300
Settlement funds		1,000,000
Sewage sludge land application fees		998,400
Small business pollution prevention revolving loan fund		134,400
Soil erosion and sedimentation control training fund		157,900
Solid waste management fund - staff account		7,543,100
Stormwater permit fees		2,525,800
Strategic water quality initiatives fund		1,371,400
Technologically enhanced naturally occurring radioactive material		248,900
Underground storage tank cleanup fund		20,423,700
Wastewater operator training fees		632,500
Water pollution control revolving fund		738,500
Water quality protection fund		100,000
Water use reporting fees		287,000
State general fund/general purpose	\$	153,375,500
Sec. 102. DEPARTMENTAL ADMINISTRATION AND SUPPORT		
Full-time equated unclassified positions	6.0	
Full-time equated classified positions	106.0	
Unclassified salaries—FTEs	6.0	\$ 853,700
Accounting service center		1,463,500
Administrative hearings officers		910,000
Environmental investigations—FTE positions	12.0	2,549,100
Environmental support—FTE positions	56.0	8,379,400
Environmental support projects		6,000,000
Executive direction—FTE positions	14.0	2,340,200
Facilities management		1,000,000
Financial support—FTE positions	24.0	3,471,200
Property management		8,715,500
GROSS APPROPRIATION	\$	35,682,600
Appropriated from:		
IDG from department of state police		87,400
IDG from MDOT, Michigan transportation fund		122,600
Federal funds		604,700
Private funds		750,800
Air emissions fees		989,600

For Fiscal Year
Ending Sept. 30,
2022

Aquatic nuisance control fund		\$	88,000
Campground fund			29,400
Cleanup and redevelopment fund			2,212,900
Electronic waste recycling fund			42,800
Environmental education fund			196,400
Environmental pollution prevention fund			589,200
Fees and collections			25,100
Financial instruments			8,824,100
Great Lakes protection fund			48,200
Groundwater discharge permit fees			143,200
Infrastructure construction fund			5,300
Laboratory services fees			580,800
Land and water permit fees			225,700
Medical waste emergency response fund			42,800
Metallic mining surveillance fee revenue			10,700
Mineral well regulatory fee revenue			10,700
Nonferrous metallic mineral surveillance			51,000
NPDES fees			409,400
Oil and gas regulatory fund			833,800
Orphan well fund			98,900
Public swimming pool fund			58,900
Public utility assessments			682,200
Public water supply fees			432,600
Refined petroleum fund			3,552,600
Renew Michigan fund			3,098,600
Sand extraction fee revenue			10,600
Scrap tire regulatory fund			236,400
Septage waste program fund			48,200
Settlement funds			1,000,000
Sewage sludge land application fees			80,300
Soil erosion and sedimentation control training fund			13,400
Solid waste management fund - staff account			1,138,500
Stormwater permit fees			204,600
Strategic water quality initiatives fund			114,600
Underground storage tank cleanup fund			272,900
Wastewater operator training fees			51,000
Water pollution control revolving fund			61,000
Water use reporting fees			23,800
State general fund/general purpose		\$	7,578,900
Sec. 103. OFFICE OF THE GREAT LAKES			
Full-time equated classified positions	15.0		
Great Lakes restoration initiative—FTE positions	9.0		7,591,300
Office of the Great Lakes—FTE positions	6.0		822,500
GROSS APPROPRIATION		\$	8,413,800
Appropriated from:			
Federal funds			7,617,300
Great Lakes protection fund			505,000
State general fund/general purpose		\$	291,500
Sec. 104. WATER RESOURCES DIVISION			
Full-time equated classified positions	372.0		
Aquatic nuisance control program—FTE positions	6.0		958,800
Coastal management grants—FTE positions	7.0		2,512,600
Expedited water/wastewater permits—FTE positions	1.0		51,200

For Fiscal Year
Ending Sept. 30,
2022

Federal - Great Lakes remedial action plan grants		\$	583,800
Federal - nonpoint source water pollution grants			4,083,300
Fish contaminant monitoring			316,100
Great lakes restoration initiative			3,608,200
Groundwater discharge permit program—FTE positions	22.0		3,343,400
Land and water interface permit programs—FTE positions	119.0		17,897,300
Nonpoint source pollution prevention and control project program			2,000,000
NPDES nonstormwater program—FTE positions	98.0		15,222,700
Program direction and project assistance—FTE positions	27.0		3,237,500
Sewage sludge land application program—FTE positions	7.0		892,300
Stormwater activities—FTE positions	27.5		5,718,400
Surface water—FTE positions	52.5		8,853,000
Technology advancements for water monitoring			500,000
Water quality protection grants			100,000
Water withdrawal assessment program—FTE positions	5.0		842,900
Wetlands program			1,000,000
GROSS APPROPRIATION		\$	71,721,500
Appropriated from:			
IDG, MDOT - Michigan transportation fund			1,332,000
Federal funds			26,625,200
Aquatic nuisance control fund			958,800
Clean Michigan initiative - clean water fund			2,617,100
Clean Michigan initiative - nonpoint source			2,000,000
Environmental response fund			579,800
Groundwater discharge permit fees			1,490,200
Infrastructure construction fund			51,200
Land and water permit fees			2,393,200
NPDES fees			4,294,200
Refined petroleum fund			451,200
Sewage sludge land application fees			894,100
Soil erosion and sedimentation control training fund			140,500
Stormwater permit fees			2,259,600
Wastewater operator training fees			304,000
Water pollution control revolving fund			146,800
Water quality protection fund			100,000
Water use reporting fees			256,000
State general fund/general purpose		\$	24,827,600
Sec. 105. AIR QUALITY DIVISION			
Full-time equated classified positions	187.0		
Air quality programs—FTEs	187.0		30,416,600
GROSS APPROPRIATION		\$	30,416,600
Appropriated from:			
Federal funds			7,493,200
Air emissions fees			10,537,200
Fees and collections			213,400
Oil and gas regulatory fund			147,600
Public utility assessments			150,000
Refined petroleum fund			3,759,200
State general fund/general purpose		\$	8,116,000
Sec. 106. REMEDIATION AND REDEVELOPMENT DIVISION			
Full-time equated classified positions	311.0		
Contaminated site investigations, cleanup and revitalization—FTE positions	130.0		19,079,000
Emergency cleanup actions			2,000,000

For Fiscal Year
Ending Sept. 30,
2022

Environmental cleanup support		\$ 30,300,000
Federal cleanup project management—FTE positions	40.0	7,263,600
Laboratory services—FTE positions	42.0	8,420,100
Refined petroleum product cleanup program—FTE positions	99.0	35,123,600
Superfund cleanup		11,000,000
Brownfield grants		1,100,000
GROSS APPROPRIATION		\$ 114,286,300
Appropriated from:		
Federal funds		16,537,900
Brownfield development fund		1,100,000
Cleanup and redevelopment fund		24,173,100
Environmental response fund		30,742,100
Laboratory services fees		8,096,500
Public water supply fees		323,600
Refined petroleum fund		33,018,500
State general fund/general purpose		\$ 294,600
Sec. 107. UNDERGROUND STORAGE TANK AUTHORITY		
Full-time equated classified positions	5.0	
Underground storage tank cleanup program—FTE positions	5.0	20,069,200
GROSS APPROPRIATION		\$ 20,069,200
Appropriated from:		
Underground storage tank cleanup fund		20,069,200
State general fund/general purpose		\$ 0
Sec. 108. RENEWING MICHIGAN'S ENVIRONMENT		
Full-time equated classified positions	119.0	
Mapping and other support—FTE positions	5.0	3,995,600
Renew Michigan program—FTE positions	114.0	69,962,300
GROSS APPROPRIATION		\$ 73,957,900
Appropriated from:		
Renew Michigan fund		69,962,300
State general fund/general purpose		\$ 3,995,600
Sec. 109. INFORMATION TECHNOLOGY		
Information technology services and projects		9,578,700
GROSS APPROPRIATION		\$ 9,578,700
Appropriated from:		
IDG, MDOT - Michigan transportation fund		36,800
IDG from department of state police		25,600
Federal funds		1,838,700
Private funds		15,200
Air emissions fees		292,000
Aquatic nuisance control fund		26,400
Campground fund		8,800
Cleanup and redevelopment fund		654,500
Electronic waste recycling fund		12,800
Environmental education fund		4,800
Environmental pollution prevention fund		167,200
Fees and collections		6,400
Financial instruments		1,100,500
Great Lakes protection fund		14,400
Groundwater discharge permit fees		41,600
Infrastructure construction fund		1,600
Laboratory services fees		173,600
Land and water permit fees		66,400

For Fiscal Year
Ending Sept. 30,
2022

Medical waste emergency response fund	\$	12,800
Metallic mining surveillance fee revenue		3,200
Mineral well regulatory fee revenue		3,200
Nonferrous metallic mineral surveillance		15,200
NPDES fees		122,400
Oil and gas regulatory fund		246,400
Orphan well fund		29,600
Public swimming pool fund		17,600
Public utility assessments		12,800
Public water supply fees		129,600
Refined petroleum fund		1,062,500
Renew Michigan fund		922,500
Sand extraction fee revenue		3,200
Scrap tire regulatory fund		70,400
Septage waste program fund		14,400
Sewage sludge land application fees		24,000
Soil erosion and sedimentation control training fund		4,000
Solid waste management fund - staff account		340,800
Stormwater permit fees		61,600
Strategic water quality initiatives fund		34,400
Underground storage tank cleanup fund		81,600
Wastewater operator training fees		15,200
Water pollution control revolving fund		18,400
Water use reporting fees		7,200
State general fund/general purpose	\$	1,838,400
Sec. 110. CLIMATE AND ENERGY		
Full-time equated classified positions	3.0	
Office of climate and energy—FTE positions	3.0	262,900
GROSS APPROPRIATION	\$	262,900
Appropriated from:		
Federal funds		49,700
Public utility assessments		39,700
State general fund/general purpose	\$	173,500
Sec. 111. DRINKING WATER AND ENVIRONMENTAL HEALTH		
Full-time equated classified positions	126.0	
Drinking water—FTE positions	68.0	11,915,600
Environmental health—FTE positions	57.0	7,351,600
Lead line replacement—FTE positions	1.0	192,100
Drinking water program grants		830,000
Noncommunity water grants		1,905,700
Septage waste compliance grants		275,000
GROSS APPROPRIATION	\$	22,470,000
Appropriated from:		
Federal funds		10,555,900
Campground fund		308,800
Fees and collections		34,500
Public swimming pool fund		636,200
Public water supply fees		4,327,900
Refined petroleum fund		742,400
Septage waste program fund		498,700
Wastewater operator training fees		262,300
State general fund/general purpose	\$	5,103,300

For Fiscal Year
Ending Sept. 30,
2022

Sec. 112. MATERIALS MANAGEMENT DIVISION			
Full-time equated classified positions	129.0		
Environmental sustainability and stewardship—FTE positions	11.0	\$	6,224,000
Hazardous waste management program—FTE positions	45.0		5,926,800
Low-level radioactive waste authority—FTE positions	2.0		246,200
Medical waste program—FTE positions	2.0		320,100
Pollution prevention—FTE positions	7.0		2,311,400
Radiological protection program—FTE positions	12.0		2,035,500
Recycling initiative—FTE positions	3.0		1,022,400
Scrap tire grants			3,500,000
Scrap tire regulatory program—FTE positions	10.0		1,368,900
Solid waste management program—FTE positions	37.0		6,642,300
GROSS APPROPRIATION		\$	29,597,600
Appropriated from:			
IDG from department of state police			1,720,500
Federal funds			7,143,700
Private funds			645,200
Cleanup and redevelopment fund			1,022,400
Coal ash care fund			258,400
Community pollution prevention fund			250,000
Electronic waste recycling fund			320,100
Energy efficiency and renewable energy revolving loan fund			250,000
Environmental pollution prevention fund			3,977,700
Medical waste emergency response fund			320,100
Public utility assessments			1,782,300
Retired engineers technical assistance program fund			491,200
Scrap tire regulatory fund			4,868,900
Small business pollution prevention revolving loan fund			134,400
Solid waste management fund - staff account			6,063,800
Technologically enhanced naturally occurring radioactive material			248,900
State general fund/general purpose		\$	100,000
Sec. 113. OIL, GAS, AND MINERALS DIVISION			
Full-time equated classified positions	59.0		
Oil, gas, and mineral services—FTE positions	59.0		11,630,900
GROSS APPROPRIATION		\$	11,630,900
Appropriated from:			
IDG from department of licensing and regulatory affairs			220,000
Federal funds			150,000
Metallic mining surveillance fee revenue			92,500
Mineral well regulatory fee revenue			208,500
Native copper mine fund			50,000
Nonferrous metallic mineral surveillance			372,300
Oil and gas regulatory fund			3,738,000
Orphan well fund			2,332,800
Sand extraction fee revenue			85,800
State general fund/general purpose		\$	4,381,000
Sec. 114. WATER INFRASTRUCTURE			
Full-time equated classified positions	29.0		
Municipal assistance—FTE positions	29.0		5,007,600
Water state revolving funds			120,000,000
GROSS APPROPRIATION		\$	125,007,600
Appropriated from:			
Federal funds			103,272,900

		For Fiscal Year Ending Sept. 30, 2022
Revolving loan revenue bonds	\$	15,000,000
Strategic water quality initiatives fund		1,222,400
Water pollution control revolving fund		512,300
State general fund/general purpose	\$	5,000,000
Sec. 115. ONE-TIME APPROPRIATIONS		
Water infrastructure improvements for the nation act		45,000,000
Drinking water emergency assistance		15,000,000
PFAS remediation		14,450,000
High water infrastructure grants		14,325,000
Dam safety grant program		13,000,000
Contaminated site cleanup		10,000,000
Lead service line replacements		10,000,000
Dam safety emergency action fund		6,000,000
Sustainable business park		4,000,000
Harbor site environmental cleanup		2,300,000
Wastewater retention basin		2,000,000
Watershed council grants		600,000
Contaminated site cleanup contingency reserve fund		100
GROSS APPROPRIATION	\$	136,675,100
Appropriated from:		
Federal funds		45,000,000
State general fund/general purpose	\$	91,675,100

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2021-2022

GENERAL SECTIONS

Sec. 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 2021-2022 is \$457,925,400.00 and state spending from state sources to be paid to local units of government for the fiscal year 2021-2022 is \$54,146,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY		
Surface water	\$	160,000
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
Renewing Michigan's environment program		20,000,000
Environmental health		400,000
Noncommunity water grants		1,900,000
Septage waste compliance grants		125,000
Environmental sustainability and stewardship		250,000
Medical waste program		70,000
Scrap tire grants		2,000,000
Sustainable business park		4,000,000
Harbor site environmental cleanup		2,300,000
Wastewater retention basin		2,000,000
High water infrastructure grants		14,325,000
TOTAL	\$	54,146,000

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

Sec. 203. As used in this part and part 1:

- (a) "Department" means the department of environment, Great Lakes, and energy.
- (b) "Director" means the director of the department.
- (c) "FTE" means full-time equated.
- (d) "IDG" means interdepartmental grant.
- (e) "MDOT" means the state transportation department.
- (f) "MDLARA" means the department of licensing and regulatory affairs.
- (g) "NPDES" means national pollutant discharge elimination system.

Sec. 204. The department shall use the internet to fulfill the reporting requirements of this part. This requirement shall include transmission of reports via email to the recipients identified for each reporting requirement, or it shall include placement of reports on an internet site.

Sec. 205. To the extent permissible under section 261 of the management and budget act, 1984 PA 431, MCL 18.1261, all of the following apply to funds appropriated in part 1:

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

Sec. 206. The department shall not take disciplinary action against an employee of the department or departmental agency in the state classified civil service because the employee communicates with a member of the senate or house or a member's staff, unless the communication is prohibited by law and the department or agency taking disciplinary action is exercising its authority as provided by law.

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

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

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

Sec. 209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairs of the senate and house appropriations committees and the senate and house fiscal agencies.

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

Sec. 211. The department shall cooperate with the department of technology, management, and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for the department:

- (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. 212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the chairpersons of the senate and house appropriations committees, the chairpersons of the senate and house appropriations subcommittees on natural resources and environment, Great Lakes, and energy, 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 prior 2 fiscal years.

Sec. 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. 214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2022 are estimated at \$33,648,000.00. From this amount, total department appropriations for pension-related legacy costs are estimated at \$18,851,400.00. Total agency appropriations for retiree health care legacy costs are estimated at \$14,796,600.00.

Sec. 215. To the extent permissible under the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, the director shall take all reasonable steps to ensure businesses in deprived and depressed communities compete for and perform contracts to provide services or supplies, or both. The director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 216. (1) On a quarterly basis, the department shall report to the senate and house appropriations committees, the senate and house appropriations subcommittees on the environment, Great Lakes, and energy, and the senate and house fiscal agencies the following information:

- (a) The number of FTEs in pay status by type of staff and civil service classification.
- (b) A comparison by line item of the number of FTEs authorized from funds appropriated in part 1 to the actual number of FTEs employed by the department at the end of the reporting period.
- (2) By March 1 of the current fiscal year and semiannually thereafter, the department shall report to the senate and house appropriations committees, the senate and house appropriations subcommittees on the environment, Great Lakes, and energy, and the senate and house fiscal agencies the following information:
 - (a) Number of employees that were engaged in remote work in 2021.
 - (b) Number of employees authorized to work remotely and the actual number of those working remotely in the current reporting period.
 - (c) Estimated net cost savings achieved by remote work.
 - (d) Reduced use of office space associated with remote work.

Sec. 217. Appropriations in part 1 shall, to the extent possible by the department, not be expended until all existing work project authorization available for the same purposes is exhausted.

Sec. 218. If the state administrative board, acting under section 3 of 1921 PA 2, MCL 17.3, transfers funds from an amount appropriated under this article, the legislature may, by a concurrent resolution adopted by a majority of the members elected to and serving in each house, intertransfer funds within this article for the particular department, board, commission, officer, or institution.

Sec. 219. The departments and agencies receiving appropriations in part 1 shall receive and retain copies of all reports funded from appropriations in part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The department may electronically retain copies of reports unless otherwise required by federal and state guidelines.

Sec. 220. The department shall report no later than April 1 on each specific policy change made to implement a public act affecting the department that took effect during the prior calendar year to the senate and house appropriations committees, the senate and house subcommittees on natural resources, the joint committee on administrative rules, and the senate and house fiscal agencies.

Sec. 221. (1) From the funds appropriated in part 1, the department shall do all of the following:

(a) Report to the house and senate appropriations committees, the house and senate fiscal agencies, the house and senate policy offices, and the state budget office any amount of severance pay for a department director, deputy director, or other high-ranking department official not later than 14 days after a severance agreement with the director or official is signed. The name of the director or official and the amount of severance pay must be included in the report required by this subdivision.

(b) Maintain an internet site that posts any severance pay in excess of 6 weeks of wages, regardless of the position held by the former department employee receiving severance pay.

(c) By February 1, report 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 total amount of severance pay remitted to former department employees during the fiscal year ending September 30, 2021 and the total number of former department employees that were remitted severance pay during the fiscal year ending September 30, 2021.

(2) As used in this section, "severance pay" means compensation that is both payable or paid upon the termination of employment and in addition to either wages or benefits earned during the course of employment or generally applicable retirement benefits.

Sec. 222. (1) Any department, agency, board, commission, or public officer that receives funding under part 1 shall not:

(a) Require as a condition of accessing any facility or receiving services that an individual provide proof that he or she has received a COVID-19 vaccine except as provided by federal law or as a condition of receiving federal Medicare or Medicaid funding.

(b) Produce, develop, issue, or require a COVID-19 vaccine passport.

(c) Develop a database or make any existing database publicly available to access an individual's COVID-19 vaccine status by any person, company, or governmental entity.

(d) Require as a condition of employment that an employee or official provide proof that he or she has received a COVID-19 vaccine. This subdivision does not apply to any hospital, congregate care facility, or other medical facility or any hospital, congregate care facility, or other medical facility operated by a local subdivision that receives federal Medicare or Medicaid funding.

(2) A department, agency, board, commission, or public officer may not subject any individual to any negative employment consequence, retaliation, or retribution because of that individual's COVID-19 vaccine status.

(3) Subsection (1) does not prohibit any person, department, agency, board, commission, or public officer from transmitting proof of an individual's COVID-19 vaccine status to any person, company, or governmental entity, so long as the individual provides affirmative consent.

(4) If a department, agency, board, commission, subdivision, or official or public officer is required to establish a vaccine policy due to a federal mandate, it must provide exemptions to any COVID-19 vaccine policy to the following individuals:

(a) An individual for whom a physician certifies that a COVID-19 vaccine is or may be detrimental to the individual's health or is not appropriate.

(b) An individual who provides a written statement to the effect that the requirements of the COVID-19 vaccine policy cannot be met because of religious convictions or other consistently held objection to immunization.

(5) As used in this section, "public officer" means a person appointed by the governor or another executive department official or an elected or appointed official of this state or a political subdivision of this state.

Sec. 223. (1) The department may expend amounts remaining from the current and prior fiscal year appropriations to meet funding needs of legislatively approved sites for the environmental cleanup and redevelopment program, the refined petroleum product cleanup program, brownfield grants and loans, waterfront grants, and the environmental bond site reclamation program.

(2) Unexpended and unencumbered amounts remaining from appropriations from the environmental protection bond fund contained in 2003 PA 173, 2005 PA 109, 2006 PA 343, 2011 PA 63, and 2012 PA 236 are appropriated for expenditure.

(3) Unexpended and unencumbered amounts remaining from appropriations from the clean Michigan initiative fund - response activities contained in 2000 PA 52, 2004 PA 309, 2005 PA 11, 2006 PA 343, 2007 PA 121, 2011 PA 63, 2013 PA 59, 2014 PA 252, 2015 PA 84, 2016 PA 268, and 2017 PA 107 are appropriated for expenditure.

(4) Unexpended and unencumbered amounts remaining from appropriations from the refined petroleum fund activities contained in 2007 PA 121, 2008 PA 247, 2009 PA 118, 2010 PA 189, 2011 PA 63, 2012 PA 200, 2013 PA 59, 2014 PA 252, 2015 PA 84, 2016 PA 268, 2017 PA 107, 2018 PA 207, 2019 PA 57, and 2020 PA 166 are appropriated for expenditure.

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

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

Sec. 224. Unexpended settlement revenues at the end of the fiscal year may be carried forward into the settlement fund in the succeeding fiscal year up to a maximum carryforward of \$2,500,000.00.

Sec. 225. (1) Funds appropriated in part 1 shall not be used by the department to promulgate a rule that will apply to a small business and that will have a disproportionate economic impact on small businesses because of the size of those businesses if the department fails to reduce the disproportionate economic impact of the rule on small businesses as provided under section 40 of the administrative procedures act of 1969, 1969 PA 306, MCL 24.240.

(2) As used in this section:

(a) "Rule" means that term as defined under section 7 of the administrative procedures act of 1969, 1969 PA 306, MCL 24.207.

(b) "Small business" means that term as defined under section 7a of the administrative procedures act of 1969, 1969 PA 306, MCL 24.207a.

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

(2) The report must contain the following information:

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

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

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

(d) The estimated date for project completion.

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

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

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

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

(b) The purpose for each expenditure.

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

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

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

Sec. 237. From the funds appropriated in part 1, the department shall be responsible for the necessary and reasonable attorney fees and costs incurred by private and independent legal counsel chosen by current and former classified and unclassified department employees in the defense of the department employees named as a party in any state or federal lawsuits or investigations related to the city of Flint municipal water system.

Sec. 238. By February 1, 2022, the department shall submit a report to the standing committees and appropriations subcommittees of the senate and house of representatives with primary responsibility for issues under the jurisdiction of the department that details departmental activities of the most recent fiscal year in administering permitting programs. The report shall include, at a minimum, all of the following:

(a) The number of FTEs assigned to each permitting program and the number of unfilled positions at the beginning and end of the most recent fiscal year.

(b) The number of permit applications received by the department in the preceding year, including applications for new and increased uses and reissuances.

(c) The number of permits for each program approved.

(d) The number of permits for each program denied.

(e) The percentage and number of permit applications that were reviewed for administrative completeness within statutory time frames.

(f) The percentage and number of permit applications for which a final action was taken by the department within statutory time frames for new and increased uses and reissuances.

(g) Activities to reduce any backlog of permits exceeding the statutory time frames and the average time frame for permit approvals for each program.

(h) Activities to reduce the percentage of permit applications submitted as incomplete, in need of modification, or additional information before final determination.

(i) Under conditions in which the department states a permit is incomplete or denied, the department shall provide an explanation as to the reason or reasons the permit is insufficient and how the permit can be strengthened or made complete.

REMEDATION AND REDEVELOPMENT DIVISION

Sec. 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. 302. From the funds appropriated in part 1 for contaminated site investigations, cleanup, and revitalization, the department shall not expend more than 3% for administrative costs.

Sec. 305. It is the intent of the legislature to repay the refined petroleum fund for the \$70,000,000.00 that was transferred to the environmental protection fund created in section 503a of the natural resources and environmental protection act, 1994 PA 451, MCL 324.503a, as part of the resolution for the fiscal year 2006-2007 budget.

Sec. 306. The funds appropriated in part 1 for the refined petroleum cleanup program shall be used to fund corrective actions performed by the department pursuant to section 21320 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.21320.

Sec. 308. The unexpended funds appropriated in part 1 for emergency cleanup actions, emergency cleanup support, 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, 2026.

Sec. 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.

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

Sec. 312. The unexpended funds appropriated in part 1 for environmental cleanup support 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 \$29,300,000.00.
- (d) The tentative completion date is September 30, 2026.

Sec. 351. (1) From the funds appropriated in part 1 for superfund cleanup, \$10,000,000.00 is allocated for the department to provide contaminated site cleanup at a chemical superfund site located in a county with a population between 600,000 and 605,000 as of the 2010 federal decennial census. The department shall provide contaminated site cleanup pursuant to a cooperative agreement with the United States Environmental Protection Agency.

(2) The unexpended funds appropriated in part 1 for superfund cleanup are designated as a work project appropriation. 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 \$10,000,000.00.
- (d) The tentative completion date is September 30, 2026.

WATER RESOURCES DIVISION

Sec. 401. From the funds appropriated in part 1 for land and water interface permit programs, not less than \$350,000.00 and not fewer than 2.0 FTE positions are allocated for dam safety programs. These amounts are in addition to any funding and FTEs utilized for this purpose in the fiscal year ending September 30, 2021.

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

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

- (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.

Sec. 411. From the funds appropriated in part 1, by February 15 the department shall report the information and materials needed to permit and regulate Chapaton open-air wastewater treatment lagoon in Macomb County and other alternate storage and detention methods.

UNDERGROUND STORAGE TANK AUTHORITY

Sec. 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, 2026.

MATERIALS MANAGEMENT DIVISION

Sec. 901. In addition to the money appropriated in part 1, the department may receive and expend money from the Volkswagen Environmental Mitigation Trust Agreement to provide funding for activities as outlined within the State's Mitigation Plan. The department shall prepare an annual report to the appropriations subcommittees, the fiscal agencies, and the state budget office by February 1, 2023 of the expenditures incurred under this section during the fiscal year ending September 30, 2022.

ONE-TIME APPROPRIATIONS

Sec. 1003. (1) From the funds appropriated in part 1 for the dam safety grant program, the department shall award grants for dam repair, alteration, or removal activities necessary to address risk associated with publicly or privately owned dams. Grant applications for repair or alteration must include an asset management plan for each dam included in the application.

(2) By December 31 annually, the department shall prepare a report regarding the activities of the dam safety grant program to be posted on the department's website and provided to the relevant house and senate standing committees and appropriations subcommittees. The report shall contain all of the following information: the program's starting and ending balances; a list of dams awarded grants, including their location, name of the owner, and description of the action or actions taken; and the total expenditure at each dam. The first-year report must include information on establishment of the grant program and progress toward award.

Sec. 1004. (1) The funds appropriated in part 1 for the dam safety emergency action fund may be expended by the department to take remedial or corrective action to address significant safety risks posed by dams should the dam owner be unwilling or unable to take remedial or corrective action.

(2) By December 31 annually, the department shall prepare a report to be posted on the department's website and provided to the relevant house and senate standing committees and appropriations subcommittees. The report shall contain all of the following information: starting and ending balances of the fund; list of the dams that required emergency action from the fund, including their location, name of the owner of each dam, description of the action or actions taken at each dam, and the total expenditure at each dam; summary of enforcement actions taken and status of fund recovery through enforcement action; and a summary of expenditures from the program made in previous years, along with the status of fund recovery for each through enforcement actions.

Sec. 1005. The unexpended funds appropriated in part 1 for water infrastructure improvements for the nation act 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 service line replacements, distribution system and transmission main improvements, meter replacements, water treatment plant improvements, local assistance and capacity development, or other projects as designated by the department.

(b) The project will be accomplished by utilizing city of Flint employees or contracts between service providers and the city of Flint, or both.

(c) The total estimated cost of the project is \$45,000,000.00.

(d) The tentative completion date is September 30, 2024.

Sec. 1006. (1) From the appropriations in part 1 for high water infrastructure grants, the department shall develop a competitive grant program to provide infrastructure and planning grants that directly address the impacts and vulnerabilities presented by severe weather events.

(2) The infrastructure grants under subsection (1) shall focus on projects that address flooding, coastline erosion, urban heat, and stormwater management.

(3) Eligible participants in the grant program are regional councils of government and local units of government. A local unit of government may act as a primary project sponsor and fiduciary for a grant that includes partnerships or consortiums with other public or nonprofit organizations.

(4) An infrastructure grant may not exceed \$1,500,000.00. A 20% match is required for all grants.

(5) The department shall develop the grant program, selection criteria, timelines, and reporting and other requirements. Grant program information will be published in an accessible location on the department's website. The department may partner with other state agencies as necessary to develop and operate the program.

Sec. 1007. From funds appropriated in part 1 for the water resource division, the department shall provide funding for the cooperative lakes monitoring program, in the amount of \$150,000.00, to support the continuation of the department's contract for the cooperative lakes monitoring program and to ensure the continued operation of this program.

Sec. 1008. Unless otherwise specified through statute or rule, previous grant awards shall not be used to disqualify applicants from consideration of grant funding opportunities for any grant program offered through the department or made from the funds appropriated in part 1.

Sec. 1009. (1) From the funds appropriated in part 1 for PFAS remediation, the department shall award grants for up to \$5,000,000.00 for environmental contamination response efforts to local units of government, including municipal airports and independent airport authorities for the remediation, monitoring, or testing related to PFAS contamination.

(2) On or before April 1, the department shall transmit to the appropriations subcommittees, the fiscal agencies, and the state budget office and post on the department's website a report on the previous calendar year's activities funded with PFAS remediation funds. The report shall include a list of all grantees and award amounts.

Sec. 1010. The funds appropriated in part 1 for wastewater retention basins shall be awarded to a county with a population of between 840,000 and 841,000 according to the 2010 federal decennial census to be used to increase the storage capacity of wastewater retention basins for combined sewer overflows and address infrastructure needs necessary to allow greater flow.

Sec. 1011. The funds appropriated in part 1 for harbor site cleanup shall be awarded to a city with a population of between 38,000 and 39,000 that is located in a county with a population of more than 172,000 but less than 173,000 according to the 2010 federal decennial census to be used to remove soils contaminated with toxic or hazardous metals, including, but not limited to, mercury and arsenic, to replace the displaced soils with clean soils, and to reestablish or mitigate wetland areas on a parcel or on contiguous parcels of land.

Sec. 1012. The funds appropriated in part 1 for sustainable business park shall be awarded to a county department of public works located in a county with a population greater than 600,000 and less than 700,000 according to the 2010 federal decennial census to assist infrastructure necessary to develop a sustainable business park that will replace the need for new landfills.

Sec. 1013. (1) From the funds appropriated in part 1 for watershed council grants, \$600,000.00 in grant funds shall be awarded to watershed councils for education, administration, and conservation efforts. A grant to an individual watershed council shall not exceed \$40,000.00.

(2) On or before April 1, the department shall transmit to the appropriations subcommittees, the fiscal agencies, and the state budget office and post on the department's website a report on the previous calendar year's activities of the watershed grant program. The report shall include a list of all grantees and award amounts.

Sec. 1014. (1) From the funds appropriated in part 1 for lead service line replacements, the department shall provide \$10,000,000.00 to support a local unit of government that has had multiple consecutive lead action level exceedances and has a poverty rate above 40% according to the United States Census Bureau in replacing lead service lines and improving the safety of the community's drinking water.

(2) The unexpended funds appropriated in part 1 for lead service line replacements 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 expenditure 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 replace lead service lines and provide safe drinking water.
- (b) The projects will be accomplished primarily by utilizing contracts with service providers.
- (c) The total estimated cost of all projects is \$10,000,000.00.
- (d) The tentative completion date is September 30, 2026.

Sec. 1015. (1) From the funds appropriated in part 1 for contaminated site cleanup, \$10,000,000.00 is allocated to provide for the rapid response to emerging contaminated sites and to address the cleanup of contaminated sites that do not qualify for funding from other available fund resources.

(2) The unexpended funds appropriated in part 1 for contaminated site cleanup 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 expenditure 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 \$10,000,000.00.
- (d) The tentative completion date is September 30, 2026.

Sec. 1016. A contaminated site cleanup contingency reserve fund is created in the department, and \$10,000,000.00 from the general fund shall be deposited into the fund for rapid response to emerging contaminated sites and to address the cleanup of contaminated sites that do not qualify for funding from other available fund resources.

Sec. 1017. In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$10,000,000.00 of restricted funds. This authorization is only available for rapid response to emerging contaminated sites and to address the cleanup of contaminated sites which do not qualify for funding from other available fund resources. These funds are not available for expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 1018. (1) The funds appropriated in part 1 for drinking water emergency assistance may be expended by the department for activities to address drinking water systems contamination response and remediation. Eligible activities include, but are not limited to:

- (a) Replacement of lead service lines.
- (b) Alternate drinking water connections.
- (c) Testing and public awareness and outreach.
- (d) Technical assistance and planning activities.

(2) The unexpended funds appropriated in part 1 for drinking water emergency assistance 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 expenditure 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 fund drinking water systems contamination and remediation.
- (b) The total estimated cost of all projects is \$15,000,000.00.
- (c) The tentative completion date is September 30, 2026.

ARTICLE 5

GENERAL GOVERNMENT

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the legislature, the executive, the department of the attorney general, the department of state, the department of treasury, the department of technology, management, and budget, the department of civil rights, the department of labor and economic opportunity, and certain state purposes related thereto for the fiscal year ending September 30, 2022, from the following funds:

TOTAL GENERAL GOVERNMENT		
APPROPRIATION SUMMARY		
Full-time equated unclassified positions	79.5	
Full-time equated classified positions	9,934.5	
GROSS APPROPRIATION	\$	6,554,212,700
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		1,132,012,100
ADJUSTED GROSS APPROPRIATIONS	\$	5,422,200,600
Federal revenues:		
Total federal revenues		1,328,785,100
Special revenue funds:		
Total local revenues		26,260,700
Total private revenues		11,907,500
Total other state restricted revenues		2,500,094,600
State general fund/general purpose	\$	1,555,152,700
Sec. 102. DEPARTMENT OF ATTORNEY GENERAL		
(1) APPROPRIATION SUMMARY		
Full-time equated unclassified positions	6.0	
Full-time equated classified positions	541.4	
GROSS APPROPRIATION	\$	108,398,800
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		35,083,600
ADJUSTED GROSS APPROPRIATIONS		73,315,200

For Fiscal Year
Ending Sept. 30,
2022

Federal revenues:		
Total federal revenues	\$	9,868,400
Special revenue funds:		
Total local revenues		0
Total private revenues		0
State general fund/general purpose	\$	43,056,000
(2) ATTORNEY GENERAL OPERATIONS		
Full-time equated unclassified positions	6.0	
Full-time equated classified positions	541.4	
Attorney general	\$	112,500
Unclassified salaries—FTEs	5.0	853,400
Child support enforcement - personnel—FTEs	25.0	3,660,600
Operations—FTEs	498.4	96,025,900
Prosecuting attorneys coordinating council—FTEs	12.0	2,217,600
Public safety initiative—FTE	1.0	888,600
Sexual assault law enforcement—FTEs	5.0	1,457,500
GROSS APPROPRIATION	\$	105,216,100
Appropriated from:		
Interdepartmental grant revenues:		
IDG from MDOC		695,400
IDG from MDE		786,000
IDG from MDEGLE		2,123,600
IDG from MDHHS, human services		6,494,000
IDG from MDHHS, health policy		311,100
IDG from MDHHS, medical services administration		730,000
IDG from MDHHS, WIC		352,600
IDG from MDIFS, financial and insurance services		1,212,000
IDG from MDLEO, Michigan occupational safety and health administration		199,500
IDG from MDLEO, workforce development agency		95,300
IDG from Michigan state housing development authority		1,221,200
IDG from Michigan strategic fund		191,400
IDG from MDLARA, fireworks safety fund		86,800
IDG from MDLARA, health professions		3,217,800
IDG from MDLARA, licensing and regulation fees		763,700
IDG from MDLARA, bureau of marijuana regulatory agency		1,462,700
IDG from MDLARA, remonumentation fees		112,600
IDG from MDLARA, securities fees		740,800
IDG from MDLARA, unlicensed builders		1,123,900
IDG from MDTMB		1,278,800
IDG from MDTMB, civil service commission		325,700
IDG from MDTMB, risk management revolving fund		1,340,500
IDG from MDMVA		175,200
IDG from MDOS, children's protection registry		45,000
IDG from MDOT, comprehensive transportation fund		107,600
IDG from MDOT, state aeronautics fund		188,200
IDG from MDOT, state trunkline fund		2,123,200
IDG from MDSP		275,600
IDG from treasury		7,303,400
Federal revenues:		
DAG, state administrative match grant/food stamps		137,000
Federal funds		3,302,300
HHS, medical assistance, medigant		402,600
HHS-OS, state Medicaid fraud control units		5,905,300
National criminal history improvement program		121,200

For Fiscal Year
Ending Sept. 30,
2022

Special revenue funds:		
Antitrust enforcement collections	\$	807,900
Attorney general's operations fund		1,118,200
Auto repair facilities fees		349,300
Franchise fees		405,900
Game and fish protection fund		654,900
Human trafficking commission fund		170,000
Lawsuit settlement proceeds fund		2,636,900
Liquor purchase revolving fund		1,558,900
Michigan merit award trust fund		524,000
Michigan employment security act - administrative fund		2,375,300
Michigan state waterways fund		146,400
Mobile home code fund		262,800
Prisoner reimbursement		552,600
Prosecuting attorneys training fees		419,600
Public utility assessments		2,095,100
Reinstatement fees		272,000
Retirement funds		1,110,300
Second injury fund		634,800
Self-insurers security fund		390,800
Silicosis and dust disease fund		112,000
State building authority revenue		129,900
State casino gaming fund		1,880,400
State lottery fund		368,100
Utility consumer representation fund		1,027,800
Worker's compensation administrative revolving fund		386,900
State general fund/general purpose	\$	39,873,300
(3) INFORMATION TECHNOLOGY		
Information technology services and projects	\$	1,622,700
GROSS APPROPRIATION	\$	1,622,700
Appropriated from:		
State general fund/general purpose	\$	1,622,700
(4) ONE-TIME APPROPRIATIONS		
Address confidentiality program	\$	500,000
NextGen case and document management system		1,060,000
GROSS APPROPRIATION	\$	1,560,000
Appropriated from:		
State general fund/general purpose	\$	1,560,000
Sec. 103. DEPARTMENT OF CIVIL RIGHTS		
(1) APPROPRIATION SUMMARY		
Full-time equated unclassified positions	6.0	
Full-time equated classified positions	109.0	
GROSS APPROPRIATION	\$	17,834,100
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		298,900
ADJUSTED GROSS APPROPRIATIONS	\$	17,535,200
Federal revenues:		
Total federal revenues		2,850,700
Special revenue funds:		
Total local revenues		0
Total private revenues		18,700
Total other state restricted revenues		58,500
State general fund/general purpose	\$	14,607,300

For Fiscal Year
Ending Sept. 30,
2022

(2) CIVIL RIGHTS OPERATIONS			
Full-time equated unclassified positions	6.0		
Full-time equated classified positions	109.0		
Unclassified salaries—FTEs	6.0	\$	747,400
Complaint investigation and enforcement—FTEs	40.0		6,297,400
Division on deaf, deaf/blind, and hard of hearing—FTEs	6.0		733,800
Executive office—FTEs	23.0		2,938,800
Law and policy—FTEs	28.0		2,940,400
Museums support			1,500,000
Public affairs—FTEs	12.0		1,674,500
GROSS APPROPRIATION		\$	16,832,300
Appropriated from:			
Interdepartmental grant revenues:			
IDG from DTMB			298,900
Federal revenues:			
EEOC, state and local antidiscrimination agency contracts			1,233,100
HUD, grant			1,602,600
Special revenue funds:			
Private revenues			18,700
State restricted revenues			58,500
State general fund/general purpose		\$	13,620,500
(3) INFORMATION TECHNOLOGY			
Information technology services and projects		\$	751,800
GROSS APPROPRIATION		\$	751,800
Appropriated from:			
Federal revenues:			
EEOC, state and local antidiscrimination agency contracts			15,000
State general fund/general purpose		\$	736,800
(4) ONE-TIME APPROPRIATIONS			
Crimes of discrimination and discrimination awareness outreach		\$	250,000
GROSS APPROPRIATION		\$	250,000
Appropriated from:			
State general fund/general purpose		\$	250,000
Sec. 104. EXECUTIVE OFFICE			
(1) APPROPRIATION SUMMARY			
Full-time equated unclassified positions	10.0		
Full-time equated classified positions	79.2		
GROSS APPROPRIATION		\$	7,318,600
Interdepartmental grant revenues:			
Total interdepartmental grants and intradepartmental transfers			0
ADJUSTED GROSS APPROPRIATIONS		\$	7,318,600
Federal revenues:			
Total federal revenues			0
Special revenue funds:			
Total local revenues			0
Total private revenues			0
Total other state restricted revenues			0
State general fund/general purpose		\$	7,318,600
(2) EXECUTIVE OFFICE			
Full-time equated unclassified positions	10.0		
Full-time equated classified positions	79.2		
Unclassified salaries—FTEs	8.0	\$	1,401,000
Governor			159,300

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Lieutenant governor		\$	111,600
Executive office—FTEs	79.2		5,646,700
GROSS APPROPRIATION		\$	7,318,600
Appropriated from:			
State general fund/general purpose		\$	7,318,600
Sec. 105. LEGISLATURE			
(1) APPROPRIATION SUMMARY			
GROSS APPROPRIATION		\$	213,762,800
Interdepartmental grant revenues:			
Total interdepartmental grants and intradepartmental transfers			6,345,200
ADJUSTED GROSS APPROPRIATIONS		\$	207,417,600
Federal revenues:			
Total federal revenues			0
Special revenue funds:			
Total local revenues			0
Total private revenues			406,000
Total other state restricted revenues			6,877,300
State general fund/general purpose		\$	200,134,300
(2) LEGISLATURE			
Senate		\$	43,286,600
Senate automated data processing			2,772,600
Senate fiscal agency			4,111,200
House of representatives			63,843,700
House automated data processing			2,772,600
House fiscal agency			4,111,200
GROSS APPROPRIATION		\$	120,897,900
Appropriated from:			
State general fund/general purpose		\$	120,897,900
(3) LEGISLATIVE COUNCIL			
Legislative corrections ombudsman		\$	1,022,000
Legislative council			14,061,300
Legislative service bureau automated data processing			3,222,100
Michigan veterans facility ombudsman			319,900
National association dues			610,800
Worker's compensation			153,700
Independent citizens redistricting commission			3,108,900
GROSS APPROPRIATION		\$	22,498,700
Appropriated from:			
State general fund/general purpose		\$	22,498,700
(4) LEGISLATIVE RETIREMENT SYSTEM			
General nonretirement expenses		\$	5,451,200
GROSS APPROPRIATION		\$	5,451,200
Appropriated from:			
Special revenue funds:			
Court fee fund			1,268,500
State general fund/general purpose		\$	4,182,700
(5) PROPERTY MANAGEMENT			
Binsfeld Office Building		\$	8,562,800
Cora Anderson Building			12,550,600
GROSS APPROPRIATION		\$	21,113,400
Appropriated from:			
State general fund/general purpose		\$	21,113,400

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(6) STATE CAPITOL HISTORIC SITE		
Bond/lease obligations	\$	100
General operations		5,706,400
Restoration, renewal, and maintenance		3,438,300
GROSS APPROPRIATION	\$	9,144,800
Appropriated from:		
Special revenue funds:		
Private - gifts and bequests revenues		406,000
Capitol historic site fund		3,438,300
State general fund/general purpose	\$	5,300,500
(7) OFFICE OF THE AUDITOR GENERAL		
Unclassified salaries	\$	376,300
Field operations		26,738,300
GROSS APPROPRIATION	\$	27,114,600
Appropriated from:		
Interdepartmental grant revenues:		
IDG from LEO, self-insurers security fund		88,700
IDG from MDHHS, human services		34,000
IDG from MDLARA, liquor purchase revolving fund		106,600
IDG from MDMVA, Michigan veterans facility authority		54,400
IDG from MDOT, comprehensive transportation fund		43,200
IDG from MDOT, Michigan transportation fund		350,200
IDG from MDOT, state aeronautics fund		33,800
IDG from MDOT, state trunkline fund		813,500
IDG from MDSP, Michigan justice training commission fund		45,400
IDG from MDTMB, office of retirement services		866,800
IDG from treasury, Michigan finance authority		321,900
IDG from Michigan economic development corporation		125,500
IDG from Michigan strategic fund		203,900
IDG, commercial mobile radio system emergency telephone fund		40,800
IDG, contract audit administration fees		69,100
IDG, deferred compensation funds		100,600
IDG, Emp Ben Div Postemployment Life Insurance Benefit		20,900
IDG, legislative retirement system		31,900
IDG, Michigan education trust fund		67,000
IDG, other restricted funding sources		85,000
IDG, single audit act		2,842,000
Special revenue funds:		
21st century jobs fund		106,900
Brownfield development fund		31,300
Clean Michigan initiative implementation bond fund		60,500
Game and fish protection fund		34,800
MDTMB, civil service commission		184,300
Michigan state housing development authority fees		126,000
Michigan state waterways fund		12,600
Michigan veterans' trust fund		2,000
Michigan veteran's facility authority income and assessments		23,000
Motor transport revolving fund		8,100
Office services revolving fund		11,200
State disbursement unit, office of child support		63,600
State services fee fund		1,506,200
State general fund/general purpose	\$	18,598,900

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(8) ONE-TIME APPROPRIATIONS		
Legislative IT design special project	\$	7,542,200
GROSS APPROPRIATION	\$	7,542,200
Appropriated from:		
State general fund/general purpose	\$	7,542,200
Sec. 106. DEPARTMENT OF STATE		
(1) APPROPRIATION SUMMARY		
Full-time equated unclassified positions	6.0	
Full-time equated classified positions	1,586.0	
GROSS APPROPRIATION	\$	252,164,300
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		20,000,000
ADJUSTED GROSS APPROPRIATIONS	\$	232,164,300
Federal revenues:		
Total federal revenues		1,460,000
Special revenue funds:		
Total local revenues		0
Total private revenues		50,100
Total other state restricted revenues		218,218,600
State general fund/general purpose	\$	12,435,600
(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT		
Full-time equated unclassified positions	6.0	
Full-time equated classified positions	130.0	
Secretary of state	\$	112,500
Unclassified salaries—FTEs	5.0	711,800
Executive direction—FTEs	30.0	4,779,200
Operations—FTEs	100.0	24,537,100
Property management		9,902,600
Worker's compensation		122,900
GROSS APPROPRIATION	\$	40,166,100
Appropriated from:		
Special revenue funds:		
Abandoned vehicle fees		239,800
Auto repair facilities fees		129,400
Children's protection registry fund		270,700
Driver fees		2,452,100
Driver improvement course fund		308,200
Enhanced driver license and enhanced official state personal identification card fund		2,015,800
Parking ticket court fines		429,900
Personal identification card fees		288,100
Reinstatement fees - operator licenses		532,500
Scrap tire fund		78,600
Transportation administration collection fund		28,482,500
Transportation administration support fund		4,001,600
State general fund/general purpose	\$	936,900
(3) LEGAL SERVICES		
Full-time equated classified positions	158.0	
Operations—FTEs	158.0	\$ 21,508,100
GROSS APPROPRIATION	\$	21,508,100
Appropriated from:		
Special revenue funds:		
Auto repair facilities fees		3,047,300

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Driver fees		\$	1,587,800
Enhanced driver license and enhanced official state personal identification card fund			2,722,700
Reinstatement fees - operator licenses			950,700
Transportation administration collection fund			9,775,700
Transportation administration support fund			1,373,400
Vehicle theft prevention fees			1,102,500
State general fund/general purpose		\$	948,000
(4) CUSTOMER DELIVERY SERVICES			
Full-time equated classified positions	1,253.0		
Branch operations—FTEs	916.0	\$	91,785,500
Central operations—FTEs	335.0		49,313,500
Motorcycle safety education administration—FTEs	2.0		647,600
Motorcycle safety education grants			2,100,000
Organ donor program			129,100
GROSS APPROPRIATION		\$	143,975,700
Appropriated from:			
Interdepartmental grant revenues:			
IDG from MDOT, Michigan transportation fund			20,000,000
Federal revenues:			
DOT			860,000
OHSP			600,000
Special revenue funds:			
Private funds			100
Thomas Daley gift of life fund			50,000
Abandoned vehicle fees			450,900
Auto repair facilities fees			763,700
Child support clearance fees			363,600
Driver education provider and instructor fund			75,000
Driver fees			22,074,100
Driver improvement course fund			1,219,800
Enhanced driver license and enhanced official state personal identification card fund			10,814,200
Expedient service fees			2,921,500
Marine safety fund			1,549,400
Michigan state police auto theft fund			123,000
Mobile home commission fees			507,500
Motorcycle safety and education awareness fund			300,000
Motorcycle safety fund			2,147,600
Off-road vehicle title fees			170,700
Parking ticket court fines			1,640,000
Personal identification card fees			2,375,600
Recreation passport fee			1,000,000
Reinstatement fees - operator licenses			1,414,500
Snowmobile registration fee revenue			390,000
State lottery fund			1,015,800
Transportation administration collection fund			60,081,400
Transportation administration support fund			8,441,000
Vehicle theft prevention fees			786,000
State general fund/general purpose		\$	1,840,300
(5) ELECTION REGULATION			
Full-time equated classified positions	45.0		
County clerk education and training fund		\$	100,000

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Election administration and services—FTEs	45.0	\$	7,459,700
Fees to local units			109,800
GROSS APPROPRIATION		\$	7,669,500
Appropriated from:			
Special revenue funds:			
Notary education and training fund			100,000
Notary fee fund			343,500
State general fund/general purpose		\$	7,226,000
(6) INFORMATION TECHNOLOGY			
Information technology services and projects		\$	38,844,900
GROSS APPROPRIATION		\$	38,844,900
Appropriated from:			
Special revenue funds:			
Administrative order processing fee			11,700
Auto repair facilities fees			128,800
Driver fees			784,200
Enhanced driver license and enhanced official state personal identification card fund			347,400
Expedient service fees			1,092,500
Parking ticket court fines			88,600
Personal identification card fees			172,600
Reinstatement fees - operator licenses			589,900
Transportation administration collection fund			29,780,500
Transportation administration support fund			4,184,000
Vehicle theft prevention fees			180,300
State general fund/general purpose		\$	1,484,400
Sec. 107. DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND BUDGET			
(1) APPROPRIATION SUMMARY			
Full-time equated unclassified positions	6.0		
Full-time equated classified positions	3,141.0		
GROSS APPROPRIATION		\$	1,701,869,800
Interdepartmental grant revenues:			
Total interdepartmental grants and intradepartmental transfers			1,057,210,900
ADJUSTED GROSS APPROPRIATIONS		\$	644,658,900
Federal revenues:			
Federal funds			5,129,800
Special revenue funds:			
Total local revenues			2,328,700
Total private revenues			134,700
Total other state restricted revenues			121,020,600
State general fund/general purpose		\$	516,045,100
(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT			
Full-time equated unclassified positions	6.0		
Full-time equated classified positions	859.5		
Unclassified salaries—FTEs	6.0	\$	975,000
Administrative services—FTEs	173.5		26,156,400
Budget and financial management—FTEs	178.0		40,880,000
Building operation services—FTEs	255.0		95,451,500
Bureau of labor market information and strategies—FTEs	44.0		5,889,900
Business support services—FTEs	104.0		13,471,100
Design and construction services—FTEs	40.0		6,870,600
Executive operations—FTEs	12.0		2,460,900

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Office of the state employer—FTEs	14.0	\$	1,723,300
Motor vehicle fleet—FTEs	39.0		82,017,200
Property management			8,529,100
GROSS APPROPRIATION		\$	284,425,000
Appropriated from:			
Interdepartmental grant revenues:			
IDG from accounting service centers user charges			6,255,500
IDG from building occupancy and parking charges			96,077,000
IDG from MDLARA			100,000
IDG from motor transport fund			82,017,200
IDG from MDHHS, community health			506,000
IDG from MDHHS, human services			234,300
IDG from user fees			6,960,300
IDG from technology user fees			11,152,900
Federal revenues:			
Federal funds			5,129,800
Special revenue funds:			
Local - MPSCS subscriber and maintenance fees			17,100
Local funds			35,000
Private funds			134,700
Health management funds			423,300
Other agency charges			1,256,400
SIGMA user fees			2,379,700
Special revenue, internal service, and pension trust funds			19,116,700
State restricted indirect funds			3,160,200
State general fund/general purpose		\$	49,468,900
(3) TECHNOLOGY SERVICES			
Full-time equated classified positions	1,641.5		
Education services—FTEs	33.0	\$	4,871,900
Enterprise identity management—FTEs	17.0		9,693,200
General services—FTEs	356.5		132,585,700
Health and human services—FTEs	656.5		585,504,200
Homeland security initiative/cyber security—FTEs	25.0		14,149,200
Information technology investment fund			35,000,000
Michigan public safety communications system—FTEs	137.0		48,583,200
Public protection—FTEs	162.5		64,161,900
Resources services—FTEs	154.5		21,967,700
Transportation services—FTEs	99.5		38,983,400
GROSS APPROPRIATION		\$	955,500,400
Appropriated from:			
Interdepartmental grant revenues:			
IDG from technology user fees			848,074,800
Special revenue funds:			
Local - MPSCS subscriber and maintenance fees			2,276,600
State general fund/general purpose		\$	105,149,000
(4) STATEWIDE APPROPRIATIONS			
Professional development fund - AFSCME		\$	50,000
Professional development fund - MPE, SEIU, scientific and engineering unit			100,000
Professional development fund - MPE, SEIU, technical unit			50,000
Professional development fund - NEREs			200,000
Professional development fund - UAW			700,000
GROSS APPROPRIATION		\$	1,100,000

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Appropriated from:		
Interdepartmental grant revenues:		
IDG from employer contributions	\$	1,100,000
State general fund/general purpose	\$	0
(5) SPECIAL PROGRAMS		
Full-time equated classified positions	181.0	
Office of children's ombudsman—FTEs	14.0	\$ 2,121,900
Property management executive/legislative		1,279,700
Retirement services—FTEs	167.0	25,772,000
GROSS APPROPRIATION	\$	29,173,600
Appropriated from:		
Deferred compensation		
		3,200,000
Pension trust funds		
		22,479,000
State general fund/general purpose	\$	3,494,600
(6) STATE BUILDING AUTHORITY RENT		
State building authority rent - community colleges	\$	32,681,600
State building authority rent - state agencies		68,293,700
State building authority rent - universities		130,595,300
GROSS APPROPRIATION	\$	231,570,600
Appropriated from:		
State general fund/general purpose	\$	231,570,600
(7) CIVIL SERVICE COMMISSION		
Full-time equated classified positions	459.0	
Agency services—FTEs	115.0	\$ 17,416,600
Employee benefits—FTEs	25.0	7,821,100
Executive direction—FTEs	45.0	10,464,200
Human resources operations—FTEs	274.0	35,258,400
Information technology services and projects		3,625,200
GROSS APPROPRIATION	\$	74,585,500
Appropriated from:		
Special revenue funds:		
State restricted funds 1%		30,307,200
State restricted indirect funds		9,200,200
State sponsored group insurance		10,998,800
State general fund/general purpose	\$	24,079,300
(8) CAPITAL OUTLAY		
Enterprisewide special maintenance for state facilities	\$	28,000,000
Major special maintenance, remodeling, and addition for state agencies		3,800,000
GROSS APPROPRIATION	\$	31,800,000
Appropriated from:		
Interdepartmental grant revenues:		
IDG from building occupancy charges		3,800,000
State general fund/general purpose	\$	28,000,000
(9) INFORMATION TECHNOLOGY		
Information technology services and projects	\$	35,614,700
GROSS APPROPRIATION	\$	35,614,700
Appropriated from:		
Interdepartmental grant revenues:		
IDG from building occupancy and parking charges		723,200
IDG from user fees		209,700
Special revenue funds:		
Deferred compensation		2,600
SIGMA user fees		2,694,500

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Pension trust funds	\$	11,011,600
Special revenue, internal service, and pension trust funds		2,706,500
State restricted indirect funds		2,083,900
State general fund/general purpose	\$	16,182,700
(10) ONE-TIME APPROPRIATIONS		
Advanced persistent cyber threats	\$	20,000,000
Business incentive study		1,000,000
Energy efficiency revolving fund		5,000,000
Information technology investment fund		15,000,000
Legal services funding		12,300,000
Longitudinal data system		2,750,000
Michigan-Indiana border survey		500,000
State innovation waiver actuarial study		250,000
Statewide PPE stockpile procurement		1,000,000
Vendor data tracking		300,000
GROSS APPROPRIATION	\$	58,100,000
Appropriated from:		
State general fund/general purpose	\$	58,100,000
Sec. 108. DEPARTMENT OF TREASURY		
(1) APPROPRIATION SUMMARY		
Full-time equated unclassified positions	10.0	
Full-time equated classified positions	1,924.5	
GROSS APPROPRIATION	\$	2,179,035,200
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		13,073,500
ADJUSTED GROSS APPROPRIATIONS	\$	2,165,961,700
Federal revenues:		
Total federal revenues		27,361,400
Special revenue funds:		
Total local revenues		13,032,000
Total private revenues		31,000
Total other state restricted revenues		1,860,026,100
State general fund/general purpose	\$	265,511,200
(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT		
Full-time equated unclassified positions	10.0	
Full-time equated classified positions	442.5	
Unclassified salaries—FTEs	10.0	\$ 1,126,500
Department services—FTEs	75.0	9,192,000
Executive direction and operations—FTEs	64.5	9,022,900
Office of accounting services—FTEs	29.0	3,521,500
Collections services bureau—FTEs	206.0	29,909,200
Office of financial services—FTEs	40.0	5,015,500
Property management		6,882,000
Unclaimed property—FTEs	28.0	5,000,900
Worker's compensation		170,400
GROSS APPROPRIATION	\$	69,840,900
Appropriated from:		
Interdepartmental grant revenues:		
IDG, data/collection services fees		339,100
IDG, accounting service center user charges		395,900
IDG, MDHHS, title IV-D		805,700
IDG, levy/warrant cost assessment fees		3,729,700
IDG, state agency collection fees		4,506,100

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Federal revenues:		
DED-OPSE, federal lenders allowance	\$	486,600
DED-OPSE, higher education act of 1995 insured loans		527,700
Special revenue funds:		
Delinquent tax collection revenue		35,249,400
Escheats revenue		5,000,900
Garnishment fees		2,762,600
Justice system fund		450,200
Marihuana regulation fund		1,291,800
Marihuana regulatory fund		193,900
MFA, bond and loan program revenue		649,700
State lottery fund		309,500
State restricted indirect funds		288,900
State services fee fund		352,300
Treasury fees		47,200
State general fund/general purpose	\$	12,453,700
(3) LOCAL GOVERNMENT PROGRAMS		
Full-time equated classified positions	106.0	
Local finance—FTEs	18.0	\$ 2,473,000
Michigan infrastructure council—FTEs	3.0	3,845,900
Property tax assessor training—FTE	1.0	1,047,500
Supervision of the general property tax law—FTEs	84.0	17,764,300
GROSS APPROPRIATION	\$	25,130,700
Appropriated from:		
Interdepartmental grant revenues:		
IDG from MDOT, Michigan transportation fund		249,100
Special revenue funds:		
Local - assessor training fees		1,047,500
Local - audit charges		602,800
Local - equalization study chargeback		40,000
Local - revenue from local government		100,000
Delinquent tax collection revenue		1,560,500
Land reutilization fund		2,059,300
Municipal finance fees		566,300
State general fund/general purpose	\$	18,905,200
(4) TAX PROGRAMS		
Full-time equated classified positions	753.0	
Bottle act implementation		\$ 250,000
Home heating assistance		3,099,200
Insurance provider assessment program—FTEs	13.0	2,181,700
Office of revenue and tax analysis—FTEs	21.0	3,964,600
Tax and economic policy—FTEs	43.0	9,022,900
Tax compliance—FTEs	318.0	45,216,400
Tax processing—FTEs	347.0	42,267,800
Tobacco tax enforcement—FTEs	11.0	1,542,100
GROSS APPROPRIATION	\$	107,544,700
Appropriated from:		
Interdepartmental grant revenues:		
IDG from MDOT, Michigan transportation fund		2,355,500
IDG from MDOT, State aeronautics fund		72,200
Federal revenues:		
HHS-SSA, low-income energy assistance		3,099,200

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Special revenue funds:		
Bottle deposit fund	\$	250,000
Brownfield development fund		213,500
Delinquent tax collection revenue		73,550,300
Insurance provider fund		2,181,700
Marihuana regulation fund		2,331,100
Marihuana regulatory fund		119,300
Tobacco tax revenue		4,196,900
Michigan state waterways fund		107,100
State general fund/general purpose	\$	19,067,900
(5) FINANCIAL PROGRAMS		
Full-time equated classified positions	167.0	
Dual enrollment payments	\$	3,000,000
Investments—FTEs	81.0	21,836,100
John R. Justice grant program		288,100
State and authority finance—FTEs	19.0	4,533,200
Student financial assistance programs—FTEs	67.0	25,166,500
GROSS APPROPRIATION	\$	54,823,900
Appropriated from:		
Interdepartmental grant revenues:		
IDG, fiscal agent service fees		212,900
Federal revenues:		
DED-OPSE, federal lenders allowance		3,342,200
DED-OPSE, higher education act of 1995 insured loans		19,003,300
John R. Justice grant		288,100
Special revenue funds:		
Defined contribution administrative fee revenue		300,000
MFA, bond and loan program revenue		2,797,900
Michigan merit award trust fund		1,216,300
Retirement funds		18,483,700
School bond fees		897,500
Treasury fees		3,275,400
State general fund/general purpose	\$	5,006,600
(6) DEBT SERVICE		
Clean Michigan initiative	\$	23,771,000
Great Lakes water quality bond		71,983,000
Quality of life bond		3,310,000
GROSS APPROPRIATION	\$	99,064,000
Appropriated from:		
State general fund/general purpose	\$	99,064,000
(7) GRANTS		
Convention facility development distribution	\$	107,887,900
Emergency 911 payments		48,800,000
Health and safety fund grants		1,500,000
Recreational marihuana grants		30,000,000
Senior citizen cooperative housing tax exemption program		11,271,400
Wrongful imprisonment compensation fund		10,000,000
GROSS APPROPRIATION	\$	209,459,300
Appropriated from:		
Special revenue funds:		
Convention facility development fund		107,887,900
Emergency 911 fund		48,800,000
Health and safety fund		1,500,000

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Marihuana regulation fund		\$	30,000,000
State general fund/general purpose		\$	21,271,400
(8) BUREAU OF STATE LOTTERY			
Full-time equated classified positions	200.0		
Lottery information technology services and projects		\$	5,376,400
Lottery operations—FTEs	200.0		28,291,500
GROSS APPROPRIATION		\$	33,667,900
Appropriated from:			
Special revenue funds:			
State lottery fund			33,667,900
State general fund/general purpose		\$	0
(9) MICHIGAN GAMING CONTROL BOARD			
Full-time equated classified positions	181.0		
Casino gaming control operations—FTEs	151.0	\$	29,826,700
Gaming information technology services and projects			3,480,200
Horse racing—FTEs	10.0		2,095,200
Michigan gaming control board			50,000
Millionaire party regulation—FTEs	20.0		3,109,700
GROSS APPROPRIATION		\$	38,561,800
Appropriated from:			
Special revenue funds:			
Casino gambling agreements			996,800
Equine development fund			2,213,400
Fantasy contest fund			498,400
Internet gaming fund			2,568,400
Internet sports betting fund			2,368,600
Laboratory fees			410,600
State lottery fund			3,109,700
State services fee fund			26,395,900
State general fund/general purpose		\$	0
(10) PAYMENTS IN LIEU OF TAXES			
Commercial forest reserve		\$	3,368,100
Purchased lands			9,971,100
Swamp and tax reverted lands			16,836,200
GROSS APPROPRIATION		\$	30,175,400
Appropriated from:			
Special revenue funds:			
Private funds			31,000
Game and fish protection fund			3,378,900
Michigan natural resources trust fund			2,540,800
Michigan state waterways fund			293,100
State general fund/general purpose		\$	23,931,600
(11) REVENUE SHARING			
City, village, and township revenue sharing		\$	266,245,100
Constitutional state general revenue sharing grants			912,040,500
County incentive program			43,418,800
County revenue sharing			188,097,900
Financially distressed cities, villages, or townships			2,500,000
GROSS APPROPRIATION		\$	1,412,302,300
Appropriated from:			
Special revenue funds:			
Sales tax			1,412,302,300
State general fund/general purpose		\$	0

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(12) STATE BUILDING AUTHORITY			
Full-time equated classified positions	3.0		
State building authority—FTEs	3.0	\$	754,300
GROSS APPROPRIATION		\$	754,300
Appropriated from:			
Special revenue funds:			
State building authority revenue			754,300
State general fund/general purpose		\$	0
(13) CITY INCOME TAX ADMINISTRATION PROGRAM			
Full-time equated classified positions	72.0		
City income tax administration program—FTEs	72.0	\$	9,989,800
GROSS APPROPRIATION		\$	9,989,800
Appropriated from:			
Special revenue funds:			
Local - city income tax fund			9,989,800
State general fund/general purpose		\$	0
(14) INFORMATION TECHNOLOGY			
Treasury operations information technology services and projects		\$	43,687,200
GROSS APPROPRIATION		\$	43,687,200
Appropriated from:			
Interdepartmental grant revenues:			
IDG from MDOT, Michigan transportation fund			407,300
Federal funds:			
DED-OPSE, federal lenders allowance			614,300
Special revenue funds:			
Local - city income tax fund			1,251,900
Delinquent tax collection revenue			17,937,900
Marihuana regulation fund			764,300
Retirement funds			801,900
Tobacco tax revenue			131,800
State general fund/general purpose		\$	21,777,800
(15) ONE-TIME APPROPRIATIONS			
Local first responder recruitment and training grants		\$	5,000,000
Flow-through entity tax implementation			4,600,000
NextGen infrastructure			16,000,000
Transportation administration support fund			18,000,000
Coronavirus relief local government grants reimbursement			433,000
GROSS APPROPRIATION		\$	44,033,000
Appropriated from:			
State general fund/general purpose		\$	44,033,000
Sec. 109. DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY			
(1) APPROPRIATION SUMMARY			
Full-time equated unclassified positions	35.5		
Full-time equated classified positions	2,553.4		
GROSS APPROPRIATION		\$	2,073,829,100
Interdepartmental grant revenues:			
Total interdepartmental grants and interdepartmental revenues			0
ADJUSTED GROSS APPROPRIATIONS		\$	2,073,829,100
Federal revenues:			
Total federal revenues			1,282,114,800
Special revenue funds:			
Total local revenues			10,900,000
Total private revenues			11,267,000

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Total other state restricted revenues	\$	273,502,700
State general fund/general purpose	\$	496,044,600
(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT		
Full-time equated unclassified positions	35.5	
Full-time equated classified positions	60.0	
Unclassified salaries—FTEs	35.5	\$ 4,319,400
Executive direction and operations—FTEs	60.0	10,063,000
Property management		6,189,400
GROSS APPROPRIATION	\$	20,571,800
Appropriated from:		
Federal revenues:		
DED, vocational rehabilitation and independent living		3,146,000
DOL, federal funds		3,207,700
DOL-ETA, unemployment insurance		2,428,400
DOL, occupational safety and health		714,000
Federal funds		2,500,000
Special revenue funds:		
Asbestos abatement fund		149,700
Corporation fees		1,664,500
Michigan state housing development authority fees and charges		621,600
Private occupational school license fees		55,100
Radiological health fees		284,200
Safety education and training fund		755,500
Second injury fund		272,400
Securities fees		1,849,300
Self-insurers security fund		150,000
Silicosis and dust disease fund		112,700
Worker's compensation administrative revolving fund		87,800
State general fund/general purpose	\$	2,572,900
(3) WORKFORCE DEVELOPMENT		
Full-time equated classified positions	231.0	
At-risk youth grants		\$ 4,750,000
High school equivalency-to-school program		250,000
Going pro		40,000,000
Graduation alliance		1,500,000
Michigan reconnect grant program—FTEs	12.0	55,000,000
Workforce program administration—FTEs	219.0	38,465,700
Workforce development programs		391,406,300
GROSS APPROPRIATION	\$	531,372,000
Appropriated from:		
Federal revenues:		
DAG, employment and training		4,000,400
DED-OESE, GEAR-UP		4,000,000
DED-OVAE, adult education		20,000,000
DED-OVAE, basic grants to states		19,000,000
DOL, federal funds		107,395,000
DOL-ETA, workforce investment act		173,488,600
Federal funds		12,515,200
Social security act, temporary assistance to needy families		63,698,800
Special revenue funds:		
Local revenues		500,000
Private funds		5,279,600
Contingent fund, penalty and interest		22,102,300

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Defaulted loan collection		\$	174,700
Talent investment fund			5,000,000
State general fund/general purpose		\$	94,217,400
(4) REHABILITATION SERVICES			
Full-time equated classified positions	668.0		
Bureau of services for blind persons—FTEs	113.0	\$	25,509,200
Centers for independent living			18,531,700
Michigan rehabilitation services—FTEs	555.0		134,227,900
Subregional libraries state aid			451,800
GROSS APPROPRIATION		\$	178,720,600
Appropriated from:			
Federal revenues:			
Federal funds			1,461,000
DED, vocational rehabilitation and independent living			126,173,600
Supplemental security income			8,588,600
Special revenue funds:			
Blind services, local			100,000
Local - vocational rehabilitation match			5,300,000
Blind services, private			111,800
Private - gifts, bequests, and donations			531,500
Michigan business enterprise program fund			350,000
Rehabilitation service fees			150,000
Second injury fund			38,300
State general fund/general purpose		\$	35,915,800
(5) EMPLOYMENT SERVICES			
Full-time equated classified positions	376.4		
Bureau of employment relations—FTEs	22.0	\$	4,431,700
Compensation settlement fund			820,000
First responder presumed coverage claims			4,000,000
Insurance funds administration—FTEs	23.0		4,711,800
Michigan occupational safety and health administration—FTEs	197.0		30,354,400
Office of global Michigan—FTEs	11.0		29,246,400
Private and occupational distance learning—FTEs	3.0		849,600
Radiation safety section—FTEs	21.4		3,414,900
Wage and hour program—FTEs	29.0		3,970,900
Worker's compensation board of magistrates—FTEs	10.0		2,238,000
Worker's disability compensation agency—FTEs	56.0		8,178,700
Worker's disability compensation appeals commission—FTEs	4.0		348,000
GROSS APPROPRIATION		\$	92,564,400
Appropriated from:			
Federal revenues:			
DOL, occupational safety and health			12,385,100
HHS, mammography quality standards			513,300
HHS, refugee assistance program fund			28,769,000
Special revenue funds:			
Asbestos abatement fund			829,100
Corporation fees			10,195,400
Distance education fund			362,800
First responder presumed coverage fund			4,000,000
Private occupational school license fees			486,800
Radiological health fees			2,901,600
Safety education and training fund			10,391,300
Second injury fund			2,386,700

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Securities fees		\$	10,532,700
Self-insurers security fund			1,622,100
Silicosis and dust disease fund			703,000
Worker's compensation administrative revolving fund			1,866,800
State general fund/general purpose		\$	4,618,700
(6) UNEMPLOYMENT INSURANCE AGENCY			
Full-time equated classified positions	744.0		
Unemployment insurance agency—FTEs	736.0	\$	293,439,200
Unemployment insurance agency - advocacy assistance			1,500,000
Unemployment insurance appeals commission—FTEs	8.0		4,384,900
Unemployment insurance benefit claims monitoring			4,000,000
GROSS APPROPRIATION		\$	303,324,100
Appropriated from:			
Federal revenues:			
DOL-ETA, unemployment insurance			276,589,200
Special revenue funds:			
Contingent fund, penalty and interest			22,734,900
State general fund/general purpose		\$	4,000,000
(7) COMMISSIONS			
Full-time equated classified positions	18.0		
Asian Pacific American affairs commission—FTE	1.0	\$	137,400
Commission on Middle Eastern American affairs—FTE	1.0		125,000
Hispanic/Latino commission of Michigan—FTE	1.0		295,100
Michigan community service commission—FTEs	14.0		11,831,500
Michigan women's commission—FTE	1.0		242,600
GROSS APPROPRIATION		\$	12,631,600
Appropriated from:			
Federal revenues:			
Federal funds			10,826,000
Special revenue funds:			
Private - gifts, bequests, and donations			44,100
State general fund/general purpose		\$	1,761,500
(8) INFORMATION TECHNOLOGY			
Information technology services and projects		\$	29,557,000
GROSS APPROPRIATION		\$	29,557,000
Appropriated from:			
Federal revenues:			
DED, vocational rehabilitation and independent living			3,141,200
DOL-ETA, unemployment insurance			22,867,300
DOL, occupational safety and health			373,100
Special revenue funds:			
Asbestos abatement fund			35,400
Corporation fees			290,000
Distance education fund			5,600
Private occupational school license fees			21,900
Radiological health fees			143,300
Safety education and training fund			404,200
Second injury fund			356,500
Securities fees			912,800
Self-insurers security fund			251,100
Silicosis and dust disease fund			70,800
State general fund/general purpose		\$	683,800

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(9) MICHIGAN STRATEGIC FUND			
Full-time equated classified positions	174.0		
Arts and cultural program		\$	11,000,000
Business attraction and community revitalization			100,000,000
Community college skilled trades equipment program			4,600,000
Community development block grants			62,000,000
Entrepreneurship ecosystem			15,650,000
Facility for rare isotope beams			7,300,000
Flint settlement debt service			35,000,000
Job creation services—FTEs	174.0		28,520,600
Lighthouse preservation program			307,500
ARP - Pure Michigan			20,000,000
Pure Michigan			20,000,000
GROSS APPROPRIATION		\$	304,378,100
Appropriated from:			
Federal revenues:			
HUD-CPD, community development block grant			64,773,300
Coronavirus state fiscal recovery fund			20,000,000
State historic preservation, national park service grants			1,900,000
NFAH-NEA, promotion of the arts, partnership agreement			1,050,000
Special revenue funds:			
Local promotion fund			5,000,000
Private - special project advances			200,000
Private - Michigan council for the arts fund			100,000
Private promotion fund			5,000,000
Contingent fund, penalty and interest			4,600,000
21st century jobs trust fund			75,000,000
Michigan lighthouse preservation fund			307,500
Michigan state housing development authority fees and charges			4,670,000
State brownfield redevelopment fund			1,175,000
State historic preservation office fees and charges			200,000
State general fund/general purpose		\$	120,402,300
(10) MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY			
Full-time equated classified positions	273.0		
Housing and rental assistance—FTEs	273.0	\$	46,699,600
MSHDA technology services and projects			3,694,000
Payments on behalf of tenants			166,860,000
Property management			3,497,100
GROSS APPROPRIATION		\$	220,750,700
Appropriated from:			
Federal revenues:			
HUD, lower income housing assistance			166,860,000
Special revenue funds:			
Michigan state housing development authority fees and charges			53,890,700
State general fund/general purpose		\$	0
(11) LAND BANK FAST TRACK AUTHORITY			
Full-time equated classified positions	9.0		
Land bank fast track authority—FTEs	9.0	\$	4,336,600
GROSS APPROPRIATION		\$	4,336,600
Appropriated from:			
Federal revenues:			
Federal revenues			1,000,000
Special revenue funds:			

		For Fiscal Year Ending Sept. 30, 2022
Land bank fast track fund	\$	3,336,600
State general fund/general purpose	\$	0
(12) ONE-TIME APPROPRIATIONS		
Legacy program - futures for frontliners		25,000,000
Reconnect and futures for frontliners wraparound services		6,000,000
Child care facilitator pilot project		2,500,000
Child savings accounts		2,000,000
Poverty task force - research and planning		1,000,000
Focus: HOPE		1,000,000
Statewide pre-apprenticeship program		8,000,000
Training center equipment grants		3,000,000
Rural jobs and capital investment		5,000,000
Michigan career and technical institute		23,750,000
Reentry employment support		660,000
Construction career center grant		1,000,000
College degree enhancement grant		1,800,000
Michigan infrastructure grants		48,020,200
ARP - Community revitalization and placemaking grants program		100,000,000
Michigan enhancement grants		146,892,000
GROSS APPROPRIATION	\$	375,622,200
Appropriated from:		
Federal revenues:		
Coronavirus state fiscal recovery fund		100,000,000
Federal revenues		18,750,000
Special revenue funds:		
Talent investment fund		25,000,000
State general fund/general purpose	\$	231,872,200

PART 2

PROVISIONS CONCERNING APPROPRIATIONS FOR FISCAL YEAR 2021-2022

GENERAL SECTIONS

Sec. 201. (1) Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2021-2022 is \$4,055,247,300.00 and state spending from state sources to be paid to local units of government for fiscal year 2021-2022 is \$1,722,658,300.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF STATE		
Fees to local units	\$	35,000
Motorcycle safety grants		1,308,800
Subtotal	\$	1,343,800
DEPARTMENT OF TREASURY		
Airport parking distribution pursuant to section 909	\$	27,000,000
City, village, and township revenue sharing		266,245,100
Constitutional state general revenue sharing grants		912,040,500
Convention facility development fund distribution		107,887,900
Coronavirus relief local government grants		433,000
County incentive program		43,418,800

		For Fiscal Year Ending Sept. 30, 2022
County revenue sharing payments	\$	188,097,900
Emergency 9-1-1 payments		48,800,000
Financially distressed cities, villages, or townships		2,500,000
Health and safety fund grants		1,500,000
Recreational marihuana grants		30,000,000
Payments in lieu of taxes		30,175,400
Senior citizen cooperative housing tax exemption		11,271,400
Subtotal	\$	1,669,370,000
DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY		
Going pro	\$	40,000,000
Workforce development programs		10,680,000
Michigan rehabilitation services		262,200
Michigan community service commission		2,300
Arts and cultural program		1,000,000
Subtotal	\$	51,944,500
TOTAL	\$	1,722,658,300

(2) Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources for fiscal year 2021-2022 is estimated at \$37,241,760,600.00 in the 2021-2022 appropriations acts and total state spending from state sources paid to local units of government for fiscal year 2021-2022 is estimated at \$21,931,695,600.00. The state-local proportion is estimated at 58.9% of total state spending from state sources.

(3) If payments to local units of government and state spending from state sources for fiscal year 2021-2022 are different than the amounts estimated in subsection (2), 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 2021-2022 to the senate and house of representatives standing committees on appropriations within 30 days after the final book-closing for fiscal year 2021-2022.

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

Sec. 203. As used in this part and part 1:

- (a) "ATM" means automated teller machine.
- (b) "COBRA" means the consolidated omnibus budget reconciliation act of 1985, Public Law 99-272, 100 Stat 82.
- (c) "DAG" means the United States Department of Agriculture.
- (d) "DED" means the United States Department of Education.
- (e) "DED-OESE" means the DED Office of Elementary and Secondary Education.
- (f) "DED-OPSE" means the DED Office of Postsecondary Education.
- (g) "DED-OVAE" means the DED Office of Vocational and Adult Education.
- (h) "DOE-OEERE" means the United States Department of Energy, Office of Energy Efficiency and Renewable Energy.
- (i) "DOL" means the United States Department of Labor.
- (j) "DOL-ETA" means the United States Department of Labor, Employment and Training Administration.
- (k) "EEOC" means the United States Equal Employment Opportunity Commission.
- (l) "FTE" means full-time equated.
- (m) "Fund" means the Michigan strategic fund.
- (n) "GEAR-UP" means gaining early awareness and readiness for undergraduate programs.
- (o) "GED" means a general educational development certificate.
- (p) "GF/GP" means general fund/general purpose.
- (q) "HHS" means the United States Department of Health and Human Services.
- (r) "HHS-OS" means the HHS Office of the Secretary.
- (s) "HHS-SSA" means the HHS Social Security Administration.
- (t) "HUD" means the United States Department of Housing and Urban Development.
- (u) "HUD-CPD" means the United States Department of Housing and Urban Development - Community Planning and Development.
- (v) "IDG" means interdepartmental grant.

- (w) "JCOS" means the joint capital outlay subcommittee.
- (x) "MAIN" means the Michigan administrative information network.
- (y) "MCL" means the Michigan Compiled Laws.
- (z) "MDE" means the Michigan department of education.
- (aa) "MDEGLE" means the Michigan department of environment, Great Lakes, and energy.
- (bb) "MDHHS" means the Michigan department of health and human services.
- (cc) "MDLARA" means the Michigan department of licensing and regulatory affairs.
- (dd) "MDLEO" means the Michigan department of labor and economic opportunity.
- (ee) "MDMVA" means the Michigan department of military and veterans affairs.
- (ff) "MDOT" means the Michigan department of transportation.
- (gg) "MDSF" means the Michigan department of state police.
- (hh) "MDTMB" means the Michigan department of technology, management, and budget.
- (ii) "MEDC" means the Michigan economic development corporation, which is the public body corporate created under section 28 of article VII of the state constitution of 1963 and the urban cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to 124.512, by contractual interlocal agreement effective April 5, 1999, between local participating economic development corporations formed under the economic development corporations act, 1974 PA 338, MCL 125.1601 to 125.1636, and the Michigan strategic fund.
- (jj) "MEGA" means the Michigan economic growth authority.
- (kk) "MFA" means the Michigan finance authority.
- (ll) "MPE" means the Michigan public employees.
- (mm) "MSF" means the Michigan strategic fund.
- (nn) "MSHDA" means the Michigan state housing development authority.
- (oo) "NERE" means nonexclusively represented employees.
- (pp) "NFAH-NEA" means the National Foundation of the Arts and the Humanities - National Endowment for the Arts.
- (qq) "PA" means public act.
- (rr) "PATH" means Partnership. Accountability. Training. Hope.
- (ss) "RFP" means a request for a proposal.
- (tt) "SEIU" means Service Employees International Union.
- (uu) "SIGMA" means statewide integrated governmental management applications.
- (vv) "WDA" means the workforce development agency.
- (ww) "WIC" means women, infants, and children.

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

Sec. 205. To the extent permissible under section 261 of the management and budget act, 1984 PA 431, MCL 18.1261, all of the following apply to funds appropriated in part 1:

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

Sec. 206. The department and agencies shall not take disciplinary action against an employee of the department or an agency within the department who is in the state classified civil service because the employee communicates with a member of the senate or house or a member's staff, unless the communication is prohibited by law and the department or agency taking disciplinary action is exercising its authority as provided by law.

Sec. 207. The department and agencies shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's or agency's budget. The report shall be submitted to the house and senate appropriations committees, the house and senate fiscal agencies, and the state budget office. The report shall include the following information:

- (a) The dates of each travel occurrence.

(b) The total transportation and related costs of each travel occurrence, including the proportion funded with state GF/GP revenues, the proportion funded with state restricted revenues, the proportion funded with federal revenues, and the proportion funded with other revenues.

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

Sec. 209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total GF/GP appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end GF/GP appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 210. (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:

	2020	2021	2022
Michigan personal income (millions)	\$528,093	\$542,052	\$534,126
less: transfer payments	146,766	144,636	119,831
Subtotal	\$381,327	\$397,417	\$414,294
Divided by: Detroit Consumer Price			
Index for 12 months ending December 31	2.391	2.445	2.496
Equals: real adjusted Michigan			
personal income	\$159,492	\$162,529	\$166,011
Percentage change	N/A	1.9%	2.1%
Growth rate in excess of 2%?	N/A	0.0%	0.1%
Equals: countercyclical budget and			
economic stabilization fund pay-in			
calculation for the fiscal year ending			
September 30, 2022 (millions)	N/A	NO	NO
Growth rate less than 0%?	N/A	NO	NO
Equals: countercyclical budget and			
economic stabilization fund pay-out			
calculation for the fiscal year ending			
September 30, 2021 (millions)	N/A	NO	NO

(2) Notwithstanding subsection (1), there is appropriated for the fiscal year ending September 30, 2022, from GF/GP revenue for deposit into the countercyclical budget and economic stabilization fund the sum of \$0.00.

Sec. 211. The departments and agencies shall cooperate with the department of technology, management, and budget 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. 212. Within 14 days after the release of the executive budget recommendation, the departments and agencies receiving appropriations in part 1 shall provide to the state budget office information sufficient to provide the chairs of the senate and house of representatives standing committees on appropriations, the chairs of the senate and house of representatives standing committees on appropriations subcommittees on general government, 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 prior 2 fiscal years.

Sec. 213. The departments and agencies receiving appropriations in part 1 shall maintain, on a publicly accessible website, a department or agency scorecard that identifies, tracks, and regularly updates key metrics that are used to monitor and improve the department's or agency's performance.

Sec. 215. To the extent permissible under the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, the director of each department and agency receiving appropriations in part 1 shall take all reasonable steps to ensure businesses in deprived and depressed communities compete for and perform contracts to provide services or supplies, or both. Each director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 216. (1) On a quarterly basis, the departments and agencies receiving appropriations in part 1 shall report to the senate and house appropriations committees, the senate and house appropriations subcommittees on general government, and the senate and house fiscal agencies the following information:

(a) The number of FTEs in pay status by type of staff and civil service classification.

(b) A comparison by line item of the number of FTEs authorized from funds appropriated in part 1 to the actual number of FTEs employed by the department at the end of the reporting period.

(2) By March 1 of the current fiscal year, the departments or agencies shall report to the senate and house appropriations committees, the senate and house appropriations subcommittees on general government, and the senate and house fiscal agencies the following information:

(a) Number of employees that were engaged in remote work in 2021.

(b) Number of employees authorized to work remotely and the actual number of those working remotely in the current reporting period.

(c) Estimated net cost savings achieved by remote work.

(d) Reduced use of office space associated with remote work.

Sec. 217. Appropriations in part 1 shall, to the extent possible by the departments and agencies, not be expended until all existing work project authorization available for the same purposes is exhausted.

Sec. 218. If the state administrative board, acting under section 3 of 1921 PA 2, MCL 17.3, transfers funds from an amount appropriated under this article, the legislature may, by a concurrent resolution adopted by a majority of the members elected to and serving in each house, intertransfer funds within this article for the particular department, board, commission, officer, or institution.

Sec. 219. The departments and agencies receiving appropriations in part 1 shall receive and retain copies of all reports funded from appropriations in part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The department may electronically retain copies of reports unless otherwise required by federal and state guidelines.

Sec. 220. The departments and agencies receiving appropriations in part 1 shall report no later than April 1 on each specific policy change made to implement a public act affecting the department that took effect during the prior calendar year to the senate and house of representatives standing committees on appropriations subcommittees on general government, the joint committee on administrative rules, and the senate and house fiscal agencies.

Sec. 221. General fund appropriations in part 1 shall not be expended for items in cases where federal funding or private grant funding is available for the same expenditures.

Sec. 222. (1) From the funds appropriated in part 1, the departments and agencies shall do all of the following:

(a) Report to the house and senate appropriations committees, the house and senate fiscal agencies, the house and senate policy offices, and the state budget director any amounts of severance pay for a department director, deputy director, or other high-ranking department officials not later than 14 days after a severance agreement with the director or official is signed. The name of the director or official and the amount of severance pay must be included in the report required by this subdivision.

(b) Maintain an internet site that posts any severance pay in excess of 6 weeks of wages, regardless of the position held by the former department employee receiving severance pay.

(c) By February 1, report 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 director on the total amount of severance pay remitted to former department employees during the fiscal year ending September 30, 2021 and the total number of former department employees that were remitted severance pay during the fiscal year ending September 30, 2021.

(2) As used in this section, “severance pay” means compensation that is both payable or paid upon the termination of employment and in addition to either wages or benefits earned during the course of employment or generally applicable retirement benefits.

Sec. 224. 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.

Sec. 225. (1) Any department, agency, board, commission, or public officer that receives funding under part 1 shall not:

(a) Require as a condition of accessing any facility or receiving services that an individual provide proof that he or she has received a COVID-19 vaccine except as provided by federal law or as a condition of receiving federal Medicare or Medicaid funding.

(b) Produce, develop, issue, or require a COVID-19 vaccine passport.

(c) Develop a database or make any existing database publicly available to access an individual’s COVID-19 vaccine status by any person, company, or governmental entity.

(d) Require as a condition of employment that an employee or official provide proof that he or she has received a COVID-19 vaccine. This subdivision does not apply to any hospital, congregate care facility, or other medical facility or any hospital, congregate care facility, or other medical facility operated by a local subdivision that receives federal Medicare or Medicaid funding.

(2) A department, agency, board, commission, or public officer may not subject any individual to any negative employment consequence, retaliation, or retribution because of that individual’s COVID-19 vaccine status.

(3) Subsection (1) does not prohibit any person, department, agency, board, commission, or public officer from transmitting proof of an individual’s COVID-19 vaccine status to any person, company, or governmental entity, so long as the individual provides affirmative consent.

(4) If a department, agency, board, commission, subdivision, or official or public officer is required to establish a vaccine policy due to a federal mandate, it must provide exemptions to any COVID-19 vaccine policy to the following individuals:

(a) An individual for whom a physician certifies that a COVID-19 vaccine is or may be detrimental to the individual’s health or is not appropriate.

(b) An individual who provides a written statement to the effect that the requirements of the COVID-19 vaccine policy cannot be met because of religious convictions or other consistently held objection to immunization.

(5) As used in this section, “public officer” means a person appointed by the governor or another executive department official or an elected or appointed official of this state or a political subdivision of this state.

Sec. 229. (1) If the office of the auditor general has identified an initiative or made a recommendation that is related to savings and efficiencies in an audit report for an executive branch department or agency, the department or agency shall report within 6 months of the release of the audit on their efforts and progress made toward achieving the savings and efficiencies identified in the audit report. The report shall be submitted to the chairs of the senate and house of representatives standing committees on appropriations, the chairs of the senate and house of representatives standing committees with jurisdiction over matters relating to the department that is audited, and the senate and house fiscal agencies.

(2) If the office of the auditor general does not receive the required report regarding initiatives related to savings and efficiencies within the 6-month time frame, the office of the auditor general may charge noncompliant executive branch departments and agencies for the cost of performing a subsequent audit to ensure that the initiatives related to savings and efficiencies have been implemented.

Sec. 235. By April 1, the state budget director shall submit a report to the senate and house appropriations committees, the chairpersons of the relevant appropriations subcommittees, and the senate and house fiscal agencies. The report shall recommend a contingency plan for each federal funding source included in the state budget of \$10,000,000.00 or more in the event that the federal government reduces funding to the state through that source by 10% or greater.

Sec. 240. (1) Concurrently with the submission of the fiscal year 2022-2023 executive budget recommendations, the state budget office shall provide the senate and house appropriations committees, the chairpersons of the relevant appropriations subcommittees, the senate and house fiscal agencies, and the policy offices a report that lists each new program or program enhancement for which funds in excess of \$500,000.00 are appropriated in part 1 of each departmental appropriation act.

(2) By July 1 of the current fiscal year, the state budget director and the chairs of the senate and house appropriations committees shall identify new programs or program enhancements identified under subsection (1) for measurement using program-specific metrics, in addition to the metrics required under section 447 of the management and budget act, 1984 PA 431, MCL 18.1447.

(3) By September 30 of the next fiscal year, the state budget office shall provide a report on the specific metrics and the progress in meeting the estimated performance for each program identified under subsection (2) to the senate and house appropriations committees, the senate and house appropriations subcommittees on each state department, and the senate and house fiscal agencies and policy offices. It is the intent of the legislature that the governor consider the estimated performance of the new program or program enhancement as the basis for any increase in funds appropriated from the prior year.

DEPARTMENT OF ATTORNEY GENERAL

Sec. 301. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$750,000.00 for federal contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

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

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

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

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

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

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

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

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

Sec. 309. (1) From the prisoner reimbursement funds appropriated in part 1, the department may spend up to \$552,600.00 on activities related to the state correctional facility reimbursement act, 1935 PA 253, MCL 800.401 to 800.406. In addition to the funds appropriated in part 1, if the department collects in excess of \$1,131,000.00 in gross annual prisoner reimbursement receipts provided to the general fund, the excess, up to a maximum of \$1,000,000.00, is appropriated to the department of attorney general and may be spent on the representation of the department of corrections and its officers, employees, and agents, including, but not limited to, the defense of litigation against the state, its departments, officers, employees, or agents in civil actions filed by prisoners.

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

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

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

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

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

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

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

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

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

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

Sec. 314. (1) The department may spend the funds appropriated in part 1 from the lawsuit settlement proceeds fund for the costs of all associated expenses related to the declaration of emergency due to drinking water contamination up to \$2,636,900.00.

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

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

Sec. 315. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2022 are \$17,036,000.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at \$9,544,500.00. Total agency appropriations for retiree health care legacy costs are estimated at \$7,491,500.00.

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

- (a) To eliminate all county sexual assault kit backlogs across this state.
- (b) To assist local prosecutors with investigations and prosecutions of viable cases.
- (c) To provide victim services.

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

- (a) The number of sexual assault kits across this state that remain untested as of January 31.
- (b) A detailed work plan outlining the department's action plan to eliminate all outstanding sexual assault kits and the time frame for completion of testing of all untested sexual assault kits.
- (c) A detailed work and spending plan outlining anticipated litigation action and expenditures resulting from findings of the sexual assault kit testing. The report shall be submitted to the state budget office, the senate and house fiscal agencies, and the senate and house of representatives standing committees on appropriations subcommittees on general government.

(3) Any funds remaining after the department has met the obligations required under subsection (1) may be used for the purpose of retesting any previously tested sexual assault kits across this state using currently available DNA testing. Funds only may be used for DNA testing on previously tested kits that were not tested for DNA. If there are remaining untested sexual assault kits on January 31, 2022, funds appropriated in part 1 shall only be used for the testing of those kits.

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

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

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

- (a) All payments made from the wrongful imprisonment fund in each prior quarter of the fiscal year, and the total of those payments, including if each payment is part of a new settlement or part of an installment plan.
- (b) Total payments made from each prior fiscal year and the total of all payments to date.
- (c) Any settlements that have been decided but have yet to receive a payment.
- (d) The number of known cases seeking a settlement, but do not have a final judgment, and the dollar amount of each potential payment for these known cases, and the total of these payments.
- (e) The balance of the wrongful imprisonment fund at the end of the previous quarter.

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

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

(b) Enforce the laws of this state.

Sec. 321. Upon entering into a lawsuit against the federal government, either on this state's own accord or accompanied by other states, the department of attorney general must submit a written report of the lawsuit filing to the chairpersons of the house and senate appropriations subcommittees on general government. The report must describe the purpose of the lawsuit and include an estimate of all financial costs to this state for participating in the legal action.

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

(a) Catholic church investigation.

(b) Elder abuse task force.

(c) Conviction integrity unit.

(d) Opioid litigation.

(e) Hate crimes unit.

(f) Payroll fraud enforcement unit.

(g) PFAS contamination.

(h) Human trafficking.

(i) Robocall enforcement.

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

Sec. 323. From the funds appropriated in part 1 for a NextGen case and document management system, the Prosecuting Attorneys Coordinating Council shall continue to fund the replacement of the council's case and data management system.

Sec. 324. Not later than September 30, 2022, the department of attorney general must make available to the public on its website a report on the activities and findings, since April 1, 2019, of the payroll fraud enforcement unit. Information in the report must include, but is not limited to, a listing of each complaint received by the unit, what enforcement action, if any, was taken, and what complaints were not subject to any action being taken by the department. The report must also be submitted to the house and senate appropriations committees, the house and senate appropriations subcommittees on general government, the state budget office, and the house and senate fiscal agencies. In the event the payroll fraud enforcement unit requests another department or agency investigate the validity of a report received, or if they refer a complaint to another department or agency, the office of attorney general shall request those departments or agencies to report back on their findings so that the department of attorney general can comply with this section.

DEPARTMENT OF CIVIL RIGHTS

Sec. 401. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$1,000,000.00 for federal contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$375,000.00 for private contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 402. (1) In addition to the appropriations contained in part 1, the department of civil rights may receive and expend funds from local and private sources, up to a combined total of \$85,000.00, 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.
- (g) Staffing costs for all activities included in this subsection.
- (2) The department of civil rights shall annually report to the state budget director, the senate and house of representatives standing committees on appropriations, the chairpersons of the relevant appropriations subcommittees, and the senate and house fiscal agencies the amount of funds received and expended for purposes authorized under this section.

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

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

- (a) A detailed description of the department operations.
- (b) A detailed description of all subunits within the department, including FTE positions associated with each subunit, responsibilities of each subunit, and all revenues and expenditures for each subunit.
- (c) The number of complaints by type of complaint.
- (d) The average cost of, and time expended, investigating complaints.
- (e) The percentage of complaints that are meritorious and worthy of investigation or settlement and the percentage of complaints that have no merit.
- (f) A listing of amounts awarded to claimants.
- (g) Expenditures associated with complaint investigation and enforcement.
- (h) A listing of complaint investigations closed per FTE position for each of the past 5 years.
- (i) A listing of complaint evaluations completed per FTE position for each of the past 5 years.
- (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. 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. 410. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2022 are \$2,420,300.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at \$1,356,000.00. Total agency appropriations for retiree health care legacy costs are estimated at \$1,064,300.00.

Sec. 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 2010 federal decennial census.

(2) From the funds appropriated in part 1 for museums support, \$500,000.00 shall be awarded to an African-American museum in a city with a population greater than 600,000 according to the 2010 federal decennial census.

(3) From the funds appropriated in part 1 for 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 and in a city with a population between 79,000 and 80,000 according to the 2010 federal decennial census to expand educational access.

ONE-TIME APPROPRIATIONS

Sec. 412. From the funds appropriated for crimes of discrimination and discrimination awareness outreach in part 1, the department shall conduct outreach efforts to increase public awareness of violent criminal activity primarily motivated by discrimination and ethnic intimidation during the COVID-19 pandemic.

LEGISLATURE

Sec. 600. The senate, the house of representatives, or an agency within the legislative branch may receive, expend, and transfer funds in addition to those authorized in part 1.

Sec. 601. (1) Funds appropriated in part 1 to an entity within the legislative branch shall not be expended or transferred to another account without written approval of the authorized agent of the legislative entity. If the authorized agent of the legislative entity notifies the state budget director of its approval of an expenditure or transfer before the year-end book-closing date for that legislative entity, the state budget director shall immediately make the expenditure or transfer. The authorized legislative entity agency shall be designated by the speaker of the house of representatives for house entities, the senate majority leader for senate entities, and the legislative council for legislative council entities.

(2) Funds appropriated within the legislative branch, to a legislative council component, shall not be expended by any agency or other subgroup included in that component without the approval of the legislative council.

Sec. 602. The senate may charge rent and assess charges for utility costs. The amounts received for rent charges and utility assessments are appropriated to the senate for the renovation, operation, and maintenance of the Binsfeld Office Building.

Sec. 603. (1) From the appropriation contained in part 1 for national association dues, the first \$34,800.00 shall be paid to the National Conference of Commissioners of Uniform State Laws. The remaining funds shall be distributed accordingly by the legislative council.

(2) If any funds remain after all required dues payments have been made as specified in subsection (1), the Legislative Council may approve the use of up to \$10,000.00 to pay for the registration fees of any state employees who serve as board members to any of the national associations receiving state funds for annual dues to attend that national association's annual conference. If any of the \$10,000.00 remains after national board member's registration fees are paid, the remaining funds may be used to pay for the registration fees for any other state employees to attend the annual conference of any of the national associations receiving state funds for annual dues as prescribed in subsection (1).

Sec. 604. (1) The appropriation in part 1 to the Michigan state capitol historic site includes funds to operate the legislative parking facilities in the capitol area. The Michigan state capitol commission shall establish rules regarding the operation of the legislative parking facilities.

(2) The Michigan state capitol commission shall collect a fee from state employees and the general public using certain legislative parking facilities. The revenues received from the parking fees are appropriated upon receipt and shall be allocated by the Michigan state capitol commission.

Sec. 605. The unexpended funds appropriated in part 1 for the legislative council 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 publication of the Michigan manual.
- (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, 2026.

Sec. 606. The unexpended funds appropriated in part 1 for property management 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 and services for building 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, 2026.

Sec. 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, 2026.

Sec. 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.

Sec. 615. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2022 are \$28,091,700.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at \$15,738,400.00. Total agency appropriations for retiree health care legacy costs are estimated at \$12,353,300.00.

Sec. 616. From the funds appropriated in part 1, the council administrator shall assist in administering compensation, benefits, and other personnel support, subject to the legislative council act, 1986 PA 268, MCL 4.1101 to 4.1901, for the members, employees, staff, and consultants of the independent citizens redistricting commission.

Sec. 617. From the funds appropriated in part 1, on a quarterly basis, the independent citizens redistricting commission shall issue a report to the senate and house appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget director that provides a detailed listing of expenditures related to independent citizens redistricting commission activities. In addition to providing a listing of expenditures, the report must also include a detailed description of activities undertaken to fulfill the independent citizens redistricting commission's constitutional responsibilities. Each quarterly report shall be transmitted to the report recipients within 30 days after the end of the quarter.

ONE-TIME APPROPRIATIONS

Sec. 618. (1) The funds appropriated in part 1 for legislative IT design special project shall be used for the legislative IT design special project to implement critical upgrades to the legislative computer system. Funds described in this section shall not be expended without written approval of the senate majority leader or his or her designee, the speaker of the house of representatives or his or her designee, and the legislative council administrator or his or her designee.

(2) The unexpended funds appropriated in part 1 for legislative IT design special project 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. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

- (a) The purpose of the project is to implement critical upgrades to the legislative computer system.
- (b) The project will be funded and accomplished utilizing state employees or contracts with service providers, or both.
- (c) The total estimated cost of the project is \$7,542,200.00.
- (d) The tentative completion date is September 30, 2026.

LEGISLATIVE AUDITOR GENERAL

Sec. 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. 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 owned and operated by persons with disabilities participate in the audits of the books, accounts, and financial affairs of each principal executive department, branch, institution, agency, and office of this state.

(2) The auditor general shall strongly encourage firms with which the auditor general contracts to perform audits of the principal executive departments and state agencies to subcontract with certified minority- and women-owned and operated accounting firms, and accounting firms owned and operated by persons with disabilities.

(3) The auditor general shall compile an annual report regarding the number of contracts entered into with certified minority- and women-owned and operated accounting firms, and accounting firms owned and operated by persons with disabilities. The auditor general shall deliver the report to the state budget director and the senate and house of representatives standing committees on appropriations subcommittees on general government by November 1 of each year.

Sec. 622. From the funds appropriated in part 1 to the legislative auditor general, the auditor general's salary and the salaries of the remaining 2.0 FTE unclassified positions shall be set by the speaker of the house of representatives, the senate majority leader, the house of representatives minority leader, and the senate minority leader.

Sec. 623. Any audits, reviews, or investigations requested of the auditor general by the legislature or by legislative leadership, legislative committees, or individual legislators shall include an estimate of the additional costs involved and, when those costs exceed \$50,000.00, should provide supplemental funding. The auditor general shall determine whether to perform those activities in keeping with Operations Manual Policy No. 2-26, which describes the office of the auditor general's policy on responding to legislative requests.

Sec. 624. If the auditor general conducts a subsequent audit pursuant to section 229 of this part, the auditor general may charge fees and collect revenues in excess of appropriations in part 1 not to exceed the cost of any audit conducted pursuant to section 229 of this part. Any revenues and fees collected pursuant to this section are appropriated for expenditure for all expenses associated with an audit conducted pursuant to section 229 of this part.

Sec. 625. The auditor general shall not be denied access to examine confidential information of any branch, department, office, board, commission, agency, authority, or institution of the state. The auditor general shall be subject to the same duty of confidentiality imposed by law on the entity providing the confidential information.

Sec. 627. The unexpended funds appropriated in part 1 for field operations 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 conduct the state of Michigan annual comprehensive financial report.
- (b) The project will be accomplished by utilizing state employees and contract audits.
- (c) The total estimated cost of the project is \$3,000,000.00.
- (d) The tentative completion date is September 30, 2026.

DEPARTMENT OF STATE

Sec. 701. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$500,000.00 for federal contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$500,000.00 for state restricted contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$25,000.00 for local contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 703. From the funds appropriated in part 1, the department of state 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 \$11.00 per record sold only as authorized in section 208b of the Michigan vehicle code, 1949 PA 300, MCL 257.208b, section 7 of 1972 PA 222, MCL 28.297,

and sections 80130, 80315, 81114, and 82156 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.80130, 324.80315, 324.81114, and 324.82156. The revenue received from the sale of records shall be credited to the transportation administration collection fund created under section 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b. The department of state shall provide quarterly reports to the state budget office, the legislature, the chairpersons of the relevant appropriations subcommittees, and the senate and house fiscal agencies. The report shall be provided within 15 days of the close of the quarter and shall include the number of records sold and the revenues collected.

Sec. 703a. The secretary of state may contract for the sale of lists of driver and motor vehicle records and other records maintained under the Michigan vehicle code, 1949 PA 300, MCL 257.1 to 257.923, in bulk, in addition to those lists distributed at cost or no cost under this section for purposes permitted by and described in section 208c(3) of the Michigan vehicle code, 1949 PA 300, MCL 257.208c. The secretary of state shall require each purchaser of records in bulk to execute a written purchase contract. The secretary of state may affix a cost for the sale of those lists or other records maintained in bulk, not to exceed a cost of \$35.00 per 1,000 records requested, which may include personal information.

Sec. 704. From the funds appropriated in part 1, the secretary of state may enter into agreements with the department of corrections for the manufacture of vehicle registration plates 15 months before the registration year in which the registration plates will be used.

Sec. 705. (1) The department of state may accept gifts, donations, contributions, and grants of money and other property from any private or public source to underwrite, in whole or in part, the cost of a departmental publication that is prepared and disseminated under the Michigan vehicle code, 1949 PA 300, MCL 257.1 to 257.923. A private or public funding source may receive written recognition in the publication and may furnish a traffic safety message, subject to departmental approval, for inclusion in the publication. The department may reject a gift, donation, contribution, or grant. The department may furnish copies of a publication underwritten, in whole or in part, by a private source to the underwriter at no charge.

(2) The department of state may sell and accept paid advertising for placement in a departmental publication that is prepared and disseminated under the Michigan vehicle code, 1949 PA 300, MCL 257.1 to 257.923. The department may charge and receive a fee for any advertisement appearing in a departmental publication and shall review and approve the content of each advertisement. The department may refuse to accept advertising from any person or organization. The department may furnish a reasonable number of copies of a publication to an advertiser at no charge.

(3) Pending expenditure, the funds received under this section shall be deposited in the Michigan department of state publications fund created by section 211 of the Michigan vehicle code, 1949 PA 300, MCL 257.211. Funds given, donated, or contributed to the department from a private source are appropriated and allocated for the purpose for which the revenue is furnished. Funds granted to the department from a public source are allocated and may be expended upon receipt. The department shall not accept a gift, donation, contribution, or grant if receipt is conditioned upon a commitment of state funding at a future date. Revenue received from the sale of advertising is appropriated and may be expended upon receipt.

(4) Any unexpended revenues received under this section shall be carried over into subsequent fiscal years and shall be available for appropriation for the purposes described in this section.

(5) On March 1 of each year, the department of state shall file a report with the senate and house of representatives standing committees on appropriations, the chairpersons of the relevant appropriations subcommittees, the senate and house fiscal agencies, and the state budget director. The report shall include all of the following information:

(a) The amount of gifts, contributions, donations, and grants of money received by the department under this section for the prior fiscal year.

(b) A listing of the expenditures made from the amounts received by the department as reported in subdivision (a).

(c) A listing of any gift, donation, contribution, or grant of property other than funding received by the department under this section for the prior year.

(d) The total revenue received from the sale of paid advertising accepted under this section and a statement of the total number of advertising transactions.

(6) In addition to copies delivered without charge as the secretary of state considers necessary, the department of state may sell copies of manuals and other publications regarding the sale, ownership, or operation or regulation of motor vehicles, with amendments, at prices to be established by the secretary of state. As used in this subsection, the term "manuals and other publications" includes videos and proprietary electronic publications. All funds received from sales of these manuals and other publications shall be credited to the Michigan department of state publications fund.

Sec. 707. Funds collected by the department of state under section 211 of the Michigan vehicle code, 1949 PA 300, MCL 257.211, are appropriated for all expenses necessary to provide for the costs of the publication. Funds are allotted for expenditure when they are received by the department of treasury and shall not lapse to the general fund at the end of the fiscal year.

Sec. 708. From the funds appropriated in part 1, the department of state shall use available balances at the end of the state fiscal year to provide payment to the department of state police in the amount of \$332,000.00 for the services provided by the traffic accident records program as first appropriated in 1990 PA 196 and 1990 PA 208.

Sec. 709. From the funds appropriated in part 1, the department of state may restrict funds from miscellaneous revenue to cover cash shortages created from normal branch office operations. This amount shall not exceed \$50,000.00 of the total funds available in miscellaneous revenue.

Sec. 711. Collector plate and fund-raising registration plate revenues collected by the department of state are appropriated and allotted for distribution to the recipient university or public or private agency overseeing a state-sponsored goal when received. Distributions shall occur on a quarterly basis or as otherwise authorized by law. Any revenues remaining at the end of the fiscal year shall not lapse to the general fund but shall remain available for distribution to the university or agency in the next fiscal year.

Sec. 712. The department of state may produce and sell copies of a training video designed to inform registered automotive repair facilities of their obligations under Michigan law. The price shall not exceed the cost of production and distribution. The money received from the sale of training videos shall revert to the department of state and be placed in the auto repair facility account.

Sec. 713. (1) The department of state, in collaboration with the gift of life transplantation society or its successor federally designated organ procurement organization, may develop and administer a public information campaign concerning the Michigan organ donor program.

(2) The department of state may solicit funds from any private or public source to underwrite, in whole or in part, the public information campaign authorized by this section. The department may accept gifts, donations, contributions, and grants of money and other property from private and public sources for this purpose. A private or public funding source underwriting the public information campaign, in whole or in substantial part, shall receive sponsorship credit for its financial backing.

(3) Funds received under this section, including grants from state and federal agencies, shall not lapse to the general fund at the end of the fiscal year but shall remain available for expenditure for the purposes described in this section.

(4) Funding appropriated in part 1 for the organ donor program shall be used for producing a pamphlet to be distributed with driver licenses and personal identification cards regarding organ donations. The funds shall be used to update and print a pamphlet that will explain the organ donor program and encourage people to become donors by marking a checkoff on driver license and personal identification card applications.

(5) The pamphlet shall include a return reply form addressed to the gift of life organization. Funding appropriated in part 1 for the organ donor program shall be used to pay for return postage costs.

(6) In addition to the appropriations in part 1, the department of state may receive and expend funds from the organ and tissue donation education fund for administrative expenses.

(7) The department must submit a report to the house and senate appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget director by March 1 that provides the amount of revenue collected by the department of state authorized under this section, the purpose of each expenditure, and the amount of revenue carried forward.

Sec. 714. (1) Except as otherwise provided under subsection (2), at least 180 days before closing a branch office or consolidating a branch office and at least 60 days before relocating a branch office, the department of state shall inform members of the senate and house of representatives standing committees on appropriations and legislators who represent affected areas regarding the details of the proposal. The information provided shall be in written form and include all analyses done regarding criteria for changes in the location of branch offices, including, but not limited to, branch transactions, revenue, and the impact on citizens of the affected area. The impact on citizens shall include information regarding additional distance to branch office locations resulting from the plan. The written notice provided by the department of state shall also include detailed estimates of costs and savings that will result from the overall changes made to the branch office structure and the same level of detail regarding costs for new leased facilities and expansions of current leased space.

(2) If the consolidation of a branch office is with another branch office that is located within the same local unit of government or the relocation of a branch office is to another location that is located within the same local unit of government, the department of state is not required to provide the notification or written information described in subsection (1).

(3) As used in this section, "local unit of government" means a city, village, township, or county.

Sec. 715. (1) Any service assessment collected by the department of state from the user of a credit or debit card under section 3 of 1995 PA 144, MCL 11.23, may be used by the department for necessary expenses related to that service and may be remitted to a credit or debit card company, bank, or other financial institution.

(2) The service assessment imposed by the department of state for credit and debit card services may be based either on a percentage of each individual credit or debit card transaction, or on a flat rate per transaction, or both, scaled to the amount of the transaction. However, the department shall not charge any amount for a service assessment which exceeds the costs billable to the department for service assessments.

(3) If there is a balance of service assessments received from credit and debit card services remaining on September 30, the balance may be carried forward to the following fiscal year and appropriated for the same purpose.

(4) As used in this section, "service assessment" means and includes costs associated with service fees imposed by credit and debit card companies and processing fees imposed by banks and other financial institutions.

Sec. 717. (1) The department of state may accept nonmonetary gifts, donations, or contributions of property, of a de minimus value, from any private or public source to support, in whole or in part, the operation of a departmental function relating to licensing, regulation, or safety, but may accept donations of motorcycles for use for motorcycle safety training and testing. The department may recognize a private or public contributor for making the contribution. The department may reject a gift, donation, or contribution.

(2) The department of state shall not accept a gift, donation, or contribution under subsection (1) if receipt of the gift, donation, or contribution is conditioned upon a commitment of future state funding.

(3) On March 1 of each year, the department of state shall file a report with the senate and house of representatives standing committees on appropriations, the chairpersons of the relevant appropriations subcommittees, the senate and house fiscal agencies, and the state budget director. The report shall list any gift, donation, or contribution received by the department under subsection (1) for the prior calendar year.

Sec. 718. With funds appropriated in part 1 for branch operations, the department of state shall provide adequate in-person services as defined in section 1a of the Michigan vehicle code, 1949 PA 300, MCL 257.1a.

Sec. 720. With funds appropriated in part 1 for election administration and services, except for when the secretary of state is exercising supervisory authority over the administration of local elections under applicable state law, before sending any election-related mailing to 20% or more of the registered electors in a voting precinct, the secretary of state must notify the speaker of the house, the senate majority leader, and each county, city, and township clerk responsible for administering elections in the precincts where the mailing is planned to be sent and must submit a copy of the planned mailing not later than 14 days before sending the mailing.

Sec. 721. From the funds appropriated in part 1, the department of state must submit a quarterly report of all department expenditures, itemized by purpose, associated with its role as serving as secretary of the citizens redistricting commission, and all other department activities related to implementing section 6 of article IV of the state constitution of 1963. The report must be submitted to the house and senate appropriations subcommittees on general government, the house and senate fiscal agencies, and the state budget office.

Sec. 721a. From the funds appropriated in part 1, the department of state must submit a quarterly report of all department expenditures, itemized by purpose, associated with implementing changes and new procedures and purchasing equipment as a result of section 4 of article II of the state constitution of 1963. The report must be submitted to the house and senate appropriations subcommittees on general government, the house and senate fiscal agencies, and the state budget office.

Sec. 722. (1) From the funds appropriated in part 1 for information technology services and projects, the department of state shall continue implementation of a legacy modernization project. The purpose of this project is modernization of the entire system and removal of existing programs from the legacy mainframes.

(2) The department of state shall provide a report on the status of the legacy modernization project that includes, but is not limited to, itemization of all expenditures made on behalf of the project, anticipated completion date of the project, time frame of each phase of the project, the cost of the project, the number of employees assigned to implement each phase of the project, the contracts entered into for the project, anticipated overall cost

of the project, and any other information the department considers necessary. The plan shall be distributed to the senate and house of representatives standing committees on appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget director by January 1.

Sec. 723. The funds appropriated in part 1 for county clerk education and training shall only be used for costs associated with the training of local clerks in preparation for elections. The department of state shall not allocate any funds appropriated for county clerk education and training for any other purposes.

Sec. 725. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2022 are estimated at \$29,398,500.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at \$16,470,600.00. Total agency appropriations for retiree health care legacy costs are estimated at \$12,927,900.00.

DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND BUDGET

Sec. 801. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$2,000,000.00 for federal contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$4,000,000.00 for state restricted contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$75,000.00 for local contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 802. Proceeds in excess of necessary costs incurred in the conduct of transfers or auctions of state surplus, salvage, or scrap property made pursuant to section 267 of the management and budget act, 1984 PA 431, MCL 18.1267, are appropriated to the department to offset costs incurred in the acquisition and distribution of surplus property. The MDTMB shall provide consolidated internet auction services through the state's contractors for all local units of government.

Sec. 803. (1) The MDTMB may receive and expend funds in addition to those authorized by part 1 for maintenance and operation services provided specifically to other principal executive departments or state agencies, the legislative branch, the judicial branch, or private tenants, or provided in connection with facilities transferred to the operational jurisdiction of the department.

(2) The MDTMB may receive and expend funds in addition to those authorized by part 1 for real estate, architectural, design, engineering, and project oversight services provided specifically to other principal executive departments or state agencies, the legislative branch, the judicial branch, universities, community colleges, or private tenants.

(3) The MDTMB may receive and expend funds in addition to those authorized in part 1 for mail pickup and delivery services provided specifically to other principal executive departments and state agencies, the legislative branch, or the judicial branch.

(4) The MDTMB may receive and expend funds in addition to those authorized in part 1 for purchasing services provided specifically to other principal executive departments and state agencies, the legislative branch, or the judicial branch.

(5) Fee revenue collected by the MDTMB from user fees under subsections (1) to (4) shall be carried forward and shall not lapse to the general fund at the close of the fiscal year.

Sec. 804. (1) Financing in part 1 for statewide appropriations shall be funded by assessments against longevity and insurance appropriations throughout state government in a manner prescribed by the department. Funds shall be used as specified in joint labor/management agreements or through the coordinated compensation hearings process. Any deposits made under this subsection and any unencumbered funds are restricted revenues, may be carried over into the succeeding fiscal years, and are appropriated.

(2) In addition to the funds appropriated in part 1 for statewide appropriations, the MDTMB may receive and expend funds in such additional amounts as may be specified in joint labor/management agreements or through the coordinated compensation hearings process in the same manner and subject to the same conditions as prescribed in subsection (1).

Sec. 805. To the extent a specific appropriation is required for a detailed source of financing included in part 1 for the MDTMB appropriations financed from special revenue and internal service and pension trust funds, or SIGMA user charges, the specific amounts are appropriated within the special revenue internal service and pension trust funds in portions not to exceed the aggregate amount appropriated in part 1.

Sec. 806. In addition to the funds appropriated in part 1 to the MDTMB, the MDTMB may receive and expend funds from other principal executive departments and state agencies to implement administrative leave bank transfer provisions as may be specified in joint labor/management agreements. The amounts may also be transferred to other principal executive departments and state agencies under the joint agreement and any amounts transferred under the joint agreement are authorized for receipt and expenditure by the receiving principal executive department or state agency. Any amounts received by the MDTMB under this section and intended, under the joint labor/management agreements, to be available for use beyond the close of the fiscal year and any unencumbered funds may be carried over into the succeeding fiscal year.

Sec. 807. Financing in part 1 for SIGMA shall be funded by proportionate charges assessed against the respective state funds benefiting from this project in the amounts determined by MDTMB.

Sec. 808. (1) Deposits against the interdepartmental grant from building occupancy and parking charges appropriated in part 1 shall be collected, in part, from state agencies, the legislative branch, and the judicial branch based on estimated costs associated with maintenance and operation of buildings managed by MDTMB. To the extent excess revenues are collected due to estimates of building occupancy charges exceeding actual costs, the excess revenues may be carried forward into succeeding fiscal years for the purpose of returning funds to state agencies.

(2) Appropriations in part 1 to the MDTMB, for management and budget services for building occupancy charges and parking charges, may be increased to return excess revenue collected to state agencies.

Sec. 809. On a quarterly basis, the MDTMB shall notify the chairpersons of the senate and house of representatives standing committees on appropriations, the chairpersons of the senate and house of representatives standing committees on appropriations subcommittees on general government, the house and senate fiscal agencies, and the state budget director on any revisions either individually or in the aggregate that increase or decrease current contracts by more than \$250,000.00 for computer software development, hardware acquisition, or quality assurance.

Sec. 810. From the funds appropriated in part 1, MDTMB shall maintain an internet website that contains notice of all solicitations, invitations for bids, and requests for proposals over \$50,000.00 issued by MDTMB or by any state agency operating under delegated authority, except for solicitations up to \$500,000.00 in accordance with department policy regarding providing opportunities to Michigan small businesses, geographically disadvantaged business enterprises, Michigan veteran-owned business, Michigan service disabled veteran-owned businesses, or Michigan recognized community rehabilitation organizations, or in situations where it would be in the best interest of this state and documented by MDTMB. This information must appear on the first page of each department or state agency dashboard. MDTMB shall not set the due date for acceptance of an invitation for bid or request for proposal to less than 14 days after the notice is made available on the internet website, except in situations where it would be in the best interest of this state and documented by the department. In addition to the requirements of this section, MDTMB may advertise the solicitations, invitations for bids, and requests for proposals in any manner MDTMB determines appropriate, in order to give the greatest number of individuals and businesses the opportunity to respond, or make bids or requests for proposals.

Sec. 811. The MDTMB may receive and expend funds from the Vietnam veterans memorial monument fund as provided in the Michigan Vietnam veterans memorial act, 1988 PA 234, MCL 35.1051 to 35.1057. Funds are appropriated and allocated when received and may be expended upon receipt.

Sec. 812. The Michigan veterans' memorial park commission may receive and expend money from any source, public or private, including, but not limited to, gifts, grants, donations of money, and government appropriations, for the purposes described in Executive Order No. 2001-10. Funds are appropriated and allocated when received and may be expended upon receipt. Any deposits made under this section and unencumbered funds are restricted revenues and may be carried over into succeeding fiscal years.

Sec. 813. (1) Funds in part 1 for motor vehicle fleet are appropriated to the MDTMB for administration and for the acquisition, lease, operation, maintenance, repair, replacement, and disposal of state motor vehicles.

(2) The appropriation in part 1 for motor vehicle fleet shall be funded by revenue from rates charged to principal executive departments and agencies for utilizing vehicle travel services provided by the MDTMB. Revenue in excess of the amount appropriated in part 1 from the motor transport fund and any unencumbered funds are restricted revenues and may be carried over into the succeeding fiscal year.

(3) Pursuant to the MDTMB's authority under sections 213 and 215 of the management and budget act, 1984 PA 431, MCL 18.1213 and 18.1215, the MDTMB shall maintain a plan regarding the operation of the motor vehicle fleet. The plan shall include the number of vehicles assigned to, or authorized for use by, state departments and agencies, efforts to reduce travel expenditures, the number of cars in the motor vehicle fleet, the number of miles driven by fleet vehicles, and the number of gallons of fuel consumed by fleet vehicles. The plan shall include a calculation of the amount of state motor vehicle fuel taxes that would have been incurred by fleet vehicles if fleet vehicles were required by law to pay motor fuel taxes. The plan shall include a description of fleet garage operations, the goods sold and services provided by the fleet garage, the cost to operate the fleet garage, the number of fleet garage locations, and the number of employees assigned to each fleet garage. The plan may be adjusted during the fiscal year based on needs and cost savings to achieve the maximum value and efficiency from the state motor fleet. Within 60 days after the close of the fiscal year, the MDTMB shall provide a report to the senate and house of representatives standing committees on appropriations, the chairpersons of the relevant appropriations subcommittees, the senate and house fiscal agencies, and the state budget director detailing the current plan and changes made to the plan during the fiscal year. The plan shall also be posted on the department website.

(4) The MDTMB may charge state agencies for fuel cost increases that exceed \$3.04 per gallon of unleaded gasoline. The MDTMB shall notify state agencies, in writing or by electronic mail, at least 30 days before implementing additional charges for fuel cost increases. Revenues received from these charges are appropriated upon receipt.

(5) The state budget director, upon notification to the senate and house of representatives standing committees on appropriations, may adjust spending authorization and the IDG from motor transport fund in the MDTMB in order to ensure that the appropriations for motor vehicle fleet in the MDTMB budget equal the expenditures for motor vehicle fleet in the budgets for all executive branch agencies.

Sec. 814. The MDTMB shall develop a plan regarding the use of the funds appropriated in part 1 for the information technology investment fund. The plan shall include, but not be limited to, a description of proposed information technology investment projects, the time frame for completion of the information technology investment projects, the proposed cost of the information technology investment projects, the number of employees assigned to implement each information technology investment project, the contracts entered into for each information technology investment project, and any other information the MDTMB deems necessary. The plan shall be distributed to the senate and house of representatives standing committees on appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget director on a quarterly basis. The submitted plan shall also include anticipated spending reductions or overages for each of the proposed information technology investment projects. The MDTMB shall notify the senate and house of representatives standing committees on appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget director when a project funded under an information technology investment project line item in part 1 is expected to require a transfer of dollars from another project in excess of \$500,000.00.

Sec. 814a. The funds appropriated in part 1 for information technology investment fund shall be used for the modernization of state information technology systems, improvement of the state's cyber security framework, and to achieve efficiencies.

Sec. 816. An RFP issued for the purpose of privatization shall include a list of factors to be used in evaluating and determining price.

Sec. 818. In addition to the funds appropriated in part 1, the MDTMB may receive and expend money from the Michigan law enforcement officers memorial monument fund as provided in the Michigan law enforcement officers memorial act, 2004 PA 177, MCL 28.781 to 28.787.

Sec. 820. The MDTMB shall make available to the public a list of all parcels of real property owned by the state that are available for purchase. The list shall be posted on the internet through the MDTMB's website.

Sec. 821. (1) From the funds appropriated in part 1, the office of retirement services within MDTMB must produce an annual report by September 30 on the judges' retirement system, the military retirement system, the Michigan public school employees' retirement system, the state employees' retirement system, and the state police retirement system. The report shall be distributed to the senate and house of representatives standing committees on appropriations, the senate and house fiscal agencies, and the state budget office.

(2) The report must include, but is not limited to, the following information for each of the aforementioned retirement systems:

(a) A chart and table detailing annual required contribution flow per year for fiscal year 2022-2023 and the subsequent 24 fiscal years.

(b) Separate annual required contribution payment charts and tables for pension and other postemployment benefits.

(c) Separate annual required contribution payment charts and tables for the current annualized rate of return, an annualized rate of return 50 basis points less than the current annualized rate of return, and an annualized rate of return 100 basis points less than the current annualized rate of return.

(d) Separate annual required contribution payment charts and tables by normal cost and unfunded actuarial accrued liability.

(e) A justification if the payroll growth assumption is maintained at or above 0% for any pension or OPEB plan. The report must include an analysis as of active employee plan member forecasts.

(3) The report must include the following items specific to the Michigan public school employees' retirement system:

(a) A copy of the retirement plan election guide that is provided to new Michigan public school employees' retirement system hires as of the due date of the report.

(b) The number of new Michigan public school employees' retirement system employees who entered the defined contribution plan and pension plus II plan during no later than 14 days after the end of the current fiscal year.

(c) An explanation of how the retirement plan election guide explains that pension plus II members must pay 50% of any future unfunded actuarial accrued liability payments.

(d) An explanation of how the retirement plan election guide explains that defined contribution plan members have annuity options that allow for guaranteed retirement income available through a private insurance company.

(e) If any calculations are provided to plan members for expected retirement income, then the following items must be included:

(i) An explanation of how the retirement plan election guide demonstrates a range of potential outcomes.

(ii) The underlying assumptions the retirement plan election guide uses to calculate expected future retirement income.

(iii) How underlying assumptions are disclosed in the guide.

(4) The report must include the amount of money that each school district received, on a per pupil basis, in foundation allowances that was spent on Michigan public school employees' retirement system costs in the previous fiscal year.

(5) Beginning at the end of the fiscal year, the office of retirement services has 90 days to post the most recent year's comprehensive annual financial report for each plan described in subsection (1).

Sec. 822. The department shall compile a report by January 1 pertaining to the salaries of unclassified employees, and gubernatorial appointees, within all state departments and agencies. The report shall enumerate each unclassified employee and gubernatorial appointee and his or her annual salary rounded to the nearest thousand dollars. The report shall be distributed to the chairs of the senate and house of representatives standing committees on appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget director and be made available electronically.

Sec. 822c. The funds appropriated in part 1 shall not be used to support any staff effort, projects, consultant expenses, or any other activity related to the development, financing, construction, operation, or implementation of the Gordie Howe International Crossing or any successor project unless the project is approved by the legislature and signed into law.

Sec. 822d. By December 31, the MDTMB shall provide a report to the senate and house appropriations subcommittees on general government and the senate and house fiscal agencies that identifies fee and rate schedules to be used by state departments and agencies for services, including information technology, provided by the MDTMB during fiscal year 2021-2022. The report shall also identify changes from fees and rates charged in fiscal year 2020-2021 and include an explanation of the factors that justify each fee and rate increase.

Sec. 822e. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2022 are estimated at \$81,709,000.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at \$45,777,800.00. Total agency appropriations for retiree health care legacy costs are estimated at \$35,931,200.00.

Sec. 822g. The MDTMB shall report quarterly to 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 on legal service fund expenditures. The report shall itemize expenditures by case, purpose, and department involved and shall include expenditures related to all previously appropriated funds.

Sec. 822m. (1) From the funds appropriated in part 1, the MDTMB shall maintain a system that collaborates with other departments to keep track of the performance of vendors in fulfilling contract obligations. The performance of these vendors shall be recorded and used as a factor to determine future contracts awarded in the procurement process.

(2) By March 15 the MDTMB shall provide a complete listing of all state departments and agencies that have not complied with the requirements of this section by March 1. The report listing noncompliant state departments and agencies shall be submitted no later than March 15 to the chairpersons of the house and senate appropriations subcommittees on general government, the house and senate fiscal agencies, and the state budget director.

Sec. 822n. From the funds appropriated in part 1, beginning on October 1, the MDTMB shall ensure that all new requests for proposals that are publicly displayed on the webpage include the proposal's corresponding department and agency for the purpose of searching for requests for proposals by department and agency.

INFORMATION TECHNOLOGY

Sec. 823. (1) The MDTMB may sell and accept paid advertising for placement on any state website under its jurisdiction. The MDTMB shall review and approve the content of each advertisement. The MDTMB may refuse to accept advertising from any person or organization or require modification to advertisements based upon criteria determined by the MDTMB. Revenue received under this subsection shall be used for operating costs of the MDTMB and for future technology enhancements to state of Michigan e-government initiatives. Funds received under this subsection shall be limited to \$250,000.00. Any funds in excess of \$250,000.00 shall be deposited in the state general fund.

(2) The MDTMB may accept gifts, donations, contributions, bequests, and grants of money from any public or private source to assist with the underwriting or sponsorship of state webpages or services offered on those webpages. A private or public funding source may receive recognition in the webpage. The MDTMB may reject any gift, donation, contribution, bequest, or grant.

(3) Funds accepted by the MDTMB under subsection (1) or (2) are appropriated and allotted when received and may be expended upon approval of the state budget director. The state budget office shall notify the senate and house of representatives standing committees on appropriations subcommittees on general government and the senate and house fiscal agencies within 10 days after the approval is given. The MDTMB shall provide a report to the senate and house of representatives appropriations subcommittees on general government, the house and senate fiscal agencies, and the state budget director that details the funds accepted for the prior fiscal year by November 1.

Sec. 824. The MDTMB may enter into agreements to supply spatial information and technical services to other principal executive departments, state agencies, local units of government, and other organizations. The MDTMB may receive and expend funds in addition to those authorized in part 1 for providing information and technical services, publications, maps, and other products. The MDTMB may expend amounts received for salaries, supplies, and equipment necessary to provide informational products and technical services. Prior to December 31, the MDTMB shall provide a report to the senate and house of representatives standing committees on appropriations subcommittees on general government and the state budget office detailing the sources of funding and expenditures made under this section.

Sec. 825. The legislature shall have access to all historical and current data contained within SIGMA, or its predecessor, pertaining to state departments. State departments shall have access to all historical and current data contained within SIGMA or its predecessor.

Sec. 826. When used in this part and part 1, "information technology services" means services involving all aspects of managing and processing information, including, but not limited to, all of the following:

(a) Application and mobile development and maintenance.

- (b) Desktop computer support and management.
- (c) Cyber security.
- (d) Social media.
- (e) Mainframe computer support and management.
- (f) Cloud services support and management, including, but not limited to, infrastructure as a service, platform as a service, and software as a service.
- (g) Local area network support and management, including, but not limited to, wired and wireless network build-out, support, and management.
- (h) Information technology project management.
- (i) Information technology procurement and contract management.
- (j) Telecommunication services, infrastructure, and support.

Sec. 827. (1) Funds appropriated in part 1 for the Michigan public safety communications system shall be expended upon approval of an expenditure plan by the state budget director.

(2) The MDTMB shall assess all subscribers of the Michigan public safety communications system reasonable access and maintenance fees and shall deposit the fees in the Michigan public safety communications systems fees fund.

(3) All money received by the MDTMB under this section shall be expended for the support and maintenance of the Michigan public safety communications system.

(4) The department must provide a report to the senate and house of representatives standing committees on appropriations, the senate and house fiscal agencies, and the state budget office by April 15, indicating the amount of revenue collected under this section and expended for support and maintenance of the Michigan public safety communication system for the immediately preceding 6-month period. Any deposits made under this section and unencumbered funds are restricted revenues and shall be carried forward into succeeding fiscal years.

Sec. 828. The MDTMB shall submit a report for the first, second, and third fiscal quarters to the senate and house of representatives standing committees on appropriations subcommittees on general government, the house and senate fiscal agencies, and the state budget director not later than 45 calendar days after each fiscal quarter. The report shall include the following:

(a) The estimated total amount of funding appropriated for information technology services and projects, by funding source, for all principal executive departments and agencies for each fiscal quarter.

(b) A listing of the expenditures made from the amounts received by the department as reported in subdivision (a).

Sec. 829. The MDTMB shall provide a report that analyzes and makes recommendations on the life-cycle of information technology hardware and software. The report shall be submitted to the senate and house of representatives standing committees on appropriations subcommittees on general government and the senate and house fiscal agencies by March 1.

Sec. 830. (1) The department of technology, management, and budget, enterprise portfolio management office, must provide a report on a quarterly basis providing key information on all executive branch department and enterprisewide information technology projects. The report must be submitted to the senate and house appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget director as well as being posted online.

(2) The report must contain the following information, as applicable, for each active information technology project and each completed information technology project closed within the 2-year period immediately preceding the quarterly due date of the report:

(a) The client department, agency, or organization for which the project is being undertaken.

(b) The active or completed status.

(c) For active projects, the number of days the current approved completion date differs from the initial planned completion date.

(d) For active projects, the dollar amount the current approved budget differs from the initial planned budget.

(e) For completed projects, the number of days the actual completion date differed from the initial planned completion date.

(f) For completed projects, the dollar amount the actual cost differed from the initial planned budget.

(g) The project name.

(h) The purpose of the project described in terms of the needs of end users of the project and an explanation of the project's origination, including whether the project originated from state mandate, federal mandate, court order, or department initiative.

- (i) Whether the project is managed by MDTMB's enterprise portfolio management office.
 - (j) The initial planned budget.
 - (k) The revised budget if there is any increase or decrease to the project's initial budget.
 - (l) The actual cost to date.
 - (m) The planned start date.
 - (n) The actual start date.
 - (o) The initial planned completion date.
 - (p) The revised planned completion date if there is a change from the initial planned completion date.
 - (q) The actual completion date.
 - (r) A brief description of the benefit or justification of changes by project change request that impact a project's schedule or budget and whether the change request is the result of state mandate, federal mandate, court order, or department initiative.
 - (s) Whether quality assurance services are assigned to the project.
 - (t) The project success score after project closure.
 - (u) The customer satisfaction rating after project closure.
 - (v) The percentage of days a project is over its initial scheduled completion date.
- (3) The report must include the total number of completed projects for which costs exceeded the initial budget, the total number of completed projects for which the completion date occurred after the initial planned completion date, the total number of completed projects that exceeded both the initial planned budget and schedule, and the corresponding percentages of each of these numbers of all completed projects.

Sec. 831. The MDTMB shall submit monthly invoices for information technology services provided by MDTMB either directly or through contracted vendors during that month to departments or agencies by no later than 45 days after receiving approval to pay vendor invoices from departments and agencies for the information technology services provided.

Sec. 832. (1) The MDTMB shall inform the senate and house appropriations subcommittees on general government and the senate and house fiscal agencies within 30 days of any potential or actual penalties assessed by the federal government for failure of the Michigan child support enforcement system to achieve certification by the federal government.

(2) If potential penalties are assessed by the federal government, the MDTMB shall submit a report to the senate and house appropriations subcommittees on general government and the senate and house fiscal agencies within 90 days specifying the MDTMB's plans to avoid actual penalties and ensure federal certification of the Michigan child support enforcement system.

Sec. 833. (1) The state budget director, upon notification to the senate and house of representatives standing committees on appropriations, may adjust spending authorization and user fees in the MDTMB in order to ensure that the appropriations for information technology in the MDTMB equal the appropriations for information technology in the budgets for all executive branch agencies.

(2) If during the course of the fiscal year a transfer or supplemental to or from the information technology line item within an agency budget is made under section 393 of the management and budget act, 1984 PA 431, MCL 18.1393, there is appropriated an equal amount of user fees in the MDTMB to accommodate an increase or decrease in spending authorization.

Sec. 834. (1) Revenue collected from licenses issued under the antenna site management project shall be deposited into the antenna site management revolving fund created for this purpose in the MDTMB. The MDTMB may receive and expend money from the fund for costs associated with the antenna site management project, including the cost of a third-party site manager. Any excess revenue remaining in the fund at the close of the fiscal year shall be proportionately transferred to the appropriate state restricted funds as designated in statute or by constitution.

(2) An antenna shall not be placed on any site pursuant to this section without complying with the respective local zoning codes and local unit of government processes.

Sec. 835. (1) In addition to the funds appropriated in part 1, the funds collected by the MDTMB for supplying census-related information and technical services, publications, statistical studies, population projections and estimates, and other demographic products are appropriated for all expenses necessary to provide the required services. These funds are available for expenditure when they are received and may be carried forward into the next succeeding fiscal year.

(2) The MDTMB must submit a report to the house and senate appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget office by March 1 that provides the amount of revenue collected by the MDTMB from the authorization in subsection (1) and the amount of revenue carried forward.

Sec. 836. The department shall use a third-party vendor to compile business requirements to be incorporated into the RFP for the rebid of the unemployment insurance benefits system.

Sec. 837. All information technology projects funded by appropriations in part 1 must utilize information technology project management best practices and services as defined or recommended by the enterprise portfolio management office of MDTMB and comply with the requirements of the state unified information technology environment methodology as it applies to all information technology project management processes.

Sec. 838. Beginning October 1, 2021, any new request for proposals or other arrangements for the installation of solar energy projects, or the purchase of solar energy through utility voluntary green pricing programs authorized by the Michigan public service commission, for use at state-owned or leased facilities may consider the value of the lifecycle carbon emissions in the manufacturing of the solar equipment as part of the selection process. Information requested through bidding processes and standards for the independent measurement and verification of lifecycle carbon emissions such as the global electronics council's electronic product environmental assessment tool may be used to assist in this evaluation. No later than June 30, 2022, MDTMB shall report to the legislature on implementation of this section.

Sec. 840. From the funds appropriated in part 1 for enterprise identity management, the MDTMB shall utilize specific outcomes and performance measures including, but not limited to, the following:

- (a) Implement enhanced IT project management service delivery through statewide application of best practice models and services.
- (b) Collaborate with state agencies to bring all project management and project control office contracts under the enterprise portfolio management office.
- (c) Initiate steps to improve the state unified information technology environment compliance rating.

STATE BUILDING AUTHORITY RENT

Sec. 842. (1) The state building authority rent appropriations in part 1 may also be expended for the payment of required premiums for insurance on facilities owned by the state building authority or payment of costs that may be incurred as the result of any deductible provisions in such insurance policies.

(2) If the amount appropriated in part 1 for state building authority rent is not sufficient to pay the rent obligations and insurance premiums and deductibles identified in subsection (1) for state building authority projects, there is appropriated from the general fund of the state the amount necessary to pay such obligations.

CIVIL SERVICE COMMISSION

Sec. 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.

(3) The financing from restricted sources shall be credited to the civil service commission by the end of the second fiscal quarter.

Sec. 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. 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. 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) "Department" means the department of technology, management, and budget.
- (d) "Director" means the director of the department of technology, management, and budget.
- (e) "State agency" means an agency of state government. State agency does not include a community college or university.
- (f) "State building authority" means the authority created under 1964 PA 183, MCL 830.411 to 830.425.
- (g) "University" means a 4-year university supported by the state. University does not include a community college or a state agency.

Sec. 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. 862. (1) The department shall provide the JCOS, state budget director, and the senate and house fiscal agencies with reports relative to the status of each planning or construction project financed by the state building authority, by this part and part 1, or by previous acts.

(2) Before the end of each fiscal year, the department shall report to the JCOS, state budget director, and the senate and house fiscal agencies for each capital outlay project other than lump sums all of the following:

- (a) The account number and name of each construction project.
- (b) The balance remaining in each account.
- (c) The date of the last expenditure from the account.
- (d) The anticipated date of occupancy if the project is under construction.
- (e) The appropriations history for the project.
- (f) The professional service contractor.
- (g) The amount of the project financed with federal funds.
- (h) The amount of the project financed through the state building authority.
- (i) The total authorized cost for the project and the state authorized share if different than the total.

(3) Before the end of each fiscal year, the department shall report the following for each project by a state agency, university, or community college that is authorized for planning but is not yet authorized for construction:

- (a) The name of the project and account number.
- (b) Whether a program statement is approved.
- (c) Whether schematics are approved by the department.
- (d) Whether preliminary plans are approved by the department.
- (e) The name of the professional service contractor.
- (4) As used in this section, "project" includes appropriation line items made for purchase of real estate.

Sec. 863. (1) If the director proposes to rent space or a facility for which the annual base cost of the proposed rent is more than \$500,000.00, approval of the joint capital outlay subcommittee is required before board approval.

(2) In emergency situations, written notification to the committee within 5 days after executing the agreement is required.

(3) The renewal of an existing rental agreement requires the approval of the joint capital outlay subcommittee if the renewal results in changes to the rent that would cause it to meet the requirements described in subsection (1).

Sec. 863a. MDTMB must submit a report no later than April 1, 2022 evaluating the current office building and space usage by all state departments and develop a projection for future building occupancy to the senate and house appropriations committees, the senate and house fiscal agencies, and the state budget director. The report shall include:

- (a) Projected amount of state-owned property being utilized by each department from fiscal year 2022-2023 to fiscal year 2024-2025.
- (b) Projected amount of leased property being utilized by each department from fiscal year 2022-2023 to fiscal year 2024-2025.
- (c) Comparative analysis of 2019 occupancy levels to expected levels from fiscal year 2022-2023 to fiscal year 2024-2025.
- (d) A coordinated plan for office building occupancy efficiency across all state departments.
- (e) Projected cost to the state to complete the space optimization.

Sec. 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. 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 MEDC 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.

(2) Proceeds from the sale of any sites designated in subsection (1) shall be deposited into the fund created in subsection (1) and shall be available for site preparation expenditures, unless otherwise provided by law. The economic development sites authorized in subsection (1) are authorized for sale consistent with state law. Expenditures from the fund are authorized for site preparation activities that enhance the marketable sale value of the sites. Site preparation activities include, but are not limited to, demolition, environmental studies and abatement, utility enhancement, and site excavation.

(3) A cash advance in an amount of not more than \$25,000,000.00 is authorized from the general fund to the site preparation economic development fund.

(4) An annual report shall be transmitted to the senate and house of representatives standing committees on appropriations not later than December 31 of each year. This report shall detail both of the following:

- (a) The revenue and expenditure activity in the fund for the preceding fiscal year.
- (b) The sites identified as economic development sites under subsection (1).

CAPITAL OUTLAY - UNIVERSITIES AND COMMUNITY COLLEGES

Sec. 873. (1) This section applies only to projects for community colleges.

(2) State support is directed towards the remodeling and additions, special maintenance, or construction of certain community college buildings. The community college shall obtain or provide for site acquisition and initial main utility installation to operate the facility. Funding shall be composed of local and state shares and not more than 50% of a capital outlay project, not including a lump-sum special maintenance project or remodeling and addition project, for a community college shall be appropriated from state and federal funds, unless otherwise appropriated by the legislature.

(3) An expenditure under this part and part 1 is authorized when the release of the appropriation is approved by the board upon the recommendation of the director. The director may recommend to the board the release of any appropriation in part 1 only after the director is assured that the legal entity operating the community college to which the appropriation is made has complied with this part and part 1 and has matched the amounts appropriated as required by this part and part 1. A release of funds in part 1 shall not exceed 50% of the total cost of planning and construction of any project, not including lump-sum remodeling and additions and special maintenance, unless otherwise appropriated by the legislature. Further planning and construction of a project authorized by this part and part 1 or applicable sections of the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, shall be in accordance with the purpose and scope as defined and delineated in the approved program statements and planning documents. This part and part 1 are applicable to all projects for which planning appropriations were made in previous acts.

(4) The community college shall take the steps necessary to secure available federal construction and equipment money for projects funded for construction in this part and part 1 if an application was not previously made. If there is a reasonable expectation that a prior year unfunded application may receive federal money in a subsequent year, the college shall take whatever action necessary to keep the application active.

Sec. 874. If university and community college matching revenues are received in an amount less than the appropriations for capital projects contained in this part and part 1, the state funds shall be reduced in proportion to the amount of matching revenue received.

Sec. 875. (1) The director may require that community colleges and universities that have an authorized project listed in part 1 submit documentation regarding the project match and governing board approval of the authorized project not more than 60 days after 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. 890. (1) The energy efficiency revolving fund is created within the state treasury. The state treasurer may receive money or other assets from any source for deposit into the energy efficiency revolving fund. The state treasurer shall direct the investment of the energy efficiency revolving fund. The state treasurer shall credit to the energy efficiency revolving fund interest and earnings from energy efficiency revolving fund investments.

(2) Money in the energy efficiency revolving fund at the close of the fiscal year shall remain in the energy efficiency revolving fund and shall not lapse to the general fund.

(3) From the funds appropriated in part 1 for the energy efficiency revolving fund, \$5,000,000.00 from the state general fund/general purpose is deposited in the energy efficiency revolving fund created in subsection (1) and is appropriated for energy efficiency and renewable energy projects.

(4) MDTMB will provide oversight and direction for the energy efficiency revolving fund and shall coordinate a call for projects and prioritize the award of projects that will contribute to a reduction in the state's carbon footprint. State administrative costs are to be limited to 10% of the total project cost.

(5) MDTMB shall set terms with agencies participating in the energy efficiency revolving fund program that include the project(s) scope, funding commitments, data collection and reporting requirements, and any other financial terms related to realization of energy savings related to implementation of the project(s). MDTMB may enter into a memorandum of understanding to memorialize these terms.

(6) Energy savings generated by a project shall be paid to the energy efficiency revolving fund in future years by a participating agency in a manner and under the terms determined by the department as described in subsection (5). Funds received in addition to the appropriation in subsection (3) to the energy efficiency revolving fund are appropriated and may be expended in a manner consistent with the purposes of the fund outlined in subsection (3). Funds may only be expended on properties anticipated to remain in the State of Michigan ownership portfolio for the length of time necessary to recover the fund amount invested in the project.

(7) MDTMB shall submit an annual report by December 31, 2022 and each year thereafter that includes:

(a) A list of all projects funded from this fund.

(b) Amount of monetary and/or efficiency savings realized from the projects.

Sec. 891. Funds appropriated in part 1 for business incentive study must be expended to implement the economic development incentive evaluation act, 2018 PA 540, MCL 18.1751 to 18.1759.

Sec. 892. From the funds appropriated in part 1 for Michigan-Indiana border study, \$500,000.00 is appropriated to allow MDTMB to conduct a study of the administration and remonumentation of the Michigan-Indiana border. The study must estimate the cost of the following:

(a) Administration of a survey and remonumentation of the Michigan-Indiana border.

(b) The recovery or reestablishment of relatively permanent monuments at the mileposts of the Indiana-Michigan state line as established in the 1827 federal survey that defined that line.

(c) Resolve any controversies regarding the location of monuments defining the Michigan-Indiana boundary.

Sec. 893. (1) From the funds appropriated in part 1 for state innovation waiver actuarial study, MDTMB must contract with an actuarial firm that specializes in strategic health care consulting and actuarial valuation to complete a study to support the needs of pursuing a state innovation waiver under section 1332 of the patient protection and affordable care act, for community-based coverage entities to provide health coverage and educational and occupational training to qualifying individuals. MDTMB must not award the contract to an actuarial firm that has performed a previous section 1332 study for the state. The study must meet all the criteria for a section 1332 state innovation waiver found under 45 CFR part 155. The study must be completed by April 30 of the current fiscal year. The study must include analyses and actuarial certifications data, assumptions, targets,

and other information sufficient to provide the Secretary of the United States Department of Health and Human Services and the Secretary of the United States Department of Treasury with the necessary data to determine whether this state's proposed waiver would do all of the following:

(a) Provide coverage that is at least as comprehensive as the coverage defined in section 1203(b) of the patient protection and affordable care act.

(b) Provide coverage and cost sharing protections against excessive out-of-pocket spending that are at least as affordable as the provisions of title I of the patient protection and affordable care act.

(c) Provide coverage to a comparable number of its residents as the provisions of title I of the patient protection and affordable care act would provide.

(d) Not increase the federal deficit.

(2) The study must produce an economic analysis that provides a detailed 10-year budget plan that is deficit neutral to the federal government and a detailed analysis regarding the estimated impact of the waiver on health insurance coverage in this state.

(3) As used in this section, "patient protection and affordable care act" means the patient protection and affordable care act, Public Law 111-148, as amended by the federal health care and education reconciliation act of 2010, Public Law 111-152.

Sec. 894. (1) From the funds appropriated for statewide PPE stockpile procurement in part 1, MDTMB shall issue a RFP with the purpose of contracting for the purchase of personal protective equipment (PPE) to establish a state-managed PPE reserve. The department shall coordinate with other state departments and agencies to the extent it deems necessary for the development and completion of the RFP process. Prior to the issuance of the RFP, the department shall first issue a request for information in order to ensure that the state has sufficient and up-to-date data regarding optimal PPE equipment and practices for the mitigation of infection or disease. The RFP shall be open to vendors who meet the following requirements:

(a) Must have been in operation for at least 5 years.

(b) Must have 1 or more manufacturing facilities in this state.

(c) Must have 1 or more distribution facilities in this state.

(d) Must have 100% American manufactured raw materials to make its products.

(e) Must be a registered company with the United States Food and Drug Administration.

(2) The department shall issue the RFP within 90 days of this act being enacted into law. The department shall notify all qualified vendors of its decision within 30 days following the selection of a proposal.

Sec. 895. From the funds appropriated in part 1 for vendor data tracking, MDTMB shall continue a comprehensive supplier risk and information subscription used for the precontract risk assessment program described in 2017 PA 107.

DEPARTMENT OF TREASURY OPERATIONS

Sec. 901. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$500,000.00 for federal contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$10,000,000.00 for state restricted contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$100,000.00 for local contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$20,000.00 for private contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 902. (1) Amounts needed to pay for interest, fees, principal, mandatory and optional redemptions, arbitrage rebates as required by federal law, and costs associated with the payment, registration, trustee services, credit enhancements, and issuing costs in excess of the amount appropriated to the department of treasury in part 1 for debt service on notes and bonds that are issued by the state under sections 14, 15, and 16 of article IX of the state constitution of 1963 as implemented by 1967 PA 266, MCL 17.451 to 17.455, are appropriated.

(2) In addition to the amount appropriated to the department of treasury for debt service in part 1, there is appropriated an amount for fiscal year cash-flow borrowing costs to pay for interest on interfund borrowing made under 1967 PA 55, MCL 12.51 to 12.53.

(3) In addition to the amount appropriated to the department of treasury for debt service in part 1, there is appropriated all repayments received by the state on loans made from the school bond loan fund not required to be deposited in the school loan revolving fund by or pursuant to section 4 of 1961 PA 112, MCL 388.984, to the extent determined by the state treasurer, for the payment of debt service, including, without limitation, optional and mandatory redemptions, on bonds, notes or commercial paper issued by the state pursuant to 1961 PA 112, MCL 388.981 to 388.985.

Sec. 902a. As a condition of receiving appropriations in part 1, the department of treasury shall notify the senate and house of representatives standing committees on appropriations, the chairpersons of the relevant appropriations subcommittees, the senate and house fiscal agencies, and the state budget director not more than 30 days after a refunding or restructuring bond issue is sold. The notification shall compare the annual debt service prior to the refinancing or restructuring, the annual debt service after the refinancing or restructuring, the change in the principal and interest over the duration of the debt, and the projected change in the present value of the debt service due to the refinancing and restructuring.

Sec. 902b. As a condition of receiving appropriations in part 1, the department of treasury shall report not later than 30 days after the state of Michigan comprehensive annual 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 of treasury 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 of treasury 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 of treasury 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. 903. (1) From the funds appropriated in part 1, the department of treasury 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 of treasury, there are appropriated amounts necessary to fund collection costs and fees 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 of treasury may contract with private collections agencies and law firms to collect defaulted student loans and other accounts due the Michigan guaranty agency. In addition to the amounts appropriated in part 1 to the department of treasury, there are appropriated amounts necessary to fund collection costs and fees not to exceed 24.34% of the collection or a lesser amount as prescribed by the contract. The appropriation to fund collection costs and fees for the auditing and collection of defaulted student loans due the Michigan guaranty agency is from the fund or account to which the revenues being collected are recorded or dedicated.

(3) The department of treasury shall submit a report for the immediately preceding fiscal year ending September 30 to the state budget director, the senate and house of representatives standing committees on appropriations, and the chairpersons of the relevant appropriations subcommittees, not later than November 30 stating the agencies or law firms employed, the amount of collections for each, the costs of collection, and other pertinent information relating to determining whether this authority should be continued.

(4) As a condition of receiving funds appropriated in part 1 for collection services, the department of treasury shall issue an RFP for secondary placement collection services if RFPs are issued for primary collection services. The RFP shall allow for a multiple collection contract approach. It shall also allow a bidder to bid on the entire contract, or for individual components of the contract.

Sec. 904. (1) The department of treasury, through its bureau of investments, may charge an investment service fee against the applicable retirement funds. The fees may be expended for necessary salaries, wages, contractual services, supplies, materials, equipment, travel, worker's compensation insurance premiums, and grants to the civil service commission and state employees' retirement funds. Service fees shall not exceed the aggregate amount appropriated in part 1. The department of treasury shall maintain accounting records in sufficient detail to enable the retirement funds to be reimbursed periodically for fee revenue that is determined by the department of treasury to be surplus.

(2) In addition to the funds appropriated in part 1 from the retirement funds to the department of treasury, there is appropriated from retirement funds an amount sufficient to pay for the services of money managers, investment advisors, investment consultants, custodians, and other outside professionals, the state treasurer considers necessary to prudently manage the retirement funds' investment portfolios. The state treasurer shall report annually to the senate and house of representatives standing committees on appropriations, the chairpersons of the relevant appropriations subcommittees, and the state budget director concerning the performance of each portfolio by investment advisor.

(3) The department shall provide a report to the house and senate chairpersons of the relevant subcommittees, the house and senate fiscal agencies, and the state budget director by November 30 of each year identifying the service fees assessed against each retirement system under subsection (1) and the methodology used for assessment.

Sec. 904a. (1) There is appropriated an amount sufficient to recognize and pay expenditures for financial services provided by financial institutions or equivalent vendors that perform these services including treasury as provided under section 1 of 1861 PA 111, MCL 21.181.

(2) The appropriations under subsection (1) shall be funded by restricting revenues from common cash interest earnings and investment earnings in an amount sufficient to record these expenditures. If the amounts of common cash interest earnings are insufficient to cover these costs, then miscellaneous revenues shall be used to fund the remaining balance of these expenditures.

Sec. 905. A revolving fund known as the municipal finance fee fund is created in the department of treasury. Fees are established under the revised municipal finance act, 2001 PA 34, MCL 141.2101 to 141.2821, and the fees collected shall be credited to the municipal finance fee fund and may be carried forward for future appropriation.

Sec. 906. (1) The department of treasury shall charge for audits as permitted by state or federal law or under contractual arrangements with local units of government, other principal executive departments, or state agencies. However, the charge shall not be more than the actual cost for performing the audit. A report detailing audits performed and audit charges for the immediately preceding fiscal year shall be submitted to the state budget director, the chairpersons of the relevant appropriations subcommittees, and the senate and house fiscal agencies not later than November 30.

(2) A revolving fund known as the audit charges fund is created in the department of treasury. The contractual charges collected shall be credited to the audit charges fund and may be carried forward for future appropriation.

Sec. 907. A revolving fund known as the assessor certification and training fund is created in the department of treasury. The assessor certification and training fund shall be used to organize and operate a property assessor certification and training program. Each participant certified and trained shall pay to the department of treasury examination fees not to exceed \$50.00 per examination and certification fees not to exceed \$175.00. Training courses shall be offered in assessment administration. Each participant shall pay a fee to cover the expenses incurred in offering the optional programs to certified assessing personnel and other individuals interested in an assessment career opportunity. The fees collected shall be credited to the assessor certification and training fund.

Sec. 908. The amount appropriated in part 1 for the home heating assistance program is to cover the costs, including data processing, of administering federal home heating credits to eligible claimants and to administer the supplemental fuel cost payment program for eligible tax credit and welfare recipients.

Sec. 909. Revenue from the airport parking tax act, 1987 PA 248, MCL 207.371 to 207.383, is appropriated and shall be distributed under section 7a of the airport parking tax act, 1987 PA 248, MCL 207.377a.

Sec. 910. The disbursement by the department of treasury from the bottle deposit fund to dealers as required by section 3c(2) of 1976 IL 1, MCL 445.573c, is appropriated.

Sec. 911. (1) There is appropriated an amount sufficient to recognize and pay refundable tax credits, tax refunds, and interest as provided by law.

(2) The appropriations under subsection (1) shall be funded by restricting tax revenue in an amount sufficient to record these expenditures.

Sec. 912. A plaintiff in a garnishment action involving this state shall pay to the state treasurer 1 of the following:

(a) A fee of \$6.00 at the time a writ of garnishment of periodic payments is served upon the state treasurer, as provided in section 4012 of the revised judicature act of 1961, 1961 PA 236, MCL 600.4012.

(b) A fee of \$6.00 at the time any other writ of garnishment is served upon the state treasurer, except that the fee shall be reduced to \$5.00 for each writ of garnishment for individual income tax refunds or credits filed by magnetic media.

Sec. 913. (1) The department of treasury may contract with private firms to appraise and, if necessary, appeal the assessments of senior citizen cooperative housing units. Payment for this service shall be from savings resulting from the appraisal or appeal process.

(2) Of the funds appropriated in part 1 to the department of treasury for the senior citizens' cooperative housing tax exemption program, a portion may be utilized for a program audit of the program. The department of treasury shall forward copies of any audit report completed to the senate and house of representatives standing committees on appropriations subcommittees on general government and to the state budget director. The department of treasury may utilize up to 1% of the funds for program administration and auditing.

Sec. 914. The department of treasury may provide a \$200.00 annual prize from the Ehlers internship award account in the gifts, bequests, and deposit fund to the runner-up of the Rosenthal prize for interns. The Ehlers internship award account is interest bearing.

Sec. 915. Pursuant to section 61 of the Michigan campaign finance act, 1976 PA 388, MCL 169.261, there is appropriated from the general fund to the state campaign fund an amount equal to the amounts designated for tax year 2020. Except as otherwise provided in this section, the amount appropriated shall not revert to the general fund and shall remain in the state campaign fund. Any amounts remaining in the state campaign fund in excess of \$10,000,000.00 on December 31 shall revert to the general fund.

Sec. 916. The department of treasury may make available to interested entities otherwise unavailable customized unclaimed property listings of nonconfidential information in its possession. The charge for this information is as follows: 1 to 100,000 records at 2.5 cents per record and 100,001 or more records at .5 cents per record. The revenue received from this service shall be deposited to the appropriate revenue account or fund. The department of treasury shall submit an annual report on or before June 1 to the state budget director and the senate and house of representatives standing committees on appropriations that states the amount of revenue received from the sale of information.

Sec. 917. (1) There is appropriated for write-offs and advances an amount equal to total write-offs and advances for departmental programs, but not to exceed current year authorizations that would otherwise lapse to the general fund.

(2) The department of treasury shall submit a report for the immediately preceding fiscal year to the state budget director, the chairpersons of the relevant appropriations subcommittees, and the senate and house fiscal agencies not later than November 30 stating the amounts appropriated for write-offs and advances under subsection (1) and an explanation for each write-off or advance that occurred.

Sec. 919. (1) From funds appropriated in part 1, the department of treasury may contract with private auditing firms to audit for and collect unclaimed property due this state in accordance with the uniform unclaimed property act, 1995 PA 29, MCL 567.221 to 567.265. In addition to the amounts appropriated in part 1 to the department of treasury, there are appropriated amounts necessary to fund auditing and collection costs and fees not to exceed 12% of the collections, or a lesser amount as prescribed by the contract. The appropriation to fund collection costs and fees for the auditing and collection of unclaimed property due this state is from the fund or account to which the revenues being collected are recorded or dedicated.

(2) The department of treasury shall submit a report for the immediately preceding fiscal year ending September 30 to the state budget director, the senate and house of representatives standing committees on appropriations, and the chairpersons of the relevant appropriations subcommittees not later than November 30 stating the auditing firms employed, the amount of collections for each, the costs of collection, and other pertinent information relating to determining whether this authority should be continued.

Sec. 920. From the funds appropriated in part 1, the department of treasury shall produce a listing of all personal property tax reimbursement payments to be distributed in the current fiscal year by the local community stabilization authority and shall post the list of payments on the department website by June 30.

Sec. 921. From the funds appropriated in part 1, the department shall notify all members of the Michigan legislature on any revenue administrative bulletins, administrative rules involving tax administration or collection, or notices interpreting changes in law. The notification shall be issued the same day it is posted and shall include at least the following:

- (a) A summary of the proposed changes from current procedures.
- (b) Identification of potential industries that will be affected by the bulletin, notice, or rule.
- (c) A discussion of the potential fiscal implications of the bulletin, notice, or rule. This subdivision does not apply to a bulletin, notice, or rule that is a routine update of a tax or interest rate required by statute.
- (d) A summary of the reason for the proposed changes.

Sec. 924. (1) In addition to the funds appropriated in part 1, the department of treasury may receive and expend principal residence audit fund revenue for administration of principal residence audits under the general property tax act, 1893 PA 206, MCL 211.1 to 211.155.

(2) The department of treasury shall submit a report for the immediately preceding fiscal year to the state budget director, the chairpersons of the relevant appropriations subcommittees, and the senate and house fiscal agencies not later than December 31 stating the amount of exemptions denied and the revenue received under the program.

Sec. 926. Unexpended appropriations of the John R. Justice grant program are designated as work project appropriations and shall not lapse at the end of the fiscal year and shall continue to be available for expenditure until the project has 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 student loan forgiveness to qualified public defenders and prosecutors.
- (b) The project will be accomplished by utilizing state employees or contracts with private vendors, or both.
- (c) The total estimated cost of the project is \$288,100.00.
- (d) The tentative completion date is September 30, 2023.

Sec. 927. The department of treasury shall submit annual progress reports to the senate and house of representatives standing committees on appropriations subcommittees on general government and the senate and house fiscal agencies, regarding essential service assessment audits. The report shall include the number of audits, revenue generated, and number of complaints received by the department of treasury related to the audits.

Sec. 928. The department of treasury may provide receipt, check and cash processing, data, collection, investment, fiscal agent, levy and check cost assessment, writ of garnishment, and other user services on a contractual basis for other principal executive departments and state agencies. Funds for the services provided are appropriated and shall be expended for salaries and wages, fees, supplies, and equipment necessary to provide the services. Any unobligated balance of the funds received shall revert to the general fund of this state as of September 30.

Sec. 930. (1) The department of treasury shall provide accounts receivable collections services to other principal executive departments and state agencies under 1927 PA 375, MCL 14.131 to 14.134, or to a city for which the department has entered into an agreement to provide tax administration services. The department of treasury shall deduct a fee equal to the cost of collections from all receipts except unrestricted general fund collections. Fees shall be credited to a restricted revenue account and appropriated to the department of treasury to pay for the cost of collections. The department of treasury shall maintain accounting records in sufficient detail to enable the respective accounts to be reimbursed periodically for fees deducted that are determined by the department of treasury to be surplus to the actual cost of collections.

(2) The department of treasury shall submit a report for the immediately preceding fiscal year to the state budget director, the chairpersons of the relevant appropriations subcommittees, and the senate and house fiscal agencies not later than November 30 stating the principal executive departments and state agencies served, funds collected, and costs of collection under subsection (1).

Sec. 931. (1) The appropriation in part 1 to the department of treasury for treasury fees shall be assessed against all restricted funds that receive common cash earnings or other investment income. Treasury fees include all costs, including administrative overhead, relating to the investment of each restricted fund. The fee assessed

against each restricted fund will be based on the size of the restricted fund (the absolute value of the average daily cash balance plus the market value of investments in the prior fiscal year) and the level of effort necessary to maintain the restricted fund as required by each department. The department of treasury shall provide a report to the state budget director, the senate and house of representatives standing committees on appropriations subcommittees on general government, and the senate and house fiscal agencies by November 30 of each year identifying the fees assessed against each restricted fund and the methodology used for assessment.

(2) In addition to the funds appropriated in part 1, the department of treasury may receive and expend investment fees relating to new restricted funding sources that participate in common cash earnings or other investment income during the current fiscal year. When a new restricted fund is created starting on or after October 1, that restricted fund shall be assessed a fee using the same criteria identified in subsection (1).

Sec. 932. Revenue received under the Michigan education trust act, 1986 PA 316, MCL 390.1421 to 390.1442, may be expended by the board of directors of the Michigan education trust for necessary salaries, wages, supplies, contractual services, equipment, worker's compensation insurance premiums, and grants to the civil service commission and state employees' retirement fund.

Sec. 934. (1) The department of treasury may expend revenues received under the hospital finance authority act, 1969 PA 38, MCL 331.31 to 331.84, the shared credit rating act, 1985 PA 227, MCL 141.1051 to 141.1076, the higher education facilities authority act, 1969 PA 295, MCL 390.921 to 390.934, the Michigan public educational facilities authority, Executive Reorganization Order No. 2002-3, MCL 12.192, the Michigan tobacco settlement finance authority act, 2005 PA 226, MCL 129.261 to 129.279, the land bank fast track act, 2003 PA 258, MCL 124.751 to 124.774, part 505 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.50501 to 324.50522, the state housing development authority act of 1966, 1966 PA 346, MCL 125.1401 to 125.1499c, and the Michigan finance authority, Executive Reorganization Order No. 2010-2, MCL 12.194, for necessary salaries, wages, supplies, contractual services, equipment, worker's compensation insurance premiums, grants to the civil service commission and state employees' retirement fund, and other expenses as allowed under those acts.

(2) The department of treasury shall report by January 31 to the senate and house appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget director on the amount and purpose of expenditures made under subsection (1) from funds received in addition to those appropriated in part 1. The report shall also include a listing of reimbursement of revenue, if any. The report shall cover the previous fiscal year.

Sec. 935. The funds appropriated in part 1 for dual enrollment payments for an eligible student enrolled in a state-approved nonpublic school shall be distributed as provided under the postsecondary enrollment options act, 1996 PA 160, MCL 388.511 to 388.524, and the career and technical preparation act, 2000 PA 258, MCL 388.1901 to 388.1913, in a form and manner as determined by the department of treasury.

Sec. 937. As a condition of receiving funds in part 1, the department of treasury shall submit a report to the state budget director, the senate and house standing committees on appropriations, the chairpersons of the relevant appropriations subcommittees, and the senate and house fiscal agencies not later than March 31 regarding the performance of the Michigan accounts receivable collections system. The report shall include, but is not limited to:

- (a) Information regarding the effectiveness of the department's current collection strategies, including use of vendors or contractors.
- (b) The amount of delinquent accounts and collection referrals to vendors and contractors.
- (c) The liquidation rates for declining delinquent accounts.
- (d) The profile of uncollected delinquent accounts, including specific uncollected amounts by category.
- (e) The department of treasury's strategy to manage delinquent accounts once those accounts exceed the vendor's or contractor's contracted collectible period.
- (f) A summary of the strategies used in other states, including, but not limited to, secondary placement services, and assessing the benefits of those strategies.

Sec. 941. (1) From the funds appropriated in part 1, the department of treasury, in conjunction with the Michigan strategic fund, shall report to the senate and house of representatives standing committees on appropriations, the relevant senate and house of representatives appropriations subcommittees, the senate and house fiscal agencies, and the state budget director by November 1 on the annual cost of the Michigan economic growth authority tax credits. The report shall include for each year the board-approved credit amount, adjusted for credit amendments where applicable, and the actual and projected value of tax credits for each year from 1995 to the expiration of the credit program. For years for which credit claims are complete, the report shall include

the total of actual certificated credit amounts. For years for which claims are still pending or not yet submitted, the report shall include a combination of actual credits where available and projected credits. Credit projections shall be based on updated estimates of employees, wages, and benefits for eligible companies.

(2) In addition to the report under subsection (1), the department of treasury, in conjunction with the Michigan strategic fund, shall report to the senate and house of representatives standing committees on appropriations, the relevant senate and house of representatives appropriations subcommittees, the senate and house fiscal agencies, and the state budget director by November 1 on the annual cost of all other certificated credits by program, for each year until the credits expire or can no longer be collected. The report shall include estimates on the brownfield redevelopment credit, film credits, MEGA photovoltaic technology credit, MEGA polycrystalline silicon manufacturing credit, MEGA vehicle battery credit, and other certificated credits.

Sec. 944. From the funds appropriated in part 1, if the department of treasury hires a pension plan consultant using any of the funds appropriated in part 1, the department shall retain any report provided to the department by that consultant, notify the senate and house of representatives appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget director, and shall make that report available upon request to the senate and house of representatives standing committees on appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget director. A rationale for retention of a pension plan consultant shall be included in the notification of retention.

Sec. 945. From the funds appropriated in part 1, audits of local unit assessment administration practices, procedures, and records shall be conducted in each assessment jurisdiction a minimum of once every 5 years and in accordance with section 10g of the general property tax act, 1893 PA 206, MCL 211.10g.

Sec. 946. Revenue collected in the convention facility development fund is appropriated and shall be distributed under sections 8, 9, and 10 of the state convention facility development act, 1985 PA 106, MCL 207.628, 207.629, and 207.630.

Sec. 947. Financial independence teams shall cooperate with the financial responsibility section to coordinate and streamline efforts in identifying and addressing fiscal emergencies in school districts and intermediate school districts.

Sec. 948. Total authorized appropriations from all department of treasury sources under part 1 for legacy costs for the fiscal year ending September 30, 2022 are \$41,406,400.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at \$23,198,100.00. Total agency appropriations for retiree health care legacy costs are estimated at \$18,208,300.00.

Sec. 949. (1) From the funds appropriated in part 1, the department of treasury may contract with private agencies to prevent the disbursement of fraudulent tax refunds. In addition to the amounts appropriated in part 1 to the department of treasury, there are appropriated amounts necessary to pay contract costs or fund operations designed to reduce fraudulent income tax refund payments not to exceed \$1,500,000.00 of the refunds identified as potentially fraudulent and for which payment of the refund is denied. The appropriation to fund fraud prevention efforts is from the fund or account to which the revenues being collected are recorded or dedicated.

(2) The department of treasury shall submit a report for the immediately preceding fiscal year ending September 30 to the state budget director, the senate and house of representatives standing committees on appropriations, and the chairpersons of the relevant appropriations subcommittees not later than November 30 stating the number of refund claims denied due to the fraud prevention operations, the amount of refunds denied, the costs of the fraud prevention operations, and other pertinent information relating to determining whether this authority should be continued.

Sec. 949a. From the funds appropriated in part 1 for additional staff in city income tax administration, the department may expand individual income tax return administration to 1 additional city to leverage the department's capabilities to assist cities with their taxation efforts.

Sec. 949b. Tax capture revenues collected in accordance with written agreements under the good jobs for Michigan program and transferred from the general fund for deposit into the good jobs for Michigan fund, and for both calculated payments from the good jobs for Michigan fund to authorized businesses and distributions to the Michigan strategic fund for administrative expenses, are appropriated pursuant to the provisions of chapter 8D of the Michigan strategic fund act, 1984 PA 270, MCL 125.2090g to 125.2090j.

Sec. 949c. From the funds appropriated in part 1, funds shall be expended in coordination with the department of agriculture and rural development to improve the timely processing and issuance of tax credits from the Michigan's farmland and open space preservation program created under section 36109 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.36109, for the Michigan's farmland and open space preservation program under parts 361 and 362 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.36101 to 324.36116 and 324.36201 to 324.36207, including, but not limited to:

- (a) Timely review of mailed applications and paperwork.
- (b) Timely and proactive communications to applicants regarding the status of the applicant's application.
- (c) A clear and understood timeline for the issuance of any tax credits.

Sec. 949d. (1) From the funds appropriated in part 1 for financial review commission, the department of treasury shall continue financial review commission efforts in the current fiscal year. The purpose of the funding is to cover ongoing costs associated with the operation of the commission.

(2) The department of treasury shall identify specific outcomes and performance measures for this initiative, including, but not limited to, the department of treasury's ability to perform a critical fiscal review to ensure the city of Detroit does not reenter distress following its exit from bankruptcy and to ensure that the community district does not enter distress and maintains a balanced budget.

(3) The department of treasury must submit a report to the house and senate appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget director by March 15. The report must describe the specific outcomes and measures required in subsection (1) and provide the results and data related to these outcomes and measures.

Sec. 949e. From the funds appropriated in part 1 for the state essential services assessment program, the department of treasury shall administer the state essential services assessment program. The program will provide the department of treasury the ability to collect the state essential services assessment which is a phased-in replacement of locally collected personal property taxes on eligible manufacturing personal property.

Sec. 949f. Revenue from the tobacco products tax act, 1993 PA 327, MCL 205.421 to 205.436, related to counties with a 2000 population of more than 2,000,000 is appropriated and shall be distributed under section 12(4)(d) of the tobacco products tax act, 1993 PA 327, MCL 205.432.

Sec. 949h. Revenue from part 6 of the medical marihuana facilities licensing act, 2016 PA 281, MCL 333.27601 to 333.27605, is appropriated and distributed pursuant to part 6 of the medical marihuana facilities licensing act, 2016 PA 281, MCL 333.27601 to 333.27605.

Sec. 949i. Revenue from the Michigan Regulation and Taxation of Marihuana Act, 2018 IL 1, MCL 333.27951 to 333.27967, is appropriated and distributed pursuant to the Michigan Regulation and Taxation of Marihuana Act, 2018 IL 1, MCL 333.27951 to 333.27967.

Sec. 949j. All funds in the wrongful imprisonment compensation fund created in the wrongful imprisonment compensation act, 2016 PA 343, MCL 691.1751 to 691.1757, are appropriated and available for expenditure. Expenditures are limited to support wrongful imprisonment compensation payments pursuant to section 6 of the wrongful imprisonment compensation act, 2016 PA 343, MCL 691.1756.

Sec. 949k. There is appropriated an amount equal to the tax captured revenues due under approved transformational brownfield plans created in the brownfield redevelopment financing act, 1996 PA 381, MCL 125.2651 to 125.2670.

Sec. 949l. (1) The transportation administration support fund is created within the department of treasury.

(2) Any unexpended funds in the transportation administration support fund created in this section shall be carried forward and available for expenditure under this section.

(3) Funds may only be spent from the transportation administration support fund upon appropriation, or legislative transfer pursuant to section 393 of the management and budget act, 1984 PA 431, MCL 18.1393.

(4) The state treasurer may receive money or other assets from any source for deposit into the transportation administration support fund. The state treasurer shall direct the investment of the transportation administration support fund. The state treasurer shall credit to the transportation administration support fund interest and earnings from the transportation administration support fund.

(5) Funds in the transportation administration support fund at the close of the fiscal year shall remain in the transportation administration support fund and shall not lapse to the general fund.

(6) Funds appropriated in part 1 for transportation administration support fund must be deposited in the transportation administration support fund created under this section.

Sec. 949m. From the funds appropriated in part 1, The Michigan Infrastructure Council will plan, conduct, and contract for asset management improvement activities including, but not limited to, infrastructure data collection activities, asset manager training, development of a 30-year asset management plan for Michigan, assistance in asset management improvement projects including maintaining an asset management portal, and other projects that promote improved asset management for infrastructure in Michigan.

Sec. 949n. The funds appropriated in part 1 for the NextGen infrastructure shall be deposited into the emergency 9-1-1 fund created in section 407 of the emergency 9-1-1 service enabling act, 1986 PA 32, MCL 484.1407.

Sec. 949o. (1) The funds appropriated in part 1 for local first responder recruitment and training grants are to support local efforts to expand recruitment, improve training, and provide additional professional development and support to first responders.

(2) As used in this section:

(a) "First responder" means law enforcement officers, firefighters, emergency medical technicians (EMT), paramedics, and local unit of government corrections officers.

(b) "Applicant" means a city, village, township, county, or fire authority.

(3) The department shall establish an application process and award grants on a competitive basis to applicants that are determined to be most in need of first responder recruitment and training assistance. Awards to any 1 applicant shall be no more than \$100,000.00 for recruitment, and no more than \$100,000.00 for training programs. The department shall execute grant agreements with each of the applicants awarded funds that establish the terms and conditions under which the funds are granted.

REVENUE SHARING

Sec. 950. The funds appropriated in part 1 for constitutional revenue sharing shall be distributed by the department of treasury to cities, villages, and townships, as required under section 10 of article IX of the state constitution of 1963. Revenue collected in accordance with section 10 of article IX of the state constitution of 1963 in excess of the amount appropriated in part 1 for constitutional revenue sharing is appropriated for distribution to cities, villages, and townships, on a population basis as required under section 10 of article IX of the state constitution of 1963.

Sec. 952. (1) The funds appropriated in part 1 for city, village, and township revenue sharing are for grants to cities, villages, and townships such that, subject to fulfilling the requirements under subsection (3), each city, village, or township that received a payment under section 952(1) of 2020 PA 166 is eligible to receive a payment equal to 102.0% of its total eligible payment under section 952(1) of 2020 PA 166, rounded to the nearest dollar. For purposes of this subsection, any city, village, or township that completely merges with another city, village, or township will be treated as a single entity, such that when determining the eligible payment under section 952(1) of 2020 PA 166 for the combined single entity, the amount each of the merging local units was eligible to receive under section 952(1) of 2020 PA 166 is summed.

(2) The funds appropriated in part 1 for the county incentive program are to be used for grants to counties such that each county is eligible to receive an amount equal to 20% of the amount determined pursuant to the Glenn Steil state revenue sharing act of 1971, 1971 PA 140, MCL 141.901 to 141.921. The amount calculated under this subsection shall be adjusted as necessary to reflect partial county fiscal years and prorated based on the total amount appropriated for distribution to all eligible counties. Except as otherwise provided under this subsection, payments under this subsection will be distributed to an eligible county subject to the county's fulfilling the requirements under subsection (3).

(3) For purposes of accountability and transparency, each eligible city, village, township, or county shall certify by December 1, or the first day of a payment month, that it has produced a citizen's guide of its most recent local finances, including a recognition of its unfunded liabilities; a performance dashboard; a debt service report containing a detailed listing of its debt service requirements, including, at a minimum, the issuance date, issuance amount, type of debt instrument, a listing of all revenues pledged to finance debt service by debt instrument, and a listing of the annual payment amounts until maturity; and a projected budget report, including, at a minimum, the current fiscal year and a projection for the immediately following fiscal year. The projected budget report shall include revenues and expenditures and an explanation of the assumptions used for the projections. Each eligible city, village, township, or county shall include in any mailing of general information to its citizens the internet website address location for its citizen's guide, performance dashboard, debt service report, and projected budget report or the physical location where these documents are available for public viewing in the city, village,

township, or county clerk's office. Each city, village, township, and county applying for a payment under this subsection shall submit a copy of the performance dashboard, a copy of the debt service report, and a copy of the projected budget report to the department of treasury. In addition, each eligible city, village, township, or county applying for a payment under this subsection shall either submit a copy of the citizen's guide or certify that the city, village, township, or county will be utilizing treasury's online citizen's guide. The department of treasury shall develop detailed guidance for a city, village, township, or county to follow to meet the requirements of this subsection. The detailed guidance shall be posted on the department of treasury website and distributed to cities, villages, townships, and counties by October 1.

(4) City, village, and township revenue sharing payments and county incentive program payments are subject to the following conditions:

(a) The city, village, township, or county shall certify to the department that it has met the required criteria for subsection (3) and submitted the required citizen's guide, performance dashboard, debt service report, and projected budget report as required by subsection (3). A department of treasury review of the citizen's guide, dashboard, or reports is not required in order for a city, village, township, or county to receive a payment under subsection (1) or (2). The department shall develop a certification process and method for cities, villages, townships, and counties to follow.

(b) Subject to subdivisions (c), (d), and (e), if a city, village, township, or county meets the requirements of subsection (3), the city, village, township, or county shall receive its full potential payment under this section.

(c) Cities, villages, and townships eligible to receive a payment under subsection (1) shall receive 1/6 of their eligible payment on the last business day of October, December, February, April, June, and August. Payments under subsection (1) shall be issued to cities, villages, and townships until the specified due date for subsection (3). After the specified due date for subsection (3), payments shall be made to a city, village, or township only if that city, village, or township has complied with subdivision (a).

(d) Payments under subsection (2) shall be issued to counties until the specified due date for subsection (3). After the specified due date for subsection (3), payments shall be made to a county only if that county has complied with subdivision (a).

(e) If a city, village, township, or county does not submit the required certification, citizen's guide, performance dashboard, debt service report, and projected budget report by the first day of a payment month, the city, village, township, or county shall forfeit the payment in that payment month.

(f) Any city, village, township, or county that falsifies certification documents shall forfeit any future city, village, and township revenue sharing payments or county incentive program payments and shall repay to this state all payments it has received under this section.

(g) City, village, and township revenue sharing payments and county incentive program payments under this section shall be distributed on the last business day of October, December, February, April, June, and August.

(h) Payments distributed under this section may be withheld pursuant to sections 17a and 21 of the Glenn Steil state revenue sharing act of 1971, 1971 PA 140, MCL 141.917a and 141.921.

(5) The unexpended funds appropriated in part 1 for city, village, and township revenue sharing and the county incentive program shall be available for expenditure under the program for financially distressed cities, villages, or townships after the approval of transfers by the legislature pursuant to section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(6) Any city, village, or township eligible to receive a payment under subsection (1) and determined to have a retirement pension benefit system in underfunded status under section 5 of the protecting local government retirement and benefits act, 2017 PA 202, MCL 38.2805, must allocate an amount equal to its current year eligible payment under subsection (1) less the sum of its eligible payment for city, village, and township revenue sharing in 2019 PA 56 to its pension unfunded liability. A city, village, or township that has issued a municipal security under section 518 of the revised municipal finance act, 2001 PA 34, MCL 141.2518, is exempt from this requirement.

Sec. 955. (1) The funds appropriated in part 1 for county revenue sharing shall be distributed by the department of treasury so that each eligible county receives a payment equal to 106.6435% of the amount determined pursuant to the Glenn Steil state revenue sharing act of 1971, 1971 PA 140, MCL 141.901 to 141.921, less the amount for which the county is eligible under section 952(2) of this part. The amount calculated under this subsection shall be adjusted as necessary to reflect partial county fiscal years and prorated based on the total amount appropriated for distribution to all eligible counties.

(2) The department of treasury shall annually certify to the state budget director the amount each county is authorized to expend from its revenue sharing reserve fund.

(3) Any county eligible to receive a payment under subsection (1) and determined to have a retirement pension benefit system in underfunded status under section 5 of the protecting local government retirement and benefits act, 2017 PA 202, MCL 38.2805, must allocate an amount equal to the sum of its current year eligible payment for county revenue sharing and the county incentive program less the sum of its 2019 PA 56 eligible payment for

county revenue sharing and the county incentive program to its pension unfunded liability. A county that has issued a municipal security under section 518 of the revised municipal finance act, 2001 PA 34, MCL 141.2518, is exempt from this requirement.

Sec. 956. (1) The funds appropriated in part 1 for financially distressed cities, villages, or townships shall be granted by the department of treasury to cities, villages, and townships that have 1 or more conditions that indicate probable financial distress, as determined by the department of treasury. A city, village, or township with 1 or more conditions that indicate probable financial distress may apply in a manner determined by the department of treasury for a grant to pay for specific projects or services that move the city, village, or township toward financial stability. Grants are to be used for specific projects or services that move the city, village, or township toward financial stability. The city, village, or township must use the grants under this section to make payments to reduce unfunded accrued liability; to repair or replace critical infrastructure and equipment owned or maintained by the city, village, or township; to reduce debt obligations; or for costs associated with a transition to shared services with another jurisdiction; or to administer other projects that move the city, village, or township toward financial stability. The department of treasury shall award no more than \$2,000,000.00 to any city, village, or township under this section.

(2) The department of treasury shall provide a report to the senate and house of representatives appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget director by March 31. The report shall include a list by grant recipient of the date each grant was approved, the amount of the grant, and a description of the project or projects that will be paid by the grant.

(3) The unexpended funds appropriated in part 1 for financially distressed cities, villages, or townships 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 expenditure 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 assistance to financially distressed cities, villages, and townships under this section.

(b) The projects will be accomplished by grants to cities, villages, and townships approved by the department of treasury.

(c) The total estimated cost of all projects is \$2,500,000.00.

(d) The tentative completion date is September 30, 2026.

Sec. 957. The funds in part 1 for coronavirus relief local government grants reimbursement shall be used to make payments to cities, villages, townships, and counties that received a coronavirus relief local government grant in 2020 PA 144 and subsequently returned at least some portion of the grant. The payments shall be made by the department of treasury to each local unit of government in the same amount that each local unit of government returned the coronavirus relief local government grants.

BUREAU OF STATE LOTTERY

Sec. 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. 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.

CASINO GAMING

Sec. 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)(b) of the lawful internet gaming act, 2019 PA 152, MCL 432.316, except as provided in section 15(2) of the lawful internet gaming act, 2019 PA 152, MCL 432.315, and after the board has incurred the costs of regulating and enforcing internet gaming under the act, 2019 PA 152, MCL 432.301 to 432.322. Following these disbursements, \$2,000,000.00 is appropriated and shall be deposited into the first responder presumed coverage fund as described in section 16(4)(c) of the lawful internet gaming act, 2019 PA 152, MCL 432.316.

Sec. 973. (1) Funds appropriated in part 1 for local government programs may be used to provide assistance to a local revenue sharing board referenced in an agreement authorized by the Indian gaming regulatory act, Public Law 100-497.

(2) A local revenue sharing board described in subsection (1) shall comply with the open meetings act, 1976 PA 267, MCL 15.261 to 15.275, and the freedom of information act, 1976 PA 442, MCL 15.231 to 15.246.

(3) A county treasurer is authorized to receive and administer funds received for and on behalf of a local revenue sharing board. Funds appropriated in part 1 for local government programs may be used to audit local revenue sharing board funds held by a county treasurer. This section does not limit the ability of local units of government to enter into agreements with federally recognized Indian tribes to provide financial assistance to local units of government or to jointly provide public services.

(4) A local revenue sharing board described in subsection (1) shall comply with all applicable provisions of any agreement authorized by the Indian gaming regulatory act, Public Law 100-497, in which the local revenue sharing board is referenced, including, but not limited to, the disbursal of tribal casino payments received under applicable provisions of the tribal-state class III gaming compact in which those funds are received.

(5) The director of the department of state police and the executive director of the Michigan gaming control board are authorized to assist the local revenue sharing boards in determining allocations to be made to local public safety organizations.

(6) The Michigan gaming control board shall submit a report by September 30 to the senate and house of representatives standing committees on appropriations and the state budget director on the receipts and distribution of revenues by local revenue sharing boards.

Sec. 974. If revenues collected in the state services fee fund are less than the amounts appropriated from the fund, available revenues shall be used to fully fund the appropriation in part 1 for casino gaming regulation activities before distributions are made to other state departments and agencies. If the remaining revenue in the fund is insufficient to fully fund appropriations to other state departments or agencies, the shortfall shall be distributed proportionally among those departments and agencies.

Sec. 976. The executive director of the Michigan gaming control board may pay rewards of not more than \$5,000.00 to a person who provides information that results in the arrest and conviction on a felony or misdemeanor charge for a crime that involves the horse racing industry. A reward paid pursuant to this section shall be paid out of the appropriation in part 1 for the racing commission.

Sec. 977. All appropriations from the Michigan agriculture equine industry development fund, except for the racing commission appropriations, shall be reduced proportionately if revenues to the Michigan agriculture equine industry development fund decline during the current fiscal year to a level lower than the amount appropriated in part 1.

Sec. 978. The Michigan gaming control board shall use actual expenditure data in determining the actual regulatory costs of conducting racing dates and shall provide that data to the senate and house appropriations subcommittees on agriculture and general government, the state budget director, and the senate and house fiscal agencies. The Michigan gaming control board shall not be reimbursed for more than the actual regulatory cost of conducting race dates. If a certified horsemen's organization funds more than the actual regulatory cost, the balance shall remain in the agriculture equine industry development fund to be used to fund subsequent race dates conducted by race meeting licensees with which the certified horsemen's organization has contracts. If a certified horsemen's organization funds less than the actual regulatory costs of the additional horse racing dates, the Michigan gaming control board shall reduce the number of future race dates conducted by race meeting licensees with which the certified horsemen's organization has contracts. Prior to the reduction in the number of

authorized race dates due to budget deficits, the executive director of the Michigan gaming control board shall provide notice to the certified horsemen's organizations with an opportunity to respond with alternatives. In determining actual costs, the Michigan gaming control board shall take into account that each specific breed may require different regulatory mechanisms.

Sec. 979. From the funds appropriated in part 1 for millionaire party regulation, the Michigan gaming control board may receive and expend state lottery fund revenue in an amount not to exceed the amount appropriated in part 1 for necessary expenses incurred in the licensing and regulation of millionaire parties pursuant to Executive Order No. 2012-4. In accordance with section 8 of the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.108, the amount of necessary expenses shall not exceed the amount of revenue received under that act. The Michigan gaming control board shall provide a report to the senate and house of representatives appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget director by March 1. The report shall include, but not be limited to, total expenditures related to the licensing and regulating of millionaire parties, steps taken to ensure charities are receiving revenue due to them, progress on promulgating rules to ensure compliance with the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.101 to 432.120, and any enforcement actions taken.

DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY

Sec. 980. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$15,000,000.00 for federal contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$5,000,000.00 for state restricted contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$1,000,000.00 for private contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$1,000,000.00 for local contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 981. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2022 are \$59,735,500.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at \$33,467,000.00. Total agency appropriations for retiree health care legacy costs are estimated at \$26,268,500.00.

Sec. 982. Federal pass-through funds to local institutions and governments that are received in amounts in addition to those included in part 1 and that do not require additional state matching funds are appropriated for the purposes intended. The department may carry forward into the succeeding fiscal year unexpended federal pass-through funds to local institutions and governments that do not require additional state matching funds. The department shall report the amount and source of the funds to the relevant senate and house of representatives appropriations subcommittees, the senate and house fiscal agencies, and the state budget director within 10 business days after receiving any additional pass-through funds.

Sec. 983. From the funds appropriated in part 1, Michigan department of labor and economic opportunity, Michigan strategic fund, and Michigan state housing development authority shall not use funds for broadband construction, expansion, repairs, or upgrades or to issue or refinance bonds for broadband construction, expansion, repairs, or upgrades.

Sec. 984. As a condition of receiving funds in part 1, the department of labor and economic opportunity shall utilize SIGMA as an appropriation and expenditure reporting system to track all financial transactions with individual vendors, contractual partners, grantees, recipients of business incentives, and recipients of other economic assistance. Encumbrances and expenditures shall be reported in a timely manner.

Sec. 985. (1) Grants supported with private revenues received by the department are appropriated upon receipt and are available for expenditure by the department, subject to subsection (3), for purposes specified within the grant agreement and as permitted under state and federal law.

(2) Within 10 days after the receipt of a private grant appropriated in subsection (1), the department shall notify the house and senate chairpersons of the subcommittees, the senate and house fiscal agencies, and the state budget director of the receipt of the grant, including the fund source, purpose, and amount of the grant.

(3) The amount appropriated under subsection (1) shall not exceed \$1,500,000.00.

Sec. 986. (1) The department may charge registration fees to attendees of informational, training, or special events sponsored by the department, and related to activities that are under the department's purview.

(2) These fees shall reflect the costs for the department to sponsor the informational, training, or special events.

(3) Revenue generated by the registration fees is appropriated upon receipt and available for expenditure to cover the department's costs of sponsoring informational, training, or special events.

(4) Revenue generated by registration fees in excess of the department's costs of sponsoring informational, training, or special events shall carry forward to the subsequent fiscal year and not lapse to the general fund.

(5) The amount appropriated under subsection (3) shall not exceed \$500,000.00.

Sec. 987. (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. 988. 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.

Sec. 989. It is the intent of the legislature that the workers' compensation agency through the department of labor and economic opportunity annually update R 418.10101 to R 418.101504 of the Michigan Administrative Code, as required under sections 205 and 315 of the worker's disability compensation act, 1969 PA 317, MCL 418.205 and 418.315, and section 33 of the administrative procedures act, 1969 PA 306, MCL 24.233.

Sec. 989b. From the funds appropriated in part 1 for the department of labor and economic opportunity, the department shall solicit proposals for a solution through the state's procurement process by December 1, 2021. The solution must incorporate proven processes that correctly decipher between valid and fraudulent claims and expedite those valid claims for appropriate payment. Additionally, the solution must contain a process to identify and remediate fraudulent unemployment claims, which have already been paid.

MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY

Sec. 990. MSHDA shall annually present a report to the state budget director and the subcommittees on the status of the authority's housing production goals under all financing programs established or administered by the authority. The report shall give special attention to efforts to raise affordable multifamily housing production goals.

STATE LAND BANK AUTHORITY

Sec. 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. 1004. As a condition of receiving funds appropriated in part 1, the MSF shall provide all information required to be transmitted in the activities report required under section 9 of the Michigan strategic fund act, 1984 PA 270, MCL 125.2009, to the chairpersons of the senate and house of 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. 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 available for expenditure when they are received by the department of treasury. If the fund receives revenues from the use of "Pure Michigan", the fund shall provide a report that lists the revenues by source received from the use of "Pure Michigan" and all other copyrighted slogans and images. The report shall provide a detailed list of expenditures of revenues received under this section. The report shall be provided to the chairpersons of the senate and house of representatives standing committees on appropriations, the relevant senate and house of representatives appropriations subcommittees, the house and senate fiscal agencies, and the state budget director by March 1.

Sec. 1005a. (1) From the funds appropriated in part 1 for Pure Michigan and ARP - Pure Michigan, coronavirus state fiscal recovery fund and general fund dollars shall be appropriated for the following purposes:

- (a) Conduction of market research regionally, nationally, and internationally for use in market campaigns.
 - (b) Production of advertisements for the promotion of Michigan as a place to live, work, and play.
 - (c) Placement of advertisements in regional, national, and international market campaigns.
 - (d) Administration of the program.
 - (e) Other activities that promote Michigan as a place to live, work, and play.
 - (f) Matching marketing campaigns funded from the local promotion fund or private promotion fund.
- (2) The fund may contract any of the activities under subsection (1).

(3) The fund may work in cooperation with local units of government, nonprofit entities, and private entities on Pure Michigan promotion campaigns. The fund shall include agreements prior to undertaking cooperative marketing campaigns.

Sec. 1005b. (1) A local promotion fund is created in the department of labor and economic opportunity. The fund may receive funds from local units of government and nonprofit entities and deposit these funds into the local promotion fund. Funds received 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. 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. 1005d. As a condition of receiving funds appropriated in part 1 for Pure Michigan and ARP - Pure Michigan, the fund shall ensure the Pure Michigan campaign prioritizes sectors of the economy that were disproportionately impacted by the COVID-19 pandemic.

Sec. 1006. (1) As a condition of receiving funds appropriated in part 1, the fund shall provide a report of all approved amendments to projects for the immediately preceding year under sections 88r and 90b of the Michigan strategic fund act, 1984 PA 270, MCL 125.2088r and 125.2090b. The report shall provide a description of each amendment, by award, which shall include, but is not limited to, the following:

- (a) The amended award amount relative to the prior award amount.
 - (b) The amended number of committed jobs relative to the prior number of committed jobs.
 - (c) The amended amount of qualified investment committed relative to the prior amount of qualified investment committed.
 - (d) A description of any change in scope of the project.
 - (e) A description of any change in project benchmarks, deadlines, or completion dates.
 - (f) The reason or justification for the amendment approval.
- (2) In addition to being posted online, the report shall be distributed to the chairpersons of the senate and house of 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. 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.
 - (c) The total number of FTEs, by state and corporate status.
 - (d) A reporting of activities, programs, and grants consistent with the preceding fiscal year budget.
- (2) Information received by the MSF pursuant to this section shall be posted online and distributed to the chairpersons of the senate and house of 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. 1008. As a condition of receiving funds under part 1, any interlocal agreement entered into by the fund shall include language which states that if a local unit of government has a contract or memorandum of understanding with a private economic development agency, the MEDC will work cooperatively with that private organization in that local area.

Sec. 1009. (1) Of the funds appropriated to the fund or through grants to the MEDC, no funds shall be expended for the purchase of options on land or the purchase of land unless at least 1 of the following conditions applies:

- (a) The land is located in an economically distressed area.
 - (b) The land is obtained through a purchase or exercise of an option at the invitation of the local unit of government and local economic development agency.
- (2) Consideration may be given to purchases where the proposed use of the land is consistent with a regional land use plan, will result in the redevelopment of an economically distressed area, can be supported by existing infrastructure, and will not cause shifts in population away from the area's population centers.
- (3) As used in this section, "economically distressed area" means an area in a city, village, or township that has been designated as blighted; a city, village, or township that shows negative population change from 1970 and a poverty rate and unemployment rate greater than the statewide average; or an area certified as a neighborhood enterprise zone under the neighborhood enterprise zone act, 1992 PA 147, MCL 207.771 to 207.786.
- (4) If land or options on land are purchased under subsection (1), the fund shall provide a report to the senate and house of representatives standing committees on appropriations, the relevant senate and house of representatives appropriations subcommittees, the senate and house fiscal agencies, and the state budget director that provides a list of all properties purchased, all options on land purchased, the location of the land purchased, and the purchase price if the fund purchases options on land or land. The report must be submitted before March 15.

Sec. 1010. As a condition for receiving funds in part 1, not later than March 15, the fund shall provide a report for the immediately preceding fiscal year on the jobs for Michigan investment fund, created in section 88h of the Michigan strategic fund act, 1984 PA 270, MCL 125.2088h. The report shall be submitted to the chairpersons of the senate and house of 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. The report shall include, but is not limited to, all of the following:

- (a) A detailed listing of revenues, by fund source, to the jobs for Michigan investment fund. The listing shall include the manner and reason for which the funds were appropriated to the jobs for Michigan investment fund.

- (b) A detailed listing of expenditures, by project, from the jobs for Michigan investment fund.
- (c) A fiscal year-end balance of the jobs for Michigan investment fund.

Sec. 1011. (1) From the appropriations in part 1 to the fund and granted or transferred to the MEDC, any unexpended or unencumbered balance shall be disposed of in accordance with the requirements in the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, unless carryforward authorization has been otherwise provided for.

(2) Any encumbered funds, including encumbered funds subsequently unobligated, shall be used for the same purposes for which funding was originally appropriated in this part and part 1.

(3) For funds appropriated in part 1 to the fund, any carryforward authorization subsequently created through a work project shall be preserved until a cash or accrued expenditure has been executed or the allowable work project time period has expired.

Sec. 1012. (1) As a condition of receiving funds under part 1, the fund shall ensure that the MEDC and the fund comply with all of the following:

- (a) The freedom of information act, 1976 PA 442, MCL 15.231 to 15.246.
- (b) The open meetings act, 1976 PA 267, MCL 15.261 to 15.275.
- (c) Annual audits of all financial records by the auditor general or his or her designee.
- (d) All reports required by law to be submitted to the legislature.
- (2) If the MEDC is unable for any reason to perform duties under this part, the fund may exercise those duties.

Sec. 1013. As a condition for receiving the appropriations in part 1, any staff of the MEDC involved in private fund-raising activities shall not be party to any decisions regarding the awarding of grants, incentives, or tax abatements from the fund, the MEDC, or the Michigan economic growth authority.

Sec. 1024. From the funds appropriated in part 1 for business attraction and community revitalization, not less than 20% shall be granted by the fund board for brownfield redevelopment and historic preservation projects under the community revitalization program authorized by chapter 8C of the Michigan strategic fund act, 1984 PA 270, MCL 125.2090 to 125.2090d.

Sec. 1032. (1) The fund shall report to the chairpersons of the senate and house of representatives standing committees on appropriations, the relevant senate and house of representatives appropriations subcommittees, the state budget director, and the senate and house fiscal agencies on the status of the film incentives at the same time as it submits the annual report required under section 455 of the Michigan business tax act, 2007 PA 36, MCL 208.1455. The department of treasury shall provide the fund with the data necessary to prepare the report. Incentives included in the report shall include all of the following:

- (a) The tax credit provided under section 455 of the Michigan business tax act, 2007 PA 36, MCL 208.1455.
- (b) The tax credit provided under section 457 of the Michigan business tax act, 2007 PA 36, MCL 208.1457.
- (c) The tax credit provided under section 459 of the Michigan business tax act, 2007 PA 36, MCL 208.1459.
- (d) The amount of any tax credit claimed under former section 367 of the income tax act of 1967, 1967 PA 281.
- (e) Any tax credits provided for film and digital media production under the Michigan economic growth authority act, 1995 PA 24, MCL 207.801 to 207.810.
- (f) Loans to an eligible production company or film and digital media private equity fund authorized under section 88d(3), (4), and (5) of the Michigan strategic fund act, 1984 PA 270, MCL 125.2088d.

(2) The report shall include all of the following information:

(a) For each tax credit, the number of contracts signed, the projected expenditures qualifying for the credit, and the estimated value of the credits. For loans, the number of loans made under each section, the interest rate of those loans, the loan amount, the percent of the projected budget of each production financed by those loans, and the estimated interest earnings from the loan.

(b) For credits authorized under section 455 of the Michigan business tax act, 2007 PA 36, MCL 208.1455, for productions completed by December 31, the expenditures of each production eligible for the credit that has filed a request for certificate of completion with the film office, broken down into expenditures for goods, services, or salaries and wages and showing separately expenditures in each local unit of government, including expenditures for personnel, whether or not they were made to a Michigan entity, and whether 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. 1033. As a condition of receiving funds in part 1, not later than March 15, the fund shall provide a report on the activities of the Michigan film and digital media office for the immediately preceding fiscal year. The report shall be submitted to the chairpersons of the senate and house of 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. The report shall include, but not be limited to, a listing of all projects the Michigan film and digital media office provided assistance on, a listing of the services provided for each project, and an estimate of investment leveraged.

Sec. 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, grant funding obtained by client companies, and other measures developed by the recipient business incubators and accelerators in conjunction with the MEDC. Dashboard indicators shall be reported for the prior fiscal year and cumulatively, if available. Each recipient shall submit a copy of their dashboard indicators to the fund by March 1. The fund shall transmit the local reports to the chairpersons of the senate and house of representatives standing committees on appropriations, the relevant senate and house of representatives appropriations subcommittees, the senate and house fiscal agencies, and the state budget director by March 15.

Sec. 1035. (1) From the appropriations in part 1, the Michigan council for arts and cultural affairs shall administer an arts and cultural grant program that maintains an equitable geographic distribution of funding and utilizes past arts and cultural grant programs as a guideline for administering this program. The council shall do all of the following:

- (a) On or before October 1, the council shall publish proposed application criteria, instructions, and forms for use by eligible applicants. The council shall provide at least a 2-week period for public comment before finalizing the application criteria, instructions, and forms.
- (b) A nonrefundable application fee may be assessed for each application. Application fees shall be deposited in the council for the arts fund and are appropriated for expenses necessary to administer the programs. These funds are available for expenditure when they are received and may be carried forward to the following fiscal year.
- (c) Grants are to be made to public and private arts and cultural entities.
- (d) Within 1 business day after the award announcements, the council shall provide to each member of the legislature and the fiscal agencies a list of all grant recipients and the total award given to each recipient, sorted by county.
- (e) In addition to the information in subdivision (d), the council shall report on the number of applications received, number of grants awarded, total amount requested from applications received, and total amount of grants awarded.
- (2) The appropriation in part 1 for arts and cultural program shall not be used for the administration of the grant program.

Sec. 1036. (1) The general fund/general purpose funds appropriated in part 1 to the fund for business attraction and community revitalization shall be transferred to the 21st century jobs trust fund per section 90b(3) of the Michigan strategic fund act, 1984 PA 270, MCL 125.2090b.

(2) Funds transferred to the 21st century jobs trust fund under subsection (1) are appropriated and available for allocation as authorized in the Michigan strategic fund act, 1984 PA 270, MCL 125.2001 to 125.2094.

Sec. 1041. From the funds appropriated in part 1 for business attraction and community revitalization, the fund shall request the transfer by the state treasurer of not more than 60% of the funds prior to April 1.

Sec. 1042. For the funds appropriated in part 1 for business attraction and community revitalization, the fund shall report quarterly on the amount of funds considered appropriated, pre-encumbered, encumbered, and expended. The report shall also include a listing of all previous appropriations for business attraction and community revitalization, or a predecessor, that were considered appropriated, pre-encumbered, encumbered, or expended that have lapsed back to the fund for any purpose. The report shall be submitted to the chairpersons of the senate and house of 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.

Sec. 1043. (1) The fund, in conjunction with the department of treasury, shall report to the chairpersons of the senate and house of representatives standing committees on appropriations, the relevant senate and house of representatives appropriations subcommittees, the senate and house fiscal agencies, and the state budget director by November 1 on the annual cost of the MEGA tax credits. The report shall include for each year the board-approved credit amount, adjusted for credit amendments where applicable, and the actual and projected value of tax credits for each year from 1995 to the expiration of the credit program. For years for which credit claims are complete, the report shall include the total of actual certificated credit amounts. For years for which claims are still pending or not yet submitted, the report shall include a combination of actual credits where available and projected credits. Credit projections shall be based on updated estimates of employees, wages, and benefits for eligible companies.

(2) In addition to the report under subsection (1), the fund, in conjunction with the department of treasury, shall report to the relevant senate and house of representatives appropriations subcommittees, the senate and house fiscal agencies, and the state budget director by November 1 on the annual cost of all other certificated credits by program, for each year until the credits expire or can no longer be collected. The report shall include estimates on the brownfield redevelopment credit, film credits, MEGA photovoltaic technology credit, MEGA polycrystalline silicon manufacturing credit, MEGA vehicle battery credit, and other certificated credits.

Sec. 1044. As a condition of receiving appropriations in part 1, prior to authorizing the transfer of any previously authorized tax credit that would increase the liability to this state, the fund, on behalf of the MSF board, shall notify the chairpersons of the senate and house of 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 not fewer than 30 days prior to the authorization of the tax credit transfer.

Sec. 1050. (1) From the funds appropriated in part 1 for business attraction and community revitalization, the fund shall identify specific outcomes and performance measures, including, but not limited to, the following:

(a) Total verified jobs created by the business attraction program during the fiscal year ending September 30, 2022.

(b) Total private investment obtained through the business attraction and community revitalization programs during the fiscal year ending September 30, 2022.

(c) Amount of private and public square footage created and reactivated through the community revitalization program during the fiscal year ending September 30, 2022.

(2) The fund must submit a report to the chairpersons of the senate and house of representatives standing committees on appropriations, the relevant senate and house of representatives appropriations subcommittees, the senate and house fiscal agencies, and the state budget director by March 15. The report must describe the specific outcomes and measures required in subsection (1) and provide the results and data related to these outcomes and measures for the prior fiscal year if related information is available for the prior fiscal year.

Sec. 1051. In addition to the funds appropriated in part 1, the funds collected by state historic preservation programs for document reproduction and services and application fees are appropriated for all expenses necessary to provide the required services. These funds are available for expenditure when they are received and may be carried forward into the succeeding fiscal year.

Sec. 1053. Tax capture revenues collected in accordance with written agreements under the good jobs for Michigan program and transferred from the general fund for deposit into the good jobs for Michigan fund, and for both calculated payments from the good jobs for Michigan fund to authorized businesses and distributions to the Michigan strategic fund for administrative expenses, are appropriated pursuant to the provisions of chapter 8D of the Michigan strategic fund act, 1984 PA 270, MCL 125.2090g to 125.2090j.

EMPLOYMENT SERVICES

Sec. 1056. As a condition of receiving funds appropriated in part 1, the Michigan occupational safety and health administration shall not identify specific employers by name in communications distributed to the press with respect to violations issued under emergency rules promulgated by the Michigan occupational safety and health administration pursuant to the administrative procedures act of 1969, 1969 PA 306, MCL 24.201 to 24.328. Nothing in this section shall prohibit the department or agency from complying with a disclosure as required under the freedom of information act, 1976 PA 442, MCL 15.231 to 15.246.

WORKFORCE DEVELOPMENT AND UNEMPLOYMENT

Sec. 1060. The department shall administer the PATH training program in accordance with the requirements of section 407(d) of title IV of the social security act, 42 USC 607, the state social welfare act, 1939 PA 280, MCL 400.1 to 400.119b, and all other applicable laws and regulations.

Sec. 1061. From the funds appropriated in part 1 for workforce programs subgrantees, the department may allocate funding for grants to nonprofit organizations that offer programs pursuant to the workforce innovation and opportunity act, 29 USC 3101 to 3361, eligible youth focusing on apprenticeship readiness, pre-apprenticeship and apprenticeship activities, entrepreneurship, work-readiness skills, job shadowing, and financial literacy. Organizations eligible for funding under this section must have the capacity to provide similar programs in urban areas, as determined by the United States Bureau of the Census according to the most recent federal decennial census. Additionally, programs eligible for funding under this section must include the participation of local business partners. The department shall develop other appropriate eligibility requirements to ensure compliance with applicable federal rules and regulations.

Sec. 1062. From the funds appropriated in part 1, the department shall make available, in person or by telephone, 1 disabled veterans outreach program specialist or local veterans employment representative to Michigan Works! service centers, as resources permit, during hours of operation, and shall continue to make the appropriate placement of veterans and disabled veterans a priority.

Sec. 1063. (1) In addition to the funds appropriated in part 1, any unencumbered and unrestricted federal workforce innovation and opportunity act, 29 USC 3101 to 3361, or trade adjustment assistance funds available from prior fiscal years are appropriated for the purposes originally intended.

(2) The department shall report by February 15 to the relevant senate and house of representatives appropriations subcommittees, the senate and house fiscal agencies, and the state budget director on the amount by fiscal year of federal workforce innovation and opportunity act, 29 USC 3101 to 3361, funds appropriated under this section.

Sec. 1064. As a condition of receiving funds appropriated in part 1 for Going pro, the department shall provide a report on Going pro expenditures, by program or grant type, for the prior fiscal year. In addition, the report shall include projected expenditures, by program or grant type, for the current fiscal year. The report shall be posted online and distributed to the chairpersons of the senate and house of 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. 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. 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 streamline the expenditure of the funds appropriated in part 1. The department shall ensure that Going pro provides a collaborative statewide network of workforce and employee skill development partners that addresses the employee talent needs throughout the state.

(c) The department shall ensure that grants are utilized for individual skill enhancement and to address in-demand talent needs in Michigan.

(d) The department shall develop program goals and detailed guidance for prospective participants to follow to qualify under the program. The program goals and detailed guidance shall be posted on the department website and distributed to workforce development partners, including local Michigan Works! agencies, by October 1. Periodic assessments of employer and employee needs shall be evaluated on a regional basis, and the department shall identify solutions and goals to be implemented to satisfy those needs. The department shall notify the senate and house of representatives standing committees on appropriations, the relevant senate and house of representatives appropriations subcommittees, the senate and house fiscal agencies, and the state budget director on any program goal, solution, or guidance changes not fewer than 14 days prior to the finalization and publication of the changes. Revenue received by the department for Going pro may be expended for the purpose of those programs.

(e) Up to \$5,000,000.00 of the funds may be expended to match federal funds to improve and increase the skill level of employees in skilled trades and manufacturing processes within the changing manufacturing environment.

(f) Up to \$250,000.00 of the funds shall be awarded to a national, nonprofit program that connects National Guard, reserve, retired, and transitioning active-duty military service members with skilled training and quality career opportunities in the construction industry. Grant funding must be used to recruit and assist veterans to transition into apprenticeship programs in this state.

Sec. 1068. (1) Of the funds appropriated in part 1 for the workforce training programs, the department shall provide a report by March 15 to the relevant senate and house of representatives appropriation subcommittees, the state budget director, and the senate and house fiscal agencies on the status of the workforce training programs. The report shall include the following:

(a) The amount of funding allocated to each Michigan Works! agency and the total funding allocated to the workforce training programs statewide by fund source.

(b) The number of participants enrolled in education or training programs by each Michigan Works! agency.

(c) The average duration of training for training program participants by each Michigan Works! agency.

(d) The number of participants enrolled in remedial education programs and the number of participants enrolled in literacy programs.

(e) The number of participants enrolled in programs at 2-year institutions.

(f) The number of participants enrolled in programs at 4-year institutions.

(g) The number of participants enrolled in proprietary schools or other technical training programs.

(h) The number of participants that have completed education or training programs.

(i) The number of participants who secured employment in Michigan within 1 year of completing a training program.

(j) The number of participants who completed a training program and secured employment in a field related to their training.

(k) The average wage earned by participants who completed a training program and secured employment within 1 year.

(l) The actual revenues received by the fund source and fund appropriated for each discrete workforce development program area.

(2) Data collection for the report shall be for the prior state fiscal year.

Sec. 1069. (1) Funds appropriated in part 1 for workforce development program may be used for employment and training-related services and to assist Healthy Michigan plan recipients to secure and maintain training and employment. The department shall work with the department of health and human services to coordinate with and complement existing employment-related services for Healthy Michigan plan recipients.

(2) Funds appropriated in part 1 for workforce development programs may also be used to hire additional department field staff to educate impacted Healthy Michigan plan recipients on requirements and available services, make referrals, assess and address barriers to employment, and manage other caseload-related impacts resulting from the implementation of sections 107a and 107b of the social welfare act, 1939 PA 280, MCL 400.107a and 400.107b.

(3) The department shall report quarterly to the senate and house appropriations committees, the senate and house fiscal agencies, and the state budget director on the implementation of work engagement requirement employment supports and services. The report shall include, but need not be limited to, all of the following:

(a) The number of recipients currently receiving employment supports and services under this section.

(b) The total year-to-date number of recipients who have received employment supports and services under this section.

(c) The number of recipients who secured employment in this state after receiving employment supports and services under this section.

(d) The total year-to-date number of field staff hired to provide supports and services under this section.

(e) A summary of employment supports and services provided under this section.

Sec. 1070. (1) From the funds appropriated in part 1 for graduation alliance, \$1,500,000.00 must be awarded for a program to assist adults over the age of 23 in obtaining high school diplomas and placement in career training programs.

(2) For purposes of this section, an eligible program provider may be a public, nonprofit, or private accredited diploma-granting institution, but must have at least 2 years of experience providing dropout recovery services in this state.

(3) The department shall issue a request for qualifications for eligible program providers to participate in the pilot program. To be considered a qualified program provider, the institution must possess all of the following:

(a) Experience providing dropout reengagement services.

(b) Ability to provide academic intake assessments.

(c) Capacity to provide an integrated learning plan.

(d) Course catalog that includes access to all graduation requirements.

(e) Capability to provide remediation coursework.

(f) Means to provide academic resilience assessment and intervention.

(g) Capacity to provide employability skills development.

(h) Ability to provide WorkKeys preparation.

(i) Ability to provide industry credentials.

(j) Capability to provide credit for on-the-job training.

(k) Access to a robust support framework, including technology, social support, and academic support accredited by a recognized accrediting body.

(4) The department shall announce qualified program providers no later than January 1, 2022. Qualified program providers must start providing programming by February 1, 2022.

(5) The department shall reimburse qualified program providers for each month of satisfactory monthly progress as described in section 23a of the state school aid act, 1979 PA 94, MCL 388.1623a, at a rate of \$500.00 per month. A payment shall be made to a qualified program provider for the completion of the following by a pupil:

(a) \$500.00 for the completion of an employability skills certification program equal to at least 1 unit of high school credit obtained through classroom or online instruction.

(b) \$250.00 for the attainment of an industry-recognized credential requiring up to 50 hours of training.

(c) \$500.00 for the attainment of an industry-recognized credential requiring 50 to 100 hours of training.

(d) \$750.00 for the attainment of an industry-recognized credential requiring more than 100 hours of training.

(e) \$1,000.00 for attainment of a high school diploma.

(f) \$2,500.00 for placement in a job in an in-demand career pathway.

(6) The department shall develop policies and guidelines to implement this section.

Sec. 1071. (1) From the funds appropriated in part 1 for at-risk youth grants, \$3,750,000.00 must be awarded to the Michigan franchise holder of the national Jobs for America's Graduates program.

(2) From the funds appropriated in part 1 for at-risk youth grants, not more than \$1,000,000.00 shall be allocated to match private contributions to the Michigan franchise holder of the national Jobs for America's Graduates program.

Sec. 1072. (1) From the funds appropriated in part 1 for high school equivalency-to-school program, the department shall allocate \$250,000.00 for the purpose of funding the cost of high school equivalency testing and certification as provided by this section. The department shall administer a Michigan high school equivalency-to-school program, which shall cover the cost of providing the high school equivalency test free of charge to individuals who meet all of the following requirements:

(a) The individual has not previously been administered a high school equivalency test free of charge under this section.

- (b) The individual meets at least 1 of the following requirements:
 - (i) Prior to taking the high school equivalency test, the individual successfully completed a department-approved high school equivalency preparation program.
 - (ii) Prior to taking the high school equivalency test, the individual completed the official high school equivalency practice test and the individual's score indicated that he or she is likely to pass.
- (2) A department-approved high school equivalency preparation program shall include all of the following:
 - (a) Instructional and tutorial assistances.
 - (b) High school equivalency test practice.
 - (c) Required attendance at program instructional sessions.
 - (d) A curriculum that prepares students for opportunities in postsecondary education and the job market.
 - (e) Information on potential postsecondary and career pathways.
 - (f) Counseling on preparing for and applying to college.
 - (g) Personal and job readiness skills development.
 - (h) Comprehensive information on college costs and financial aid.
 - (i) College and career assessments.
 - (j) Computer-based instruction, practice, or remediation.
- (3) The department shall post online an announcement of the Michigan high school equivalency-to-school program, minimum standards for high school equivalency preparation program approval, and approval procedures.
- (4) The department shall do all of the following:
 - (a) Develop procedures consistent with this section under which individuals can take the high school equivalency test without charge.
 - (b) Provide program information for educators and students on the department website, including explanations of the procedures developed under this subsection, and contact information for questions about the program.
 - (c) Provide an estimate of the full-year cost of the program to the senate and house appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget director.
- (5) By September 30, the department shall report to the relevant senate and house appropriations subcommittees, the senate and house fiscal agencies, and the state budget director on utilization of the high school equivalency incentive program, including numbers of high school equivalency certifications issued by location, year-to-date expenditures, and numbers of participants qualifying under subsection (1)(b)(i) or (ii), or both.
- (6) The unexpended funds appropriated for the high school equivalency-to-school 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 expenditure for projects under this section until the projects have been completed. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:
 - (a) The purpose of the project is to fund the cost of high school equivalency testing and certification for certain individuals as provided by this section.
 - (b) The projects will be accomplished by utilizing state employees or contracts with private vendors, or both.
 - (c) The total estimated cost of the project is \$250,000.00.
 - (d) The tentative completion date is September 30, 2026.

Sec. 1073. The funds appropriated in part 1 for the Michigan reconnect grant program shall be distributed pursuant to the Michigan reconnect grant act, 2020 PA 84, MCL 390.1701 to 390.1709. In compliance with section 5 of the Michigan reconnect grant act, 2020 PA 84, MCL 390.1705, the funds appropriated in part 1 shall be expended to award grants, administer the program, and support the duties outlined in section 5 of the Michigan reconnect grant act, 2020 PA 84, MCL 390.1705.

Sec. 1074. The unemployment insurance agency shall provide a report updated at least quarterly that includes, but is not limited to, fiscal year-to-date expenditures by division and program unit. Each quarterly report shall be transmitted within 30 days after the end of the quarter. The report shall be provided to the house and senate chairpersons of the relevant subcommittees, the house and senate appropriations committees, the house and senate fiscal agencies, and the state budget director.

Sec. 1075. (1) From the funds appropriated in part 1, the department on behalf of the unemployment insurance agency shall provide a 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 4-week average number of unique claimants.
- (b) The 4-week average number of eligible claimants with certification.
- (c) The 4-week average number of claims paid.

- (d) The total amount of standard unemployment insurance payments paid for the month.
- (e) The total amount of unemployment insurance tax generated for the quarter.
- (f) The balance of the Michigan unemployment trust fund at the end of the quarter.
- (2) The department shall include the same information required in subsection (1) for the previous 12 months. The department shall include the most recent quarterly report on the department's webpage.

Sec. 1076. From the funds appropriated in part 1, the department shall provide a 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 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. 1077. The funds appropriated in part 1 for unemployment insurance agency shall be used to staff unemployment insurance agency branch offices for in-person appointments for unemployment insurance agency claimant services.

Sec. 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 500 term-limited employees or contractors only if the unemployment insurance agency provides full-time, in-person services at all existing unemployment insurance local offices.

Sec. 1077b. The funds appropriated in part 1 for unemployment insurance benefit claims monitoring must be used to support ongoing costs related to unemployment insurance benefit claims monitoring and fraud detection through the use of a third-party service that provides a proprietary identity document capture and verification solution.

Sec. 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.

Sec. 1079. (1) The department shall provide reporting regarding the interagency agreement with the department of health and human services, which concerns TANF funding to provide job readiness and welfare-to-work programming. The reporting shall include specific outcome and performance reporting requirements as described in this section. TANF funding provided to the department in the current fiscal year is contingent on compliance with the data and reporting requirements described in this section. The department shall provide all of the following items for the previous year to the senate and house appropriations committees and the senate and house fiscal agencies by January 1 of the current fiscal year:

- (a) An itemized spending report on TANF funding, including all of the following:
 - (i) Direct services to clients.
 - (ii) Administrative expenditures.
- (b) The number of family independence program clients served through the TANF funding, including all of the following:
 - (i) The number and percentage who obtained employment through Michigan Works!
 - (ii) The number and percentage who fulfilled their TANF work requirement through other job readiness programming.
 - (iii) Average TANF spending per client.
 - (iv) The number and percentage of clients who were referred to Michigan Works! but did not receive a job or job readiness placement and the reasons why.

(2) Not later than March 15 of the current fiscal year, the department shall provide to the senate and house appropriations subcommittees on the department budget, the senate and house appropriations subcommittees on health and human services, the senate and house fiscal agencies, and the senate and house policy offices an annual report on the following matters itemized by Michigan Works! agency: the number of referrals to Michigan Works! job readiness programs, the number of referrals to Michigan Works! job readiness programs who became a participant in the Michigan Works! job readiness programs, the number of participants who obtained employment, and the cost per participant case.

REHABILITATION SERVICES

Sec. 1081. The Michigan rehabilitation services and bureau of services for blind persons shall work collaboratively with service organizations and government entities to identify allowable match dollars to secure available federal vocational rehabilitation funds.

Sec. 1082. From the funds appropriated in part 1, the department shall provide an annual report by February 1 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 director on efforts taken to improve the Michigan rehabilitation services. The report shall include all of the following line items:

- (a) Reductions and changes in administration costs and staffing.
- (b) Service delivery plans and implementation steps achieved.
- (c) Reorganization plans and implementation steps achieved.
- (d) Plans to integrate Michigan rehabilitative services programs into other services provided by the department.
- (e) Quarterly expenditures by major spending category.
- (f) Employment and job retention rates from both Michigan rehabilitation services and its nonprofit partners.
- (g) Success rate of each district in achieving the program goals.

Sec. 1083. (1) From the funds appropriated in part 1 for Michigan rehabilitation services, the department shall allocate \$50,000.00 along with available federal match to support the provision of vocational rehabilitation services to eligible agricultural workers with disabilities. Authorized services shall assist agricultural workers with disabilities in acquiring or maintaining quality employment and independence.

(2) By March 1 of the current fiscal year, the department shall 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 director on the total number of clients served and the total amount of federal matching funds obtained throughout the duration of the program.

Sec. 1084. (1) It is the intent of the legislature that Michigan rehabilitation services shall not implement an order of selection for vocational and rehabilitative services. If the department is at risk of entering into an order of selection for services, the department shall notify the chairs of the senate and house appropriations subcommittees on the department budget and the senate and house fiscal agencies and policy offices within 2 weeks of receiving notification.

(2) It is the intent of the legislature that the department coordinate with Michigan rehabilitation services, Michigan Works!, local technological and trade schools and programs, local community mental health offices, and other local entities, public and private, in order to fully utilize open Michigan rehabilitation services programming space, regardless of eligibility criteria.

Sec. 1085. From the funds appropriated in part 1 for Michigan rehabilitation services, the department shall allocate \$6,100,300.00, including federal matching funds, to service authorizations with community-based rehabilitation organizations for an array of needed services throughout the rehabilitation process.

Sec. 1086. (1) Funds appropriated in part 1 for independent living shall be used to support the general operations of centers for independent living in delivering mandated independent living services in compliance with federal rules and regulations for the centers, by existing centers for independent living to serve underserved areas, and for projects to build the capacity of centers for independent living to deliver independent living services. Applications for the funds shall be reviewed in accordance with criteria and procedures established by the department. The funds appropriated in part 1 may be used to leverage federal vocational rehabilitation innovation and expansion funds consistent with 34 CFR 361.35, up to \$5,543,000.00, if available. If the possibility of matching federal funds exists, the centers for independent living network will negotiate a mutually beneficial contractual arrangement with Michigan rehabilitation services. Funds shall be used in a manner consistent with the state

plan for independent living. Services provided should assist people with disabilities to move toward self-sufficiency, including support for accessing transportation and health care, obtaining employment, community living, nursing home transition, information and referral services, education, youth transition services, veterans, and stigma reduction activities and community education. This includes the independent living guide services that specifically focus on economic self-sufficiency.

(2) In partnership with service providers, the department shall provide a report by March 1 of the current fiscal year to the relevant subcommittees, the house and senate appropriations committees, the house and senate fiscal agencies, the house and senate policy offices, and the state budget director on direct customer and system outcomes and performance measures.

Sec. 1087. (1) The appropriation in part 1 for the bureau of services for blind persons includes funds for case services. These funds may be used for tuition payments for blind clients.

(2) Revenue collected by the bureau of services for blind persons and from private and local sources that is unexpended at the end of the fiscal year may carry forward to the subsequent fiscal year.

Sec. 1088. The bureau of services for blind persons may provide and enter into agreements to provide general services, training, meetings, information, special equipment, software, facility use, and technical consulting services to other principal executive departments, state agencies, local units of government, the judicial branch of government, other organizations, and patrons of department facilities. The department may charge fees for these services that are reasonably related to the cost of providing the services. In addition to the funds appropriated in part 1, funds collected by the department for these services are appropriated for all expenses necessary. The funds appropriated under this section are allotted for expenditure when they are received by the department of treasury.

Sec. 1089. (1) The funds appropriated in part 1 for a regional or subregional library shall not be released until a budget for that regional or subregional library has been approved by the department for expenditures for library services directly serving the blind and persons with disabilities.

(2) In order to receive subregional state aid as appropriated in part 1, a regional or subregional library's fiscal agency shall agree to maintain local funding support at the same level in the current fiscal year as in the fiscal agency's preceding fiscal year. If a reduction in expenditures equally affects all agencies in a local unit of government that is the regional or subregional library's fiscal agency, that reduction shall not be interpreted as a reduction in local support and shall not disqualify a regional or subregional library from receiving state aid under part 1. If a reduction in income affects a library cooperative or district library that is a regional or subregional library's fiscal agency or a reduction in expenditures for the regional or subregional library's fiscal agency, a reduction in expenditures for the regional or subregional library shall not be interpreted as a reduction in local support and shall not disqualify a regional or subregional library from receiving state aid under part 1.

COMMISSIONS

Sec. 1090. From the funds appropriated in part 1, the office of global Michigan is to coordinate with the Asian Pacific American affairs commission, the Commission on Middle Eastern American affairs, and the Hispanic/Latino commission of Michigan to produce a report by January 31 that is to be transmitted to the senate and house subcommittee chairpersons of the relevant subcommittees, the senate and house appropriations committees, the senate and house fiscal agencies, and the state budget director. The report shall include, but is not limited to, the following:

- (a) Total number of people with whom each commission directly interacts through programming.
- (b) Total number of public events that each commission conducted.
- (c) Description of the activities that the commissions initiated to promote cooperation between the commissions.
- (d) Total number of meetings that each commission held with foreign diplomats.
- (e) Programmatic costs of each commission.

Sec. 1091. An expenditure of funds appropriated in part 1 by the Asian Pacific American affairs commission, the commission on Middle Eastern American affairs, or the Hispanic/Latino commission of Michigan for a commission event must be directly related to the mission statement of that commission.

Sec. 1092. The office of global Michigan must produce a report by January 31 and transmit the report to the subcommittees, the senate and house fiscal agencies, and the state budget director. The report may include other information, but it must include all of the following:

- (a) A description of the major programs and activities of the office of global Michigan and the number of individuals served through those programs.

(b) The number of job seekers and the number of employers that the office has served through the Michigan international talent solutions program.

(c) A description of the activities that the office has conducted to attract and retain international, advanced degree, and entrepreneurial talent.

ONE-TIME APPROPRIATIONS

Sec. 1094. (1) The funds appropriated in part 1 for legacy program – futures for frontliners shall be used to support the costs of the existing futures for frontliners program for Michigan residents that are eligible frontline workers.

(2) The department of labor and economic opportunity shall develop specific eligibility criteria and program guidelines, which shall be posted on a publicly available website. Eligibility and program requirements must include, but are not limited to, the following:

(a) Eligible frontline workers must have applied within the application window that closed on December 31, 2020.

(b) Eligibility is based on essential work status between April 1, 2020 and June 30, 2020.

(c) Eligible workers must enroll at a qualifying institution no later than fall semester 2021.

(d) Eligible participants have 4 years from the semester in which they first enrolled to complete their program.

(e) To remain eligible for the four-year period, participants must be enrolled for at least 6 credit hours in at least 2 semesters in each 12-month period.

(3) The unexpended funds appropriated in part 1 for legacy program – futures for frontliners are designated as a work project appropriation. 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 work project is to support the costs of the legacy program – futures for frontliners.

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

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

(d) The tentative completion date is September 30, 2026.

Sec. 1094a. From the funds appropriated in part 1 for reconnect and futures for frontliners wraparound services, \$6,000,000.00 shall be expended by the department to provide child care, broadband access, transportation, or other services to individuals enrolled in the Michigan reconnect grant program or legacy program – futures for frontliners, to support continued efforts to remove barriers to employment and improve student success.

Sec. 1094b. (1) From the funds appropriated in part 1 for the child care facilitator pilot project, \$2,500,000.00 shall be awarded for the continuation of the child care facilitator pilot project originally initiated and funded in section 1047(31) of article 5 of 2020 PA 166.

(2) In addition to the existing 3 facilitator hubs awarded funds under section 1047(31) of article 5 of 2020 PA 166, the funds appropriated in part 1 must be used to expand the child care facilitator pilot project to at least 2 new facilitator hubs.

(3) Any new child care facilitator receiving funds under this section must be a nonprofit, limited liability company, C-corporation, s-corporation, or a sole proprietor.

(4) Not more than \$100,000.00 may be used for administration of the program.

Sec. 1094c. (1) From the funds appropriated in part 1 for child savings accounts, funds shall be expended in partnership with philanthropic and nonprofit organizations to support the recommendation of the Michigan poverty task force to support child savings accounts.

(2) Not more than \$1,000,000.00 shall be expended for grants to organizations that can demonstrate the ability to effectively deploy funds to build child savings account programs to improve financial literacy, boost educational attainment for low-income children, and support wealth building in low-income families.

(3) Not more than \$1,000,000.00 shall be expended to support pilot programs, where funds may be used as matching grants for family contributions or to match philanthropic or community donations to child savings accounts. One award of \$500,000.00 shall be made to a pilot program serving a rural community, and 1 award of \$500,000.00 shall be made to a pilot program serving an urban community.

Sec. 1094d. From the funds appropriated in part 1 for poverty task force – research and planning, funds shall be expended to implement recommendations of the Michigan poverty task force, including conducting research and planning related to the effectiveness of state benefits programs, including, but not limited to, the following:

(a) A comprehensive study of the effectiveness of the state's use of federal temporary assistance to needy families funding.

- (b) An evaluation of barriers to state assistance programs, including application processes and waiting periods.
- (c) A coordinated plan to help communities address the digital divide that acts as a barrier for families in accessing available economic, educational, health, housing, and safety services.

Sec. 1094e. From the funds appropriated in part 1 for Focus: HOPE, \$1,000,000.00 may be awarded to Focus: HOPE for education and workforce development programming, early childhood education, youth development, food assistance, or community empowerment and advocacy.

Sec. 1094f. (1) From the funds appropriated in part 1 for the statewide pre-apprenticeship program, \$5,500,000.00 shall be awarded to a nonprofit 501(c)(3) corporation with demonstrated effectiveness in the administration of an apprenticeship readiness program that increases the state's building trades and construction talent pool. The demonstrated effectiveness must include prior experience in administering programs in multiple regions in Michigan. The apprenticeship readiness program shall enroll Michigan residents into pre-apprenticeship training that will assist them in achieving employment in the expanding building trades and construction industry. The program shall prioritize pre-apprenticeship training in economically distressed communities and target residents from underrepresented populations, including, but not limited to, unemployed, underemployed, low-income, minorities, and women, providing them with the skills needed for immediate entry into federally registered apprenticeship programs with contractors in the building trades and construction industry.

(2) From the funds appropriated in part 1 for the statewide pre-apprenticeship program, \$2,500,000.00 shall be awarded to a nonprofit 501(c)(3) corporation with demonstrated effectiveness in the administration of an apprenticeship readiness program that increases the state's transportation sector construction talent pool. The demonstrated effectiveness must include prior experience in administering programs in multiple regions in Michigan. The apprenticeship readiness program shall enroll Michigan residents into pre-apprenticeship training that will assist them in achieving employment in the expanding building trades and construction industry. The program shall prioritize pre-apprenticeship training in economically distressed communities and target residents from underrepresented populations, including, but not limited to, unemployed, underemployed, low-income, minorities, and women, providing them with the skills needed for immediate entry into federally registered apprenticeship programs with contractors in the transportation sector of the construction industry.

Sec. 1094g. (1) From the funds appropriated in part 1 for training center equipment grants, \$3,000,000.00 shall be used by the Michigan strategic fund to create a grant program to provide equipment grants to qualified training providers. The fund, in consultation with the 15 local and nonprofit economic development organizations that in the aggregate provide services to all 83 counties and participated in the Michigan small business relief program created at the March 19, 2020 Michigan strategic fund board meeting, shall provide equipment grants for employer-driven workforce training programs provided to a qualified training provider that provides workforce training for employers and individuals. Workforce training includes, but is not limited to, talent enhancement, increasing worker productivity, development of workforce skills, leadership and management training, and worker retention. Grant applications shall be accepted, reviewed, and approved by a local or nonprofit economic development organization that previously participated in the Michigan small business relief program created at the March 19, 2020 Michigan strategic fund board meeting, or its designee. The Michigan strategic fund shall distribute the funds on a percentage basis consistent with the small business restart grants distributed in 2020 PA 123 to each of the 15 local and nonprofit economic development organizations. A local or nonprofit economic development organization, or its designee, may retain up to 5% of the amount it receives for awards for administration. The Michigan strategic fund shall not utilize any funds for administration.

(2) As used in this section:

(a) "Qualified employer" means an employer that has a physical presence in this state, as determined by the department, and that meets any other criteria established by the department.

(b) "Qualified training provider" includes, but is not limited to, any of the following:

(i) A proprietary school licensed under the proprietary schools act, 1943 PA 148, MCL 395.101 to 395.103.

(ii) A registered United States Department of Labor joint apprenticeship training center.

(iii) A qualified employer.

(iv) A vendor that provides training for the operation of equipment or systems for which the vendor is the provider.

(3) Grants made available to eligible recipients under the program must not exceed \$90,000.00.

(4) Any funds not awarded by January 31, 2022 must revert to the Michigan strategic fund. The Michigan strategic fund must reallocate and redistribute any funds received under this subsection to the 15 local and nonprofit economic development organizations under subsection (1) in a manner determined by the Michigan strategic fund no later than February 28, 2022.

(5) The Michigan strategic fund must develop and post on the Michigan strategic fund's website an application, program operation, award, and reporting criteria for the program.

(6) The Michigan strategic fund shall submit a monthly report to the senate and house appropriations committees, the senate and house fiscal agencies, and the state budget director that provides a listing of grants awarded in the preceding month and the name of the recipient of each grant provided under the program. The Michigan strategic fund shall submit a summary of all grants awarded under the program, by industry, over the course of the current fiscal year by September 30, 2022.

Sec. 1094h. From the funds appropriated in part 1 for rural jobs and capital investment, \$5,000,000.00 shall be deposited into the rural jobs and capital investment creation fund created under section 90n of the Michigan strategic fund act, 1984 PA 270, MCL 125.2090n. All funds in the rural jobs and capital investment creation fund are appropriated and available for expenditure pursuant to sections 90m to 90r of the Michigan strategic fund act, 1984 PA 270, MCL 125.2090m to 125.2090r.

Sec. 1094i. From the funds appropriated in part 1 for Michigan career and technical institute, \$23,750,000.00 shall be awarded for critical infrastructure improvements, including mechanical, plumbing, and electrical projects, at the Michigan career and technical institute associated with Michigan rehabilitation services.

Sec. 1094j. From the funds appropriated in part 1 for reentry employment support, \$660,000.00 shall be awarded to a nonprofit that operates a program that satisfies all of the following conditions:

(a) The program provides services to parolees and probationers assessed by the department of corrections as moderate- or high-risk to recidivate.

(b) The program provides job readiness training, transitional employment, job coaching and placement, and postplacement retention services. As part of the transitional employment program phase, the nonprofit program shall provide low-skill, crew-based services to other state agencies.

(c) The program has been independently and rigorously evaluated and shown to reduce recidivism.

(d) The program demonstrates an ability to serve multiple jurisdictions across the state of Michigan.

Sec. 1094k. From the funds appropriated in part 1 for construction career center grant, \$1,000,000.00 shall be awarded to a nonprofit serving as a comprehensive construction career center offering outreach, recruitment, and education for individuals pursuing a career in construction, and for those already in the field. The funds must be used for the construction of a comprehensive training and education facility that will be utilized to promote outreach, recruitment, and education for the construction trades located in a county with a population of between 600,000 and 605,000 and in a city with a population of greater than 188,000 according to the 2010 federal decennial census.

Sec. 1094l. The funds appropriated in part 1 for college degree enhancement grant shall be awarded to a private nonprofit that works collaboratively with K-12, higher education, and other community partners to development and operate a hybrid college community partnership pilot program in 2 Michigan counties.

Sec. 1094m. (1) From the funds appropriated in part 1 for the ARP - community revitalization and placemaking grants program, \$100,000,000.00 shall be used by the Michigan strategic fund to create and operate the community revitalization and placemaking grants program for the purpose of addressing the impacts of COVID-19 in disproportionately impacted Michigan communities by investing in projects that enable population and tax revenue growth through the rehabilitation of vacant and blighted buildings and historic structures and the development of permanent place-based infrastructure associated with social zones and traditional downtowns, outdoor dining, and place-based public spaces. If grant funds are used to support residential projects, those projects must comply with the other program guidelines and eligibility as determined by the Michigan strategic fund.

(2) The Michigan strategic fund shall work with the local economic development organizations to develop program guidelines and eligibility criteria for the program and shall post that information on its publicly accessible website. Program guidelines must be in compliance with federal regulations established by the American Rescue Plan Act of 2021, Public Law 117-2, including all regulations and requirements around the use of the state fiscal recovery fund. The Michigan strategic fund may award 1 or more grants consistent with the program guidelines. Efforts shall be made to ensure a broad geographic distribution of funds awarded under the program to both urban and rural communities, to the extent allowable under federal regulations.

(3) The Michigan strategic fund shall consult or collaborate with local units of government and local economic development agencies to implement the community revitalization and placemaking grants program.

(4) The Michigan strategic fund may make awards to local and nonprofit economic development organizations and other investment vehicles or entities, as determined by the Michigan strategic fund, in the creation and administration of the community revitalization and placemaking grants program.

(5) As a condition of receiving funds in part 1 for the ARP - community revitalization and placemaking grants program, not later than March 15, the fund shall provide a report for the immediately preceding fiscal year and the report shall be submitted to the senate and house appropriations committees, the house and senate fiscal agencies, and the state budget office. The report shall include the name of the awardee, a description and estimated completion date of the project funded by the award, the county that the awardee is located, the amount of the award, a list of awards that were amended, and any awards that were returned or otherwise forfeited by the awardee.

(6) The unexpended funds appropriated in part 1 for the ARP – community revitalization and placemaking grants program are designated as a work project appropriation. Any unencumbered or unallocated 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(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the work project is the rehabilitation of vacant and blighted buildings and historic structures and the development of permanent place-based infrastructure associated with social zones, outdoor dining, and place-based public spaces.

(b) The projects will be accomplished by utilizing state employees, by the Michigan economic development corporation, or by contracts.

(c) The total estimated cost of the work project is \$100,000,000.00.

(d) The tentative completion date is September 30, 2026.

Sec. 1095. (1) From the funds appropriated in part 1 for Michigan infrastructure grants, \$1,000,000.00 shall be awarded to a city with a population between 95,000 and 100,000 located in a county with a population greater than 1,500,000 according to the 2010 federal decennial census for flood recovery projects.

(2) From the funds appropriated in part 1 for Michigan infrastructure grants, \$3,000,000.00 shall be awarded to support road repairs on a United States highway in a county with a population between 250,000 and 255,000 according to the 2010 federal decennial census.

(3) From the funds appropriated in part 1 for Michigan infrastructure grants, \$1,000,000.00 shall be awarded to an international technology center redevelopment authority located in a county with a population greater than 1,500,000 according to the 2010 federal decennial census.

(4) From the funds appropriated in part 1 for Michigan infrastructure grants, \$2,000,000.00 shall be awarded to a drain commission located in a county with a population between 25,000 and 26,000 according to the 2010 federal decennial census.

(5) From the funds appropriated in part 1 for Michigan infrastructure grants, \$3,000,000.00 shall be awarded to construct an access road and parking structure off Groesbeck Highway and a hospital located in a county with a population between 800,000 and 850,000 according to the 2010 federal decennial census.

(6) From the funds appropriated in part 1 for Michigan infrastructure grants, \$1,100,000.00 shall be awarded to a railway company headquartered in a county with a population between 200,000 and 205,000 according to the 2010 federal decennial census to complete 5 rail projects.

(7) From the funds appropriated in part 1 for Michigan infrastructure grants, \$2,500,000.00 shall be awarded to a road commission located in a county with a population between 105,000 and 110,000 according to the 2010 federal decennial census for road projects.

(8) From the funds appropriated in part 1 for Michigan infrastructure grants, \$2,314,000.00 shall be awarded to a county road commission located in a county with a population between 36,000 and 38,000 according to the 2010 federal decennial census for flood recovery projects.

(9) From the funds appropriated in part 1 for Michigan infrastructure grants, \$320,200.00 shall be awarded to a city located in a county with a population between 36,000 and 38,000 and with a population greater than 7,000 according to the 2010 federal decennial census for flood recovery projects.

(10) From the funds appropriated in part 1 for Michigan infrastructure grants, \$235,000.00 shall be awarded to a city located in a county with a population between 36,000 and 38,000 and with a population between 4,600 and 4,700 according to the 2010 federal decennial census for flood recovery projects.

(11) From the funds appropriated in part 1 for Michigan infrastructure grants, \$850,000.00 shall be awarded to a village with a population between 3,000 and 4,000 located in a county with a population between 76,000 and 77,000 according to the 2010 federal decennial census for renovation and remediation on a dam and walkway.

(12) From the funds appropriated in part 1 for Michigan infrastructure grants, \$2,000,000.00 shall be awarded for an estimated 4.7-mile road project servicing a resort located in a county with a population of between 23,500 and 23,600 according to the 2010 federal decennial census.

(13) From the funds appropriated in part 1 for Michigan infrastructure grants, \$1,500,000.00 shall be awarded for dock projects on an island in a county with a population between 11,000 and 11,500 according to the 2010 federal decennial census.

(14) From the funds appropriated in part 1 for Michigan infrastructure grants, \$951,000.00 shall be awarded to a road commission located in a county with a population between 260,000 and 265,000 according to the 2010 federal decennial census for road renovation and realignment projects.

(15) From the funds appropriated in part 1 for Michigan infrastructure grants, \$2,500,000.00 shall be awarded to support the redesign of a sugar facility located in a county with a population between 105,000 and 110,000 according to the 2010 federal decennial census.

(16) From the funds appropriated in part 1 for Michigan infrastructure grants, \$3,500,000.00 shall be awarded to support a fishing pond that is over 25 acres and located in a county with a population between 30,000 and 31,000 according to the 2010 federal decennial census.

(17) From the funds appropriated in part 1 for Michigan infrastructure grants, \$1,000,000.00 shall be awarded to dredge a pond that is located in a county with a population between 160,000 and 161,000 according to the 2010 federal decennial census.

(18) From the funds appropriated in part 1 for Michigan infrastructure grants, \$3,500,000.00 shall be awarded for an east-west connection tunnel located in a county with a population between 95,000 and 100,000 and a city with a population between 20,000 and 25,000 according to the 2010 federal decennial census.

(19) From the funds appropriated in part 1 for Michigan infrastructure grants, \$1,500,000.00 shall be awarded for a water line replacement project located in a county with a population of between 86,900 and 87,000 and in a village with a population of between 1,400 and 1,500 according to the 2010 federal decennial census.

(20) From the funds appropriated in part 1 for Michigan infrastructure grants, \$2,000,000.00 shall be awarded for a local road project aimed at reducing congestion on Secor Road located in a county with a population of between 152,000 and 152,100 according to the 2010 federal decennial census.

(21) From the funds appropriated in part 1 for Michigan infrastructure grants, \$1,500,000.00 shall be awarded to a road commission for a road resurfacing and rehabilitation project located in a county with a population of between 70,300 and 70,400 according to the 2010 federal decennial census.

(22) From the funds appropriated in part 1 for Michigan infrastructure grants, \$200,000.00 shall be awarded for a traffic light at an intersection located in a county with a population of between 70,300 and 70,400 and in a city with a population of between 26,000 and 26,100 according to the 2010 federal decennial census.

(23) From the funds appropriated in part 1 for Michigan infrastructure grants, \$10,000,000.00 shall be awarded for a road project that would move an existing street below a United States highway and improve entrances to recreational facilities located in a county with a population of between 600,000 and 605,000 and in a city with a population greater than 188,000 according to the 2010 federal decennial census.

(24) From the funds appropriated in part 1 for Michigan infrastructure grants, \$400,000.00 shall be awarded for an environmental impact study related to relocating an existing rail line located in a county with a population of between 24,700 and 24,800 according to the 2010 federal decennial census.

(25) From the funds appropriated in part 1 for Michigan infrastructure grants, \$150,000.00 shall be awarded for engineering and constructions costs related to a road project that would add additional access points for trucks and modify existing access points to increase safety and streamline traffic located in a county with a population of between 75,300 and 75,400 and in a city with a population of between 7,800 and 7,900 according to the 2010 federal decennial census.

Sec. 1096. (1) From the funds appropriated in part 1 for Michigan enhancement grants, \$2,000,000.00 shall be awarded to a nonprofit 501(c)(3) corporation that supports economic growth within minority communities and is headquartered in a city with a population greater than 500,000 according to the 2010 federal decennial census to support operations and expansion.

(2) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,000,000.00 shall be awarded to an innovation hub located at a university located in a city with a population between 45,000 and 50,000 that is primarily located in a county with a population between 275,000 and 300,000 according to the 2010 federal decennial census to support operations and expansion.

(3) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,000,000.00 shall be allocated to a nonprofit Michigan health care system organized under the laws of this state that is exempt from federal income tax under section 501(c)(3) of the internal revenue code of 1986, 26 USC 501, and that is located in a county with a population between 280,800 and 281,000 and in a city with a population greater than 105,000 according to the 2010 federal decennial census for the purpose of supporting a behavioral health pilot project. The purpose of the project is a redesign of the campus to accommodate creating a behavioral health facility.

(4) From the funds appropriated in part 1 for Michigan enhancement grants, \$750,000.00 shall be awarded as grants to support the border to border trail located in a township with a population of between 20,000 and 21,000 and in a county with a population of between 344,700 and 345,000 according to the 2010 federal decennial census.

(5) From the funds appropriated in part 1 for Michigan enhancement grants, \$750,000.00 shall be awarded as grants to support pedestrian trail safety in a township with a population of between 20,000 and 21,000 and in a county with a population of between 344,700 and 345,000 according to the 2010 federal decennial census.

(6) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,000,000.00 shall be awarded to a city with a population between 50,000 and 55,000 located in a county with a population between 130,000 and 140,000 according to the 2010 federal decennial census for city hall projects.

(7) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded to Mackinac Island State Park to support operations of the park.

(8) From the funds appropriated in part 1 for Michigan enhancement grants, \$2,000,000.00 shall be awarded for renovation of a plaza hotel located in a county with a population of between 130,000 and 140,000 and in a city with a population of between 50,000 and 55,000 according to the 2010 federal decennial census.

(9) From the funds appropriated in part 1 for Michigan enhancement grants, \$300,000.00 shall be awarded to a veteran's foundation workshop located in a county with a population between 105,000 and 110,000 and in a city with a population over 34,000 according to the 2010 federal decennial census to support the workshop learning center.

(10) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,750,000.00 shall be awarded to a university that is headquartered in a county with a population between 200,000 and 205,000 according to the 2010 federal decennial census to support a workforce talent lab.

(11) From the funds appropriated in part 1 for Michigan enhancement grants, \$600,000.00 shall be awarded to a county youth fair permanent police and fire station located in a county with a population between 155,000 and 160,000 according to the 2010 federal decennial census.

(12) From the funds appropriated in part 1 for Michigan enhancement grants, \$26,000.00 shall be awarded to United Way located in a county with a population between 60,000 and 62,000 according to the 2010 federal decennial census to support community suicide prevention.

(13) From the funds appropriated in part 1 for Michigan enhancement grants, \$250,000.00 shall be awarded to a transportation authority located on an island in a county with a population between 162,000 and 165,000 and in a township with a population between 9,000 and 9,200 according to the 2010 federal decennial census to conduct a bridge study.

(14) From the funds appropriated in part 1 for Michigan enhancement grants, \$4,000,000.00 shall be awarded for trail flood repairs located in a county with a population of between 36,000 and 37,000 and in a village with a population of between 900 and 1,100 according to the 2010 federal decennial census.

(15) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded to a maritime museum located in a city with a population between 4,300 and 4,500 that is in a county with a population between 76,000 and 77,000 and a county with a population between 110,000 and 115,000 according to the 2010 federal decennial census.

(16) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,000,000.00 shall be awarded to a meals on wheels organization to open a new building in a county with a population between 180,000 and 181,000 according to the 2010 federal decennial census.

(17) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,500,000.00 shall be awarded to an ambulance garage located in a county with a population between 11,000 and 11,500 and in a city with a population greater than 2,000 according to the 2010 federal decennial census.

(18) From the funds appropriated in part 1 for Michigan enhancement grants, \$150,000.00 shall be awarded to a skilled trade training center located in a county with a population between 46,000 and 47,000 and in a city with a population between 1,300 and 1,500 according to the 2010 federal decennial census.

(19) From the funds appropriated in part 1 for Michigan enhancement grants, \$210,000.00 shall be awarded to a county sheriff's office located in a county with a population between 46,000 and 47,000 according to the 2010 federal decennial census for communication equipment.

(20) From the funds appropriated in part 1 for Michigan enhancement grants, \$10,000,000.00 shall be awarded to an intermediate school district located in a county with a population between 160,000 and 161,000 according to the 2010 federal decennial census for HVAC upgrades and renovations at an elementary school.

(21) From the funds appropriated in part 1 for Michigan enhancement grants, \$5,183,400.00 shall be awarded to a point lighthouse located in a county with a population between 17,500 and 18,000 according to the 2010 federal decennial census for renovations.

(22) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,141,500.00 shall be awarded for groundwater evaluation and a response coordination system in a county with a population of between 260,000 and 265,000 according to the 2010 federal decennial census.

(23) From the funds appropriated in part 1 for Michigan enhancement grants, \$2,000,000.00 shall be awarded to open a history and STEM education center located in a county with a population between 150,000 and 155,000 according to the 2010 federal decennial census.

(24) From the funds appropriated in part 1 for Michigan enhancement grants, \$5,000,000.00 shall be awarded to support a center for performing arts located in a county with a population between 83,000 and 84,000 according to the 2010 federal decennial census.

(25) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded to the office of global Michigan to issue and administer a request for proposal for the creation of a community hub located in West Michigan.

(26) From the funds appropriated in part 1 for Michigan enhancement grants, \$6,557,100.00 shall be awarded to support a community center located in a county with a population between 83,000 and 84,000 according to the 2010 federal decennial census.

(27) From the funds appropriated in part 1 for Michigan enhancement grants, \$224,000.00 shall be awarded to an athletic center located in a county with a population between 160,000 and 161,000 and a city with a population over 30,000 according to the 2010 federal decennial census for soil remediation.

(28) From the funds appropriated in part 1 for Michigan enhancement grants, \$5,000,000.00 shall be awarded for a frequency tower for first responders located in a county with a population between 155,000 and 160,000 according to the 2010 federal decennial census.

(29) From the funds appropriated in part 1 for Michigan enhancement grants, \$3,150,000.00 shall be awarded to support a beacon house located in a county with a population between 65,000 and 70,000 and city with a population over 20,000 according to the 2010 federal decennial census.

(30) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,195,000.00 shall be awarded to a railway company to complete 4 rail projects located in a county with a population between 70,000 and 75,000 according to the 2010 federal decennial census.

(31) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,500,000.00 shall be awarded to support Van Dyke apartments located in a city with a population of more than 600,000 according to the 2010 federal decennial census.

(32) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded for sewer extension in a township with a population between 4,300 and 4,500 located in a county with a population between 23,000 and 24,000 according to the 2010 federal decennial census.

(33) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,000,000.00 shall be awarded to a city with a population over 100,000 located in a county with a population between 400,000 and 450,000 according to the 2010 federal decennial census for renovations and expansion of a field house that was founded over 90 years ago.

(34) From the funds appropriated in part 1 for Michigan enhancement grants, \$250,000.00 shall be awarded to a library located in city with a population over 100,000 and in a county with a population between 400,000 and 450,000 according to the 2010 federal decennial census for renovations.

(35) From the funds appropriated in part 1 for Michigan enhancement grants, \$200,000.00 shall be awarded to a road commission located in a city with a population over 100,000 and in a county with a population between 400,000 and 450,000 according to the 2010 federal decennial census for expansion of pathways from parking to industrial facilities.

(36) From the funds appropriated in part 1 for Michigan enhancement grants, \$375,000.00 shall be awarded to a social club located in a city with a population over 100,000 and in a county with a population between 400,000 and 450,000 according to the 2010 federal decennial census to support a comprehensive training and mentoring program for food entrepreneurs.

(37) From the funds appropriated in part 1 for Michigan enhancement grants, \$100,000.00 shall be awarded to a basketball team located in a city with a population over 100,000 and in a county with a population between 400,000 and 450,000 according to the 2010 federal decennial census to assist with youth camps and community programming essential to the overall health and well-being of at-risk youth.

(38) From the funds appropriated in part 1 for Michigan enhancement grants, \$460,000.00 shall be awarded to a cooperative grocery store located in a city with a population over 100,000 and in a county with a population between 400,000 and 450,000 according to the 2010 federal decennial census to expand access to food within a food desert.

(39) From the funds appropriated in part 1 for Michigan enhancement grants, \$250,000.00 shall be awarded to a community health network located in a county with a population between 1,000,000 and 1,500,000 according to the 2010 federal decennial census to support violence intervention programs.

(40) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,000,000.00 shall be awarded to a nonprofit 501(c)(3) corporation that operates 16 community health centers located in a county with a population between 1,000,000 and 1,500,000 according to the 2010 federal decennial census to renovate a new facility to create a new clinic.

(41) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded to an institute that is focused on achieving health care parity for African-Americans located in a city with a population over 175,000 and in a county with a population between 600,000 and 610,000 according to the 2010 federal decennial census to support research of the expanded health equity index.

(42) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded to a nonprofit founded in 2005 that is also a federal qualified health center located in a city with a population over 175,000 and in a county with a population between 600,000 and 610,000 according to the 2010 federal decennial census to construct and remodel the health center.

(43) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded to a public museum located in a city with a population over 175,000 and in a county with a population between 600,000 and 610,000 according to the 2010 federal decennial census for expansion and renovation projects.

(44) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,000,000.00 shall be awarded to a city with a population over 500,000 according to the 2010 federal decennial census for the purpose of restoring woodland water flow to a native pond that will ensure water is clean and nonstagnant.

(45) From the funds appropriated in part 1 for Michigan enhancement grants, \$25,000.00 shall be awarded to a block club association within a city with a population over 500,000 according to the 2010 federal decennial census whose mission is creating an expansive community garden to support community garden restorations.

(46) From the funds appropriated in part 1 for Michigan enhancement grants, \$200,000.00 shall be awarded to a women mentor and scholarship program that is headquartered in a county with a population between 1,000,000 and 1,500,000 according to the 2010 federal decennial census to expand the program to additional schools.

(47) From the funds appropriated in part 1 for Michigan enhancement grants, \$150,000.00 shall be awarded to a nonprofit de-escalation training center headquartered at a research university located in a city with a population over 500,000 according to the 2010 federal decennial census. The funding allocated shall be used for training purposes, including, but not limited to, offering training to law enforcement agencies in this state free of cost.

(48) From the funds appropriated in part 1 for Michigan enhancement grants, \$450,000.00 shall be awarded to a downtown development authority located in a city with a population between 19,000 and 22,000 and in a county with a population between 300,000 and 400,000 according to the 2010 federal decennial census to make improvements to an art center.

(49) From the funds appropriated in part 1 for Michigan enhancement grants, \$300,000.00 shall be awarded to a foundation for an early childhood center expansion located in a city with a population between 19,400 and 19,500 and in a county with a population between 340,000 and 350,000 according to the 2010 federal decennial census.

(50) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded to a county prosecutor's office located in a county with a population between 340,000 and 350,000 according to the 2010 federal decennial census to help reduce recidivism among returning citizens.

(51) From the funds appropriated in part 1 for Michigan enhancement grants, \$30,000.00 shall be awarded to a community development corporation that has a memorandum of understanding with a city that has a population between 19,400 and 19,500 and in a county with a population between 340,000 and 350,000 according to the 2010 federal decennial census to conduct a feasibility study on building a parking ramp located within the city.

(52) From the funds appropriated in part 1 for Michigan enhancement grants, \$150,000.00 shall be awarded to a township that has a population between 12,000 and 15,000 and in a county with a population between 340,000 and 350,000 according to the 2010 federal decennial census to improve pedestrian safety around a township branch library.

(53) From the funds appropriated in part 1 for Michigan enhancement grants, \$25,000.00 shall be awarded to a cemetery association located in a city that has a population between 19,400 and 19,500 and in a county with a population between 340,000 and 350,000 according to the 2010 federal decennial census to construct a memorial to commemorate African-American soldiers.

(54) From the funds appropriated in part 1 for Michigan enhancement grants, \$50,000.00 shall be awarded to a city that has a population between 19,400 and 19,500 and in a county with a population between 340,000 and 350,000 according to the 2010 federal decennial census for improvements to a softball diamond.

(55) From the funds appropriated in part 1 for Michigan enhancement grants, \$350,000.00 shall be awarded to a city that has a population between 3,000 and 3,500 and in a county with a population over 1,500,000 according to the 2010 federal decennial census for rehabilitation of a wastewater treatment plant.

(56) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,000,000.00 shall be awarded to a senior living community operated by a nonprofit located in a city that has a population between 71,000 and 72,000 and in a county with a population between 1,000,000 and 1,500,000 according to the 2010 federal decennial census for improvements for construction of new units and renovations to current centers to provide services to low-income seniors.

(57) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,000,000.00 shall be awarded to a historic music museum that is focused on music created in a city with a population over 500,000 according to the 2010 federal decennial census.

(58) From the funds appropriated in part 1 for Michigan enhancement grants, \$250,000.00 shall be awarded to a school district located in a city with a population over 500,000 according to the 2010 federal decennial census. The funds shall be used in partnership with the MI Army national guard to support the growth and development of a robust JROTC program at a high school where all freshman are required to participate in the program and building out the service school model.

(59) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,000,000.00 shall be awarded to a nonprofit 501(c)(3) corporation that provides residential and support services for individuals with intellectual and developmental disability located in a city that has a population between 45,000 and 50,000 and in a county with a population between 250,000 and 255,000 according to the 2010 federal decennial census to support and expand services.

(60) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,500,000.00 shall be awarded to a city that has a population between 45,000 and 50,000 and in a county with a population between 250,000 and 255,000 according to the 2010 federal decennial census to support construction of a new senior center.

(61) From the funds appropriated in part 1 for Michigan enhancement grants, \$300,000.00 shall be awarded to conduct a sound wall study on I-75 in a county with a population between 1,000,000 and 1,500,000 according to the 2010 federal decennial census.

(62) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded for park expansion in a county with a population between 1,000,000 and 1,500,000 and a city with a population between 70,000 and 71,000 according to the 2010 federal decennial census.

(63) From the funds appropriated in part 1 for Michigan enhancement grants, \$600,000.00 shall be awarded to a city with a population between 71,000 and 72,000 in a county with a population between 1,000,000 and 1,500,000 according to the 2010 federal decennial census to expand and improve parking and build programming shelters at a nature preserve.

(64) From the funds appropriated in part 1 for Michigan enhancement grants, \$50,000.00 shall be awarded to a living and learning enrichment center located in a city with a population between 5,900 and 6,000 located across 2 counties with populations each greater than 1,000,000 according to the 2010 federal decennial census to support operations and programming.

(65) From the funds appropriated in part 1 for Michigan enhancement grants, \$100,000.00 shall be awarded to a city with a population between 95,000 and 100,000 located in a county with a population greater than 1,500,000 according to the 2010 federal decennial census to create a new outdoor fitness zone to accommodate senior citizens and individuals with physical disabilities or limitations.

(66) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded to a city with a population between 17,000 and 18,000 in a county with a population greater than 1,500,000 according to the 2010 federal decennial census to make improvements to a city park's amphitheater.

(67) From the funds appropriated in part 1 for Michigan enhancement grants, \$750,000.00 shall be awarded to a community action alliance located in a city with a population over 500,000 according to the 2010 federal decennial census to improve connectivity and computer skills to seniors.

(68) From the funds appropriated in part 1 for Michigan enhancement grants, \$750,000.00 shall be awarded to an association involved in sickle cell anemia located in a city with a population over 500,000 according to the 2010 federal decennial census to create a sickle cell anemia center to treat individuals with sickle cell anemia.

(69) From the funds appropriated in part 1 for Michigan enhancement grants, \$450,000.00 shall be awarded to a public health authority created through an interlocal agreement between a city with a population greater than 500,000 according to the 2010 federal decennial census and this state to create and implement a pilot program to evaluate the impact of community health care workers on equitable health care delivery and successful mitigation of COVID-19 related health impacts in at-risk urban populations. It is the intent of the legislature that the pilot program described in this section operate for 3 years. Outcomes and performance measures for this pilot program include, but are not limited to, the following:

- (a) Enhanced quality and coordination of care.
- (b) Increased access to care for at-risk urban populations.
- (c) Improved deployment of preventative health care strategies.

(70) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,000,000.00 shall be awarded to a nonprofit organization that supports children, families, and individuals and is located in a city with a population greater than 100,000 in a county with a population between 275,000 and 300,000 according to the 2010 federal decennial census for the purpose of consolidation and enhancement of services to the community.

(71) From the funds appropriated in part 1 for Michigan enhancement grants, \$100,000.00 shall be awarded to a nonprofit and apprenticeship program located in a city with a population greater than 100,000 in a county with a population between 275,000 and 300,000 according to the 2010 federal decennial census to support the apprenticeship program through housing education.

(72) From the funds appropriated in part 1 for Michigan enhancement grants, \$375,000.00 shall be awarded to a nonprofit and community development organization located in a city with a population greater than 100,000 in a county with a population between 275,000 and 300,000 according to the 2010 federal decennial census to support apprenticeship and job placement programs.

(73) From the funds appropriated in part 1 for Michigan enhancement grants, \$150,000.00 shall be awarded to a special operations team that serves 3 counties and is headquartered in a county with a population between 75,000 and 76,000 according to the 2010 federal decennial census to support emergency response vehicles and special equipment.

(74) From the funds appropriated in part 1 for Michigan enhancement grants, \$85,000.00 shall be awarded to a neighborhood center located in a city with a population greater than 100,000 in a county with a population between 275,000 and 300,000 according to the 2010 federal decennial census to support structural improvements to the food pantry program within the neighborhood that the center serves.

(75) From the funds appropriated in part 1 for Michigan enhancement grants, \$200,000.00 shall be awarded to support installation of a notification system to warn beachgoers of immediate water safety threats or hazards in real time in a county with a population between 260,000 and 265,000 according to the 2010 federal decennial census.

(76) From the funds appropriated in part 1 for Michigan enhancement grants, \$2,000,000.00 shall be awarded to build a music and arts center in a city with a population greater than 100,000 and in a county with a population between 275,000 and 300,000 according to the 2010 federal decennial census.

(77) From the funds appropriated in part 1 for Michigan enhancement grants, \$350,000.00 shall be awarded to a farmer's market association located in a city with a population between 45,000 and 50,000 and that is primarily located in a county with a population between 275,000 and 300,000 according to the 2010 federal decennial census to increase the number of farmer's markets throughout the state that have the ability to accept EBT.

(78) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,800,000.00 shall be awarded to the Michigan department of military and veterans affairs to be disbursed as grants to achieve department goals and performance objectives in partnership with counties and veterans service organizations that assist veterans and their families with their veterans affairs disability claims. Grants distributed under this subsection shall be divided equally between counties and veterans service organizations and shall fund programs and projects that are determined by the department of military and veterans affairs to meet department performance objectives.

(79) From the funds appropriated in part 1 for Michigan enhancement grants, \$400,000.00 shall be awarded to a fire department located in a city with a population between 130,000 and 135,000 and a county with a population between 800,000 and 850,000 according to the 2010 federal decennial census to purchase a heavy tactical rescue vehicle.

(80) From the funds appropriated in part 1 for Michigan enhancement grants, \$25,000.00 shall be awarded to a women's center located in a city with a population greater than 100,000 and in a county with a population between 275,000 and 300,000 according to the 2010 federal decennial census to expand programming.

(81) From the funds appropriated in part 1 for Michigan enhancement grants, \$25,000.00 shall be awarded to a nonprofit founded in 2007 that serves children that are survivors of sexual abuse located in a charter township with a population between 25,000 and 26,000 and in a county with a population between 275,000 and 300,000 according to the 2010 federal decennial census to support mental health therapy programming.

(82) From the funds appropriated in part 1 for Michigan enhancement grants, \$75,000.00 shall be awarded to a police department located in a city with a population greater than 100,000 and in a county with a population between 275,000 and 300,000 according to the 2010 federal decennial census to support the staffing of the cold case unit.

(83) From the funds appropriated in part 1 for Michigan enhancement grants, \$5,200,000.00 shall be awarded to prepare and build a facility at a county youth fairgrounds located in a county with a population of between 600,000 and 610,000 according to the 2010 federal decennial census.

(84) From the funds appropriated in part 1 for Michigan enhancement grants, \$150,000.00 shall be awarded for a new facility upgrade at a nonprofit that focuses on strengthening the community through youth development, healthy living, and social responsibility located in a county with a population of between 600,000 and 610,000 and in a city with a population of between 3,700 and 3,800 according to the 2010 federal decennial census.

(85) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,625,000.00 shall be awarded for per- and polyfluoroalkyl substances remediation for a city water system located in a city with a population of between 188,000 and 188,100 according to the 2010 federal decennial census and an international airport located in a county with a population of between 600,000 and 610,000 according to the 2010 federal decennial census.

(86) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded to a boys and girls club located in a county with a population of between 29,500 and 29,700 and in a city with a population of between 10,400 and 10,600 according to the 2010 federal decennial census for child health, education, care, and development at a new facility.

(87) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,150,000.00 shall be awarded to a nonprofit volunteer organization dedicated to the success of snowmobiling and off-road vehicles in this state for equipment and training.

(88) From the funds appropriated in part 1 for Michigan enhancement grants, \$150,000.00 shall be awarded to a cultural center located in a county with a population of between 1,200,000 and 1,205,000 and in a charter township with a population of between 64,500 and 65,000 according to the 2010 federal decennial census for a virtual discussion series mobile museum and digital storytelling.

(89) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be deposited in the Michigan law enforcement officers memorial monument fund created under section 3 of the Michigan law enforcement officers memorial act, 2004 PA 177, MCL 28.783.

(90) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,500,000.00 shall be awarded for roof repairs at a community and performing arts center located in a county with a population greater than 1,800,000 and in a city with a population of between 98,000 and 98,500 according to the 2010 federal decennial census.

(91) From the funds appropriated in part 1 for Michigan enhancement grants, \$2,000,000.00 shall be awarded to a foundation that develops the leadership of youth and young adults by engaging them in community service located in a county with a population greater than 1,800,000 and in a city with a population of between 98,000 and 98,500 according to the 2010 federal decennial census.

(92) From the funds appropriated in part 1 for Michigan enhancement grants, \$100,000.00 shall be awarded to an association dedicated to empowering communities, individuals, families, groups, and businesses to achieve their maximum goals through direct services and wide-ranging social services located in a county with a population greater than 1,800,000 and in a city with a population of between 98,000 and 98,500 according to the 2010 federal decennial census.

(93) From the funds appropriated in part 1 for Michigan enhancement grants, \$250,000.00 shall be awarded to a library located in a county with a population of between 32,500 and 33,000 and in a city with a population of between 1,200 and 1,300 according to the 2010 federal decennial census to support construction of a new library.

(94) From the funds appropriated in part 1 for Michigan enhancement grants, \$100,000.00 shall be awarded to a culinary academy for intellectually and developmentally disabled adults located in a county with a population of between 840,500 and 841,500 and in a city with a population of between 8,200 and 8,300 according to the 2010 federal decennial census.

(95) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded to an independent ecumenical organization providing assistance to homeless and disadvantaged individuals located in a county with a population of between 600,000 and 610,000 and in a city with a population of between 185,000 and 190,000 according to the 2010 federal decennial census.

(96) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded for a September 11th memorial at a state police post located in a county with a population of between 600,000 and 610,000 and in a city with a population of between 23,500 and 24,000 according to the 2010 federal decennial census.

(97) From the funds appropriated in part 1 for Michigan enhancement grants, \$800,000.00 shall be awarded for the construction of a new barn at a county fairgrounds located in a county with a population of between 48,400 and 48,500 according to the 2010 federal decennial census.

(98) From the funds appropriated in part 1 for Michigan enhancement grants, \$2,830,000.00 shall be awarded to aid infrastructure installation at a county fairgrounds located in a county with a population of between 15,800 and 16,000 according to the 2010 federal decennial census.

(99) From the funds appropriated in part 1 for Michigan enhancement grants, \$20,000.00 shall be awarded for Americans with disabilities act compliance measures at a county park system located in a county with a population of between 43,100 and 43,200 according to the 2010 federal decennial census.

(100) From the funds appropriated in part 1 for Michigan enhancement grants, \$50,000.00 shall be awarded for the completion of a new location for a nutrition program located in a county with a population of between 163,000 and 163,500 according to the 2010 federal decennial census.

(101) From the funds appropriated in part 1 for Michigan enhancement grants, \$150,000.00 shall be awarded to a nonprofit camp for youth with disabilities located in a county with a population of between 152,000 and 152,200 according to the 2010 federal decennial census.

(102) From the funds appropriated in part 1 for Michigan enhancement grants, \$100,000.00 shall be awarded to a crisis intervention center for persons in active addiction located in a county with a population of between 152,000 and 152,200 and in a city with a population of between 20,500 and 21,000 according to the 2010 federal decennial census.

(103) From the funds appropriated in part 1 for Michigan enhancement grants, \$200,000.00 shall be awarded for blight cleanup in a city with a population greater than 600,000 according to the 2010 federal decennial census administered by a community council and nonprofit think tank that educates and informs an evolving community.

(104) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded to a public library located in a city with a population greater than 600,000 according to the 2010 federal decennial census for various maintenance and repair projects.

(105) From the funds appropriated in part 1 for Michigan enhancement grants, \$6,000,000.00 shall be awarded for road repairs and paving in a county with a population of between 6,600 and 6,700 according to the 2010 federal decennial census.

(106) From the funds appropriated in part 1 for Michigan enhancement grants, \$250,000.00 shall be awarded for the restoration of a downtown city block damaged by fire located in a village with a population of between 700 and 800 and in a county with a population of between 36,600 and 36,700 according to the 2010 federal decennial census. Funds may also be used to support restoration of the city block occurring in a charter township with a population of between 6,400 and 6,500 located in a county with a population of between 36,600 and 36,700 according to the 2010 federal decennial census, if necessary.

(107) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded for the general operational support for a state fair held in a county with a population of between 37,000 and 37,100 according to the 2010 federal decennial census.

(108) From the funds appropriated in part 1 for Michigan enhancement grants, \$7,000,000.00 shall be awarded for waterway improvements and restoring rapids in a river located in a county with a population of between 600,000 and 605,000 according to the 2010 federal decennial census.

(109) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,000,000.00 shall be awarded to an independent biomedical research and science education organization in a county with a population of between 600,000 and 605,000 and in a city with a population greater than 185,000 according to the 2010 federal decennial census to be used for matching federal funds, private and nonprofit grants, and private contributions.

(110) From the funds appropriated in part 1 for Michigan enhancement grants, \$50,000.00 shall be awarded for infrastructure improvements, including water and electricity, at a campground located in a county with a population of between 163,000 and 164,000 according to the 2010 federal decennial census.

(111) From the funds appropriated in part 1 for Michigan enhancement grants, \$300,000.00 shall be awarded to a parks commission for boat launch improvements located in a county with a population of between 29,500 and 30,000 according to the 2010 federal decennial census.

(112) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,500,000.00 shall be awarded for a company expansion located in a county with a population of between 55,700 and 55,800 and in a village with a population of between 2,400 and 2,500 according to the 2010 federal decennial census.

(113) From the funds appropriated in part 1 for Michigan enhancement grants, \$30,000.00 shall be awarded for a kayak launch project located in a county with a population of between 425,500 and 426,000 and in a city with a population of between 3,900 and 4,000 according to the 2010 federal decennial census.

(114) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,000,000.00 shall be awarded to an aviation academy located in a county with a population of between 600,000 and 610,000 and in a charter township with a population of between 17,100 and 17,300 according to the 2010 federal decennial census for a hangar project.

(115) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,000,000.00 shall be awarded for a program operated by a private university providing a liberal arts education to inmates in the Michigan department of corrections located in a county with a population of between 600,000 and 610,000 according to the 2010 federal decennial census.

(116) From the funds appropriated in part 1 for Michigan enhancement grants, \$250,000.00 shall be awarded for a command and control education program operated by a public-private nonprofit entity that provides a collaborative platform for academia, industry, and governmental agencies to provide low earth orbit and hypersonic launch technology for commercial and defense applications.

(117) From the funds appropriated in part 1 for Michigan enhancement grants, \$200,000.00 shall be awarded as matching funds to rural Michigan small business development centers. Awards shall be made to prosperity regions operating a small business development center that do not have a 4-year university main campus in their region. Individual grants are capped at \$100,000.00 per small business development center and must be used to draw down matching dollars for the center.

(118) From the funds appropriated in part 1 for Michigan enhancement grants, \$400,000.00 shall be awarded to an educational foundation located in a county with a population of between 1,200,000 and 1,205,000 and in a city with a population of between 55,000 and 55,400 according to the 2010 federal decennial census for outdoor classrooms and outdoor gardening programs.

(119) From the funds appropriated in part 1 for Michigan enhancement grants, \$250,000.00 shall be awarded to a cultural center located in a county with a population greater than 1,800,000 and in a city with a population of between 9,100 and 9,200 according to the 2010 federal decennial census to improve infrastructure compliance with the Americans with disabilities act.

(120) From the funds appropriated in part 1 for Michigan enhancement grants, \$200,000.00 shall be awarded to a city with a population of between 129,000 and 130,000 located in a county with a population of between 840,500 and 841,000 according to the 2010 federal decennial census for election-related costs.

(121) From the funds appropriated in part 1 for Michigan enhancement grants, \$250,000.00 shall be awarded to a city with a population of between 129,000 and 130,000 located in a county with a population of between 840,500 and 841,000 according to the 2010 federal decennial census for tree canopy grants.

(122) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,400,000.00 shall be awarded for a regional fire apparatus for a charter township with a population of between 32,400 and 32,500 located in a county with a population of between 107,500 and 108,000 according to the 2010 federal decennial census.

(123) From the funds appropriated in part 1 for Michigan enhancement grants, \$275,000.00 shall be awarded for a community financial stabilization and workforce development program operated by a human service oriented, charitable nonprofit organization that focuses on education, financial stability, and health located in a county with a population of between 344,000 and 345,000 according to the 2010 federal decennial census.

(124) From the funds appropriated in part 1 for Michigan enhancement grants, \$300,000.00 shall be awarded for a community green space initiative administered by a nonprofit focused on the development and implementation of community strategies and initiatives for residents in 3 cities located in a county with a population greater than 1,800,000 according to the 2010 federal decennial census.

(125) From the funds appropriated in part 1 for Michigan enhancement grants, \$200,000.00 shall be awarded to a nonprofit providing youth facing homelessness with shelter and educational and vocational programs located in a county with a population greater than 1,800,000 and in a city with a population greater than 600,000 according to the 2010 federal decennial census.

(126) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded to a multi-agency collaborative focused on addressing the lack of accessible employment for young adults and community residents and a lack of structured and consistent approaches to providing inter-agency and cross-sectoral opportunities for the community located in a county with a population of between 600,000 and 610,000 and in a city with a population of between 188,000 and 188,100 according to the 2010 federal decennial census for the provision of social services, jobs training, adult education, GED programs, and facility renovations.

(127) From the funds appropriated in part 1 for Michigan enhancement grants, \$250,000.00 shall be awarded to a nonprofit grassroots organization collaborating with local unions, businesses, faith-based organizations, and residents that works to improve the quality of life for elders, families, and surrounding communities through collective growth, creative collaboration, advocacy, and innovative programming located in a county with a population greater than 1,800,000 and in a city with a population greater than 600,000 according to the 2010 federal decennial census.

(128) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded for workforce development programming at an urban nonprofit advancing underserved youth and adults by expanding accessibility in education, training, and career placement located in a county with a population of between 200,000 and 201,000 and in a city with a population of between 51,500 and 52,000 according to the 2010 federal decennial census.

(129) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,500,000.00 shall be awarded for a wharf project located in a county with a population of between 172,100 and 172,200 and in a city with a population of between 38,300 and 38,500 according to the 2010 federal decennial census.

(130) From the funds appropriated in part 1 for Michigan enhancement grants, \$100,000.00 shall be awarded for a fire prevention trailer replacement located in a county with a population of between 1,202,000 and 1,203,000 and in a city with a population of between 79,500 and 80,000 according to the 2010 federal decennial census.

(131) From the funds appropriated in part 1 for Michigan enhancement grants, \$36,000.00 shall be awarded for level 2 electric vehicle charging stations located in a city hall parking lot located in a county with a population of between 1,202,000 and 1,203,000 and in a city with a population of between 79,500 and 80,000 according to the 2010 federal decennial census.

(132) From the funds appropriated in part 1 for Michigan enhancement grants, \$300,000.00 shall be awarded for crisis intervention training at a police department located in a county with a population of between 1,202,000 and 1,203,000 and in a city with a population of between 79,500 and 80,000 according to the 2010 federal decennial census.

(133) From the funds appropriated in part 1 for Michigan enhancement grants, \$200,000.00 shall be awarded to implement phase I of a streetscape plan located in a county with a population greater than 1,800,000 according to the 2010 federal decennial census.

(134) From the funds appropriated in part 1 for Michigan enhancement grants, \$750,000.00 shall be awarded to repair a seawall located in a county with a population greater than 1,800,000 according to the 2010 federal decennial census.

(135) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded for a loan financing program operated by an organization focused on bringing partnerships and philanthropic resources together to support real estate and business projects that struggle to find traditional financing located in a county with a population greater than 1,800,000 and in a city with a population greater than 600,000 according to the 2010 federal decennial census.

(136) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded for a capital improvement grant administered by an alliance that focuses on Detroit's region-serving parks located

in a county with a population greater than 1,800,000 and in a city with a population greater than 600,000 according to the 2010 federal decennial census.

(137) From the funds appropriated in part 1 for Michigan enhancement grants, \$300,000.00 shall be awarded for programming at a nonprofit, multicultural, interfaith, inter-community partnership with a focus on southeast Michigan located in a county with a population of between 1,200,000 and 1,205,000 according to the 2010 federal decennial census.

(138) From the funds appropriated in part 1 for Michigan enhancement grants, \$125,000.00 shall be awarded for improvements at a recreation center located in a county with a population of between 1,200,000 and 1,205,000 and in a charter township with a population of between 2,400 and 2,500 according to the 2010 federal decennial census.

(139) From the funds appropriated in part 1 for Michigan enhancement grants, \$200,000.00 shall be awarded to an organization dedicated to offering evidence-based martial arts therapy to kids located in a county with a population of between 1,200,000 and 1,205,000 and in a city with a population of between 71,700 and 71,800 according to the 2010 federal decennial census.

(140) From the funds appropriated in part 1 for Michigan enhancement grants, \$750,000.00 shall be awarded for alleyway improvement projects that help improve business growth located in a county with a population greater than 1,800,000 and in a city with a population of between 22,400 and 22,500 according to the 2010 federal decennial census.

(141) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,000,000.00 shall be awarded to a city with a population greater than 80,000 located in a county with a population of between 280,800 and 280,900 according to the 2010 federal decennial census for public safety and other security measures around the Michigan Capitol Building.

(142) From the funds appropriated in part 1 for Michigan enhancement grants, \$200,000.00 shall be awarded to a city with a population of between 4,000 and 4,100 located in a county with a population of between 1,200,000 and 1,205,000 according to the 2010 federal decennial census to rehabilitate portions of the local road system and storm ditch system.

(143) From the funds appropriated in part 1 for Michigan enhancement grants, \$200,000.00 shall be awarded to a village with a population of between 3,100 and 3,200 located in a county with a population of between 1,200,000 and 1,205,000 according to the 2010 federal decennial census for sewer repair.

(144) From the funds appropriated in part 1 for Michigan enhancement grants, \$225,000.00 shall be awarded to a fire department located in a charter township with a population of between 39,600 and 39,700 located in a county with a population of between 280,800 and 280,900 according to the 2010 federal decennial census for a new apparatus.

(145) From the funds appropriated in part 1 for Michigan enhancement grants, \$250,000.00 shall be awarded for repairs at a planetarium located in a city with a population of between 21,300 and 21,400 and in a county with a population of between 67,000 and 67,100 according to the 2010 federal decennial census.

(146) From the funds appropriated in part 1 for Michigan enhancement grants, \$2,000,000.00 shall be awarded for programming at a nonprofit that teaches, mentors, and supports academically ambitious first-generation Hispanic high school and college students in under-resourced Michigan Hispanic communities located in a county with a population greater than 1,800,000 and in a city with a population greater than 600,000 according to the 2010 federal decennial census.

(147) From the funds appropriated in part 1 for Michigan enhancement grants, \$200,000.00 shall be awarded to a talent development coalition located in a county with a population of between 1,200,000 and 1,205,000 according to the 2010 federal decennial census.

(148) From the funds appropriated in part 1 for Michigan enhancement grants, \$50,000.00 shall be awarded to a city with a population of between 2,900 and 3,000 located in a county with a population of between 1,200,000 and 1,205,000 according to the 2010 federal decennial census for sandbar buoys.

(149) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,500,000.00 shall be awarded to a nonprofit organization serving low- and moderate-income residents throughout Wayne County located in a county with a population greater than 1,800,000 and in a city with a population greater than 600,000 according to the 2010 federal decennial census for a home repair program.

(150) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded to support a new building for a high school located in a census-designated place in a charter township with a population of between 21,450 and 21,550 and in a county with a population of between 425,700 and 425,800 according to the 2010 federal decennial census.

(151) From the funds appropriated in part 1 for Michigan enhancement grants, \$128,000.00 shall be awarded to a city with a population of between 38,100 and 38,200 located in a county with a population greater than 1,800,000 according to the 2010 federal decennial census for traffic signal preemption devices for emergency vehicles.

(152) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded for the conversion of a closed school building into a functioning community center located in a city with a population of between 84,000 and 84,100 and in a county with a population greater than 1,800,000 according to the 2010 federal decennial census.

(153) From the funds appropriated in part 1 for Michigan enhancement grants, \$50,000.00 shall be awarded for a veterans memorial project located in a city with a population of between 57,200 and 57,300 and in a county with a population of between 1,200,000 and 1,205,000 according to the 2010 federal decennial census.

(154) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded to a city with a population of between 63,100 and 63,200 located in a county with a population greater than 1,800,000 according to the 2010 federal decennial census for a fire apparatus.

(155) From the funds appropriated in part 1 for Michigan enhancement grants, \$30,000.00 shall be awarded to a co-curricular educational program with a mission to inspire the next generation of scientists, health professionals, and engineers located in the state of Michigan.

(156) From the funds appropriated in part 1 for Michigan enhancement grants, \$357,000.00 shall be awarded to a county with a population of between 280,000 and 281,000 according to the 2010 federal decennial census for a gun violence prevention program. The program's focus must be on working with and supporting a targeted group of individuals involved in violent firearm offenses and enrolling these individuals in an intensive program that works to make them mentors in the community with the goal of breaking the cycle of gun violence.

(157) From the funds appropriated in part 1 for Michigan enhancement grants, \$400,000.00 shall be awarded to a fire department located in a county with a population greater than 1,800,000 and in a city with a population of between 27,600 and 27,800 according to the 2010 federal decennial census for fire station facility upgrades.

(158) From the funds appropriated in part 1 for Michigan enhancement grants, \$80,000.00 shall be awarded to a city with a population of between 11,800 and 11,900 located in a county with a population of between 1,200,000 and 1,205,000 according to the 2010 federal decennial census for a crosswalk signal.

(159) From the funds appropriated in part 1 for Michigan enhancement grants, \$81,000.00 shall be awarded for a youth offender pilot program located in a county with a population of between 600,000 and 603,000 according to the 2010 federal decennial census.

(160) From the funds appropriated in part 1 for Michigan enhancement grants, \$400,000.00 shall be awarded for programming at a community conference partnership providing leadership in establishing common, positive goals and strategies to develop the human, social, and economic assets located in a county with a population greater than 1,800,000 and in a city with a population of between 30,000 and 30,100 according to the 2010 federal decennial census.

(161) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded to a charter township with a population of between 41,000 and 41,100 located in a county with a population of between 1,200,000 and 1,205,000 according to the 2010 federal decennial census for the purchase of a special operations and response vehicle for the fire department.

(162) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,000,000.00 shall be awarded to a city with a population of between 102,000 and 103,000 located in a county with a population of between 425,000 and 426,000 according to the 2010 federal decennial census for blight removal and cleanup.

(163) From the funds appropriated in part 1 for Michigan enhancement grants, \$500,000.00 shall be awarded to a city with a population of between 3,900 and 4,000 located in a county with a population greater than 1,800,000 according to the 2010 federal decennial census for the restoration and repair of a bridge.

(164) From the funds appropriated in part 1 for Michigan enhancement grants, \$250,000.00 shall be awarded for a housing project that includes a community center located in a city with a population of between 113,000 and 114,000 and in a county with a population of between 344,000 and 345,000 according to the 2010 federal decennial census.

(165) From the funds appropriated in part 1 for Michigan enhancement grants, \$200,000.00 shall be awarded for affordable senior housing operated by a housing commission located in a city with a population of between 113,000 and 114,000 and in a county with a population of between 344,000 and 345,000 according to the 2010 federal decennial census.

(166) From the funds appropriated in part 1 for Michigan enhancement grants, \$850,000.00 shall be awarded to a city with a population of between 11,700 and 11,800 located in a county with a population greater than 1,800,000 according to the 2010 federal decennial census for a fire apparatus.

(167) From the funds appropriated in part 1 for Michigan enhancement grants, \$1,000,000.00 shall be awarded to a city with a population of between 29,000 and 30,000 located in a county with a population of between 425,700 and 425,800 according to the 2010 federal decennial census for costs associated with water line replacement.

(168) From the funds appropriated in part 1 for Michigan enhancement grants, \$200,000.00 shall be awarded for roof repairs at a high school located in a county with a population of between 840,900 and 841,000 and in a city with a population of between 16,300 and 16,400 according to the 2010 federal decennial census.

(169) From the funds appropriated in part 1 for Michigan enhancement grants, \$125,000.00 shall be awarded to a city with a population of between 8,200 and 8,300 located in a county with a population of between 840,900 and 841,000 according to the 2010 federal decennial census for support costs of implementing and complying with indigent defense standards.

(170) From the funds appropriated in part 1 for Michigan enhancement grants, \$100,000.00 shall be awarded to the department of health and human services for an adult adjustable changing table grant program.

(171) From the funds appropriated in part 1 for Michigan enhancement grants, \$60,000.00 shall be awarded for a community garden and playground equipment grant for a city with a population greater than 600,000 according to the 2010 federal decennial census.

(172) From the funds appropriated in part 1 for Michigan enhancement grants, \$78,000.00 shall be awarded for external lighting infrastructure needs at an elementary school located in a city with a population greater than 600,000 according to the 2010 federal decennial census.

(173) From the funds appropriated in part 1 for Michigan enhancement grants, \$250,000.00 shall be awarded to a children's center located in a city with a population greater than 600,000 according to the 2010 federal decennial census.

(174) From the funds appropriated in part 1 for Michigan enhancement grants, \$300,000.00 shall be awarded to a nonprofit that teaches urban youth to ride and care for horses as a way to develop critical skills for future success located in a city with a population greater than 600,000 according to the 2010 federal decennial census for capital improvements.

(175) From the funds appropriated in part 1 for Michigan enhancement grants, \$150,000.00 shall be awarded to a nonprofit specializing in adults and children with mental illness and emotional disturbance located in a city with a population greater than 600,000 according to the 2010 federal decennial census.

Sec. 1097. (1) From the funds appropriated in part 1 for Michigan enhancement grants and Michigan infrastructure grants, the Michigan strategic fund shall execute a grant agreement with each recipient, pursuant to subsection (2). All grant funds are considered direct appropriations and, subject to receipt of all information under subsections (2) and (3), shall be disbursed by the Michigan strategic fund, as determined by the grant agreement. Any funds that are granted to a state department are appropriated in that department for the purpose of the intended grant. An initial disbursement of 50% shall be provided to the grantee upon execution of the grant agreement.

(2) The Michigan strategic fund shall execute a grant agreement with each recipient in order to receive funding. The grant agreement shall include, but is not limited to, the following:

(a) All necessary identifying information for the recipient, including any necessary tax identification information.

(b) A description of the project for which the grant funds will be expended, including tentative timeline and estimated budget. No expenditures outside of the project purpose, as stated in the executed grant agreement, shall be reimbursed from appropriations in part 1.

(c) A requirement that after the initial 50% disbursement, additional funds shall only be disbursed after verification that the initial payment has been fully expended, in accordance with the project purpose. The remaining funds shall be disbursed in a manner specified in the grant agreement. The grantee must provide sufficient documentation, as determined by the Michigan strategic fund, to verify that all expenditures were made in accordance with the project purpose.

(d) A requirement for quarterly reports from the recipient to the Michigan strategic fund that provide the status of the project and an accounting of all funds expended by the recipient.

(e) A claw-back provision that allows this state to recoup or otherwise collect any funds that are declined, unspent, or otherwise misused.

(3) The grantee shall respond to all reasonable information requests from the Michigan strategic fund related to grant expenditures and retain grant records for a period of not less than 3 years, and the grant may be subject to audit and/or site visits as determined by the Michigan strategic fund. The grant agreement required under subsection (2) shall include signed assurance by the chief executive officer or other executive officer of the grant recipient that this requirement will be met.

(4) All funds awarded shall be expended by the recipient, and projects completed, by September 30, 2025. If at that time, as evidenced by the quarterly reports, any unexpended funds remain, those funds shall be returned by the grantee to the state treasury. The state budget director may, on a case-by-case basis, extend this deadline, upon request by a grant recipient.

(5) If a grantee does not provide information sufficient to execute a grant agreement by May 1, 2022, funds associated with that grant shall be returned to the state treasury.

(6) The Michigan strategic fund shall provide quarterly updates on the accounting and status of each project to the senate and house appropriations committees, the senate and house fiscal agencies, and the state budget office.

STATE BUILDING AUTHORITY

Sec. 1100. (1) Subject to section 242 of the management and budget act, 1984 PA 431, MCL 18.1242, and upon the approval of the state building authority, the department of treasury may expend from the general fund of the state during the fiscal year an amount to meet the cash flow requirements of those state building authority

projects solely for lease to a state agency identified in both part 1 and this section, and for which state building authority bonds or notes have not been issued, and for the sole acquisition by the state building authority of equipment and furnishings for lease to a state agency as permitted by 1964 PA 183, MCL 830.411 to 830.425, for which the issuance of bonds or notes is authorized by a legislative appropriation act that is effective for the immediately preceding fiscal year. Any general fund advances for which state building authority bonds have not been issued shall bear an interest cost to the state building authority at a rate not to exceed that earned by the state treasurer's common cash fund during the period in which the advances are outstanding and are repaid to the general fund of the state.

(2) Upon sale of bonds or notes for the projects identified in part 1 or for equipment as authorized by a legislative appropriation act and in this section, the state building authority shall credit the general fund of the state an amount equal to that expended from the general fund plus interest, if any, as defined in this section.

(3) For state building authority projects for which bonds or notes have been issued and upon the request of the state building authority, the state treasurer shall make advances without interest from the general fund as necessary to meet cash flow requirements for the projects, which advances shall be reimbursed by the state building authority when the investments earmarked for the financing of the projects mature.

(4) In the event that a project identified in part 1 is terminated after final design is complete, advances made on behalf of the state building authority for the costs of final design shall be repaid to the general fund in a manner recommended by the director.

Sec. 1102. (1) State building authority funding to finance construction or renovation of a facility that collects revenue in excess of money required for the operation of that facility shall not be released to a university or community college unless the institution agrees to reimburse that excess revenue to the state building authority. The excess revenue shall be credited to the general fund to offset rent obligations associated with the retirement of bonds issued for that facility. The auditor general shall annually identify and present an audit of those facilities that are subject to this section. Costs associated with the administration of the audit shall be charged against money recovered pursuant to this section.

(2) As used in this section, "revenue" includes state appropriations, facility opening money, other state aid, indirect cost reimbursement, and other revenue generated by the activities of the facility.

Sec. 1103. The state building authority shall provide to the JCOS, senate and house fiscal agencies, and state budget director a report relative to the status of construction projects associated with state building authority bonds as of September 30 of each year, on or before October 15, or not more than 30 days after a refinancing or restructuring bond issue is sold. The report shall include, but is not limited to, the following:

(a) A list of all completed construction projects for which state building authority bonds have been sold, and which bonds are currently active.

(b) A list of all projects under construction for which sale of state building authority bonds is pending.

(c) A list of all projects authorized for construction or identified in an appropriations act for which approval of schematic/preliminary plans or total authorized cost is pending that have state building authority bonds identified as a source of financing.

REVENUE STATEMENT

Sec. 1201. Pursuant to section 18 of article V of the state constitution of 1963, fund balances and estimates are presented in the following statement:

BUDGET RECOMMENDATIONS BY OPERATING FUNDS

(Amounts in millions)

Fiscal Year 2021-2022

	Beginning Balance	Estimated Revenue	Ending Balance
OPERATING FUNDS			
General fund/general purpose	1,005.6	10,462.7	74.4
School aid fund	306.7	16,351.2	8.8
Federal aid	0.0	25,087.6	0.0
Transportation funds	0.0	6,898.3	0.0
Special revenue funds	1,052.4	6,874.2	944.6
Other funds	1,059.4	20.3	1,079.7
TOTALS	\$3,424.1	\$65,694.3	\$2,107.5

ARTICLE 6

DEPARTMENT OF HEALTH AND HUMAN SERVICES

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of health and human services for the fiscal year ending September 30, 2022, from the following funds:

DEPARTMENT OF HEALTH AND HUMAN SERVICES

APPROPRIATION SUMMARY			
Full-time equated unclassified positions	6.0		
Full-time equated classified positions	15,581.5		
Average population	770.0		
GROSS APPROPRIATION		\$	31,667,058,000
Interdepartmental grant revenues:			
Total interdepartmental grants and intradepartmental transfers			14,593,500
ADJUSTED GROSS APPROPRIATION		\$	31,652,464,500
Federal revenues:			
Social security act, temporary assistance for needy families			528,790,000
Capped federal revenues			467,101,400
Coronavirus state fiscal recovery fund			41,900,000
Total other federal revenues			21,870,388,400
Special revenue funds:			
Total local revenues			162,951,100
Total private revenues			172,276,500
Michigan merit award trust fund			61,268,700
Total other state restricted revenues			2,925,363,400
State general fund/general purpose		\$	5,422,425,000

Sec. 102. DEPARTMENTAL ADMINISTRATION AND SUPPORT

Full-time equated unclassified positions	6.0		
Full-time equated classified positions	821.4		
Unclassified salaries—FTE positions	6.0	\$	1,266,900
Administrative hearings officers			9,834,500
Demonstration projects—FTEs	7.0		7,070,800
Departmental administration and management—FTEs	597.4		98,121,200
Legal services			12,300,000
Office of inspector general—FTEs	197.0		25,366,300
Property management			63,784,000
Terminal leave payments			7,092,100
Training and program support—FTEs	20.0		2,573,700
Worker's compensation			7,740,500
GROSS APPROPRIATION		\$	235,150,000
Appropriated from:			
Interdepartmental grant revenues:			
IDG from department of education			1,888,100
IDG from department of technology, management, and budget - office of retirement services			600
Federal revenues:			
Social security act, temporary assistance for needy families			24,332,100
Capped federal revenues			18,419,200
Total other federal revenues			70,849,900
Special revenue funds:			
Total local revenues			86,000

For Fiscal Year
Ending Sept. 30,
2022

Total private revenues		\$	3,847,100
Total other state restricted revenues			1,301,400
State general fund/general purpose		\$	114,425,600
Sec. 103. CHILD SUPPORT ENFORCEMENT			
Full-time equated classified positions	193.7		
Child support enforcement operations—FTEs	187.7	\$	24,691,500
Child support incentive payments			24,409,600
Legal support contracts			113,600,300
State disbursement unit—FTEs	6.0		7,344,600
GROSS APPROPRIATION		\$	170,046,000
Appropriated from:			
Federal revenues:			
Capped federal revenues			14,839,600
Total other federal revenues			130,294,800
State general fund/general purpose		\$	24,911,600
Sec. 104. COMMUNITY SERVICES AND OUTREACH			
Full-time equated classified positions	75.6		
Bureau of community services and outreach—FTEs	24.0	\$	3,419,700
Child advocacy centers—FTEs	0.5		2,407,000
Community services and outreach administration—FTEs	18.0		2,663,700
Community services block grant			25,840,000
Crime victim grants administration services—FTEs	17.0		3,001,300
Crime victim justice assistance grants			98,579,300
Crime victim rights services grants			19,869,900
Domestic violence prevention and treatment—FTEs	15.6		18,255,500
Homeless programs			24,082,500
Housing and support services			13,031,000
Human trafficking intervention services			200,000
Rape prevention and services—FTEs	0.5		5,097,300
Runaway and homeless youth grants			7,784,000
School success partnership program			525,000
Uniform statewide sexual assault evidence kit tracking system			800,000
Weatherization assistance			15,505,000
GROSS APPROPRIATION		\$	241,061,200
Appropriated from:			
Federal revenues:			
Social security act, temporary assistance for needy families			16,724,200
Capped federal revenues			62,161,000
Total other federal revenues			116,199,000
Special revenue funds:			
Compulsive gambling prevention fund			1,040,500
Sexual assault evidence tracking fund			800,000
Sexual assault victims' prevention and treatment fund			3,000,000
Child advocacy centers fund			1,407,000
Crime victim's rights fund			18,740,800
State general fund/general purpose		\$	20,988,700
Sec. 105. CHILDREN'S SERVICES AGENCY - CHILD WELFARE			
Full-time equated classified positions	4,146.2		
Adoption subsidies		\$	192,136,400
Adoption support services—FTEs	10.0		51,566,400
Attorney general contract			5,191,100
Child abuse and neglect - children's justice act—FTE	1.0		624,200
Child care fund			269,339,700

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Child care fund - indirect cost allotment		\$	3,500,000
Child legal representation			500,000
Child protection			1,050,300
Child welfare administration travel			390,000
Child welfare field staff - noncaseload compliance—FTEs	353.0		40,279,000
Child welfare institute—FTEs	51.0		9,131,200
Child welfare licensing—FTEs	59.0		7,187,400
Child welfare medical/psychiatric evaluations			10,428,500
Children's protective services - caseload staff—FTEs	1,615.0		166,891,000
Children's protective services supervisors—FTEs	387.0		46,747,800
Children's services administration—FTEs	196.2		22,079,500
Children's trust fund—FTEs	12.0		4,720,100
Contractual services, supplies, and materials			9,567,600
Court-appointed special advocates			1,000,000
Education planners—FTEs	15.0		1,627,400
Family preservation and prevention services administration—FTEs	9.0		1,382,700
Family preservation programs—FTEs	34.0		57,929,200
Foster care payments			294,384,500
Foster care services - caseload staff—FTEs	966.0		95,424,900
Foster care services supervisors—FTEs	227.0		30,222,200
Guardianship assistance program			10,279,600
Interstate compact			179,600
Peer coaches—FTEs	45.5		6,128,600
Performance based funding implementation—FTEs	3.0		1,363,100
Permanency resource managers—FTEs	28.0		3,394,800
Prosecuting attorney contracts			8,142,800
Raise the age fund			9,150,000
Second line supervisors and technical staff—FTEs	126.0		19,374,000
Settlement monitor			2,219,900
Strong families/safe children			12,600,000
Title IV-E compliance and accountability office—FTEs	4.0		446,700
Youth in transition—FTEs	4.5		8,175,700
GROSS APPROPRIATION		\$	1,404,755,900
Appropriated from:			
Interdepartmental grant revenues:			
IDG from department of education			235,200
Federal revenues:			
Social security act, temporary assistance for needy families			323,432,000
Capped federal revenues			108,843,400
Total other federal revenues			282,378,100
Special revenue funds:			
Local funds - county chargeback			45,745,200
Private - collections			2,700,000
Children's trust fund			2,895,300
State general fund/general purpose		\$	638,526,700
Sec. 106. CHILDREN'S SERVICES AGENCY - JUVENILE JUSTICE			
Full-time equated classified positions	120.5		
Bay Pines Center—FTEs	47.0	\$	5,742,300
Committee on juvenile justice administration—FTEs	2.5		359,500
Committee on juvenile justice grants			3,000,000
Community support services—FTEs	3.0		2,131,700
County juvenile officers			3,904,300
Juvenile justice, administration and maintenance—FTEs	21.0		3,731,400

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Shawono Center—FTEs	47.0		5,758,900
GROSS APPROPRIATION		\$	24,628,100
Appropriated from:			
Federal revenues:			
Capped federal revenues			8,554,600
Special revenue funds:			
Local funds - state share education funds			1,351,000
Local funds - county chargeback			4,692,800
State general fund/general purpose		\$	10,029,700
Sec. 107. PUBLIC ASSISTANCE			
Full-time equated classified positions	3.0		
Diaper assistance grant		\$	250,000
Emergency services local office allocations			8,813,500
Family independence program			59,751,700
Food assistance program benefits			3,032,468,000
Food Bank Council of Michigan			2,045,000
Indigent burial			4,369,100
Low-income home energy assistance program			174,951,600
Michigan energy assistance program—FTE	1.0		50,000,000
Refugee assistance program—FTEs	2.0		3,054,200
State disability assistance payments			4,029,500
State supplementation			57,799,300
State supplementation administration			1,806,100
GROSS APPROPRIATION		\$	3,399,338,000
Appropriated from:			
Federal revenues:			
Social security act, temporary assistance for needy families			54,687,100
Capped federal revenues			178,005,800
Total other federal revenues			3,027,758,000
Special revenue funds:			
Child support collections			9,841,900
Supplemental security income recoveries			914,400
Public assistance recoupment revenue			5,000,000
Low-income energy assistance fund			50,000,000
State general fund/general purpose		\$	73,130,800
Sec. 108. FIELD OPERATIONS AND SUPPORT SERVICES			
Full-time equated classified positions	5,764.5		
Administrative support workers—FTEs	221.0	\$	13,900,000
Adult services field staff—FTEs	520.0		60,908,000
Contractual services, supplies, and materials			17,595,000
Donated funds positions—FTEs	238.0		28,104,400
Elder Law of Michigan MiCAFE contract			350,000
Electronic benefit transfer (EBT)			7,989,000
Employment and training support services			4,219,100
Field policy and administration—FTEs	119.0		18,572,200
Field staff travel			8,109,900
Food assistance reinvestment—FTEs	16.0		10,985,000
Medical/psychiatric evaluations			1,120,100
Nutrition education—FTEs	2.0		33,055,900
Pathways to potential—FTEs	231.0		24,803,600
Public assistance field staff—FTEs	4,417.5		471,827,100
SSI advocacy legal services grant			325,000
GROSS APPROPRIATION		\$	701,864,300

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Appropriated from:			
Interdepartmental grant revenues:			
IDG from department of corrections		\$	120,200
IDG from department of education			7,757,100
Federal revenues:			
Social security act, temporary assistance for needy families			71,759,100
Capped federal revenues			53,662,900
Total other federal revenues			268,668,500
Special revenue funds:			
Local funds - donated funds			4,206,200
Private funds - donated funds			9,587,500
State general fund/general purpose		\$	286,102,800
Sec. 109. DISABILITY DETERMINATION SERVICES			
Full-time equated classified positions	575.4		
Disability determination operations—FTEs	571.3	\$	113,642,200
Retirement disability determination—FTEs	4.1		627,100
GROSS APPROPRIATION		\$	114,269,300
Appropriated from:			
Interdepartmental grant revenues:			
IDG from department of technology, management, and budget - office of retirement services			803,700
Federal revenues:			
Total other federal revenues			109,539,000
State general fund/general purpose		\$	3,926,600
Sec. 110. BEHAVIORAL HEALTH PROGRAM ADMINISTRATION AND SPECIAL PROJECTS			
Full-time equated classified positions	115.0		
Behavioral health program administration—FTEs	84.0	\$	47,291,100
Community substance use disorder prevention, education, and treatment—FTEs	9.0		79,705,200
Family support subsidy			11,832,400
Federal and other special projects			2,535,600
Gambling addiction—FTE	1.0		5,514,300
Mental health diversion council			3,850,000
Office of recipient rights—FTEs	21.0		2,856,600
Opioid response activities			67,155,600
Protection and advocacy services support			194,400
GROSS APPROPRIATION		\$	220,935,200
Appropriated from:			
Federal revenues:			
Social security act, temporary assistance for needy families			12,012,200
Total other federal revenues			162,750,800
Special revenue funds:			
Total private revenues			1,004,700
Total other state restricted revenues			7,798,500
State general fund/general purpose		\$	37,369,000
Sec. 111. BEHAVIORAL HEALTH SERVICES			
Full-time equated classified positions	15.0		
Autism services		\$	339,141,600
Behavioral health community supports and services—FTEs	2.0		13,488,200
Certified community behavioral health clinic demonstration			25,597,300
Civil service charges			297,500
Community mental health non-Medicaid services			125,578,200

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Federal mental health block grant—FTEs	5.0	\$	20,595,700
Health homes—FTE	1.0		33,005,400
Healthy Michigan plan - behavioral health			603,614,300
Medicaid mental health services			3,124,618,700
Medicaid substance use disorder services			83,067,100
Multicultural integration funding			17,284,900
Nursing home PAS/ARR-OBRA—FTEs	7.0		13,940,400
State disability assistance program substance use disorder services			2,018,800
GROSS APPROPRIATION		\$	4,402,248,100
Appropriated from:			
Federal revenues:			
Social security act, temporary assistance for needy families			421,000
Capped federal revenues			184,500
Total other federal revenues			3,026,884,100
Special revenue funds:			
Total local revenues			15,285,600
Total other state restricted revenues			44,362,800
State general fund/general purpose		\$	1,315,110,100
Sec. 112. STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL HEALTH SERVICES			
Full-time equated classified positions	2,453.6		
Average population	770.0		
Caro Regional Mental Health Center - psychiatric hospital - adult—FTEs	542.3	\$	62,842,000
Average population	145.0		
Center for forensic psychiatry—FTEs	627.1		97,784,900
Average population	240.0		
Developmental disabilities council and projects—FTEs	10.0		3,136,100
Gifts and bequests for patient living and treatment environment			1,000,000
Hawthorn Center - psychiatric hospital - children and adolescents—FTEs	292.0		36,963,900
Average population	55.0		
IDEA, federal special education			120,000
Kalamazoo Psychiatric Hospital - adult—FTEs	564.8		74,110,700
Average population	170.0		
Purchase of medical services for residents of hospitals and centers			445,600
Revenue recapture			750,100
Special maintenance			924,600
Walter P. Reuther Psychiatric Hospital - adult—FTEs	417.4		62,077,700
Average population	160.0		
GROSS APPROPRIATION		\$	340,155,600
Appropriated from:			
Federal revenues:			
Total other federal revenues			45,892,600
Special revenue funds:			
Total local revenues			23,134,000
Total private revenues			1,000,000
Total other state restricted revenues			15,125,900
State general fund/general purpose		\$	255,003,100
Sec. 113. HEALTH AND HUMAN SERVICES POLICY AND INITIATIVES			
Full-time equated classified positions	43.7		
Bone marrow donor and blood bank programs		\$	750,000
Certificate of need program administration—FTEs	11.8		2,813,300
Michigan essential health provider			3,519,600

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Minority health grants and contracts—FTEs	3.0		1,133,400
Nurse education and research program—FTEs	3.0		811,000
Policy and planning administration—FTEs	21.9		5,528,100
Primary care services—FTEs	3.0		3,791,800
Rural health services—FTE	1.0		1,555,500
GROSS APPROPRIATION		\$	19,902,700
Appropriated from:			
Interdepartmental grant revenues:			
IDG from department of education			2,400
IDG from department of licensing and regulatory affairs			811,000
IDG from department of treasury, Michigan finance authority			117,700
Federal revenues:			
Social security act, temporary assistance for needy families			280,200
Capped federal revenues			120,300
Total other federal revenues			5,826,600
Special revenue funds:			
Total private revenues			865,000
Total other state restricted revenues			3,220,800
State general fund/general purpose		\$	8,658,700
Sec. 114. EPIDEMIOLOGY, EMERGENCY MEDICAL SERVICES, AND LABORATORY			
Full-time equated classified positions	416.9		
Bioterrorism preparedness—FTEs	53.0	\$	30,675,400
Childhood lead program—FTEs	4.5		2,322,700
Emergency medical services program—FTEs	20.0		9,954,900
Epidemiology administration—FTEs	82.5		25,445,000
Healthy homes program—FTEs	21.0		32,745,400
Laboratory services—FTEs	102.0		28,148,900
Newborn screening follow-up and treatment services—FTEs	10.5		7,897,800
PFAS and environmental contamination response—FTEs	48.0		20,276,600
Vital records and health statistics—FTEs	75.4		11,244,500
GROSS APPROPRIATION		\$	168,711,200
Appropriated from:			
Interdepartmental grant revenues:			
IDG from department of environment, Great Lakes, and energy			1,797,800
Federal revenues:			
Capped federal revenues			81,100
Total other federal revenues			77,183,700
Special revenue funds:			
Total private revenues			342,600
Total other state restricted revenues			31,106,200
State general fund/general purpose		\$	58,199,800
Sec. 115. LOCAL HEALTH AND ADMINISTRATIVE SERVICES			
Full-time equated classified positions	159.1		
AIDS prevention, testing, and care programs—FTEs	59.5	\$	108,200,100
Cancer prevention and control program—FTEs	18.0		15,813,900
Chronic disease control and health promotion administration—FTEs	19.4		8,222,900
Diabetes and kidney program—FTEs	8.0		4,115,900
Essential local public health services			51,419,300
Implementation of 1993 PA 133, MCL 333.17015			20,000
Local health services—FTEs	3.3		8,707,600
Medicaid outreach cost reimbursement to local health departments			12,500,000
Public health administration—FTEs	9.0		2,025,600

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Sexually transmitted disease control program—FTEs	20.0	\$	6,418,200
Smoking prevention program—FTEs	15.0		3,851,100
Violence prevention—FTEs	6.9		12,699,000
GROSS APPROPRIATION		\$	233,993,600
Appropriated from:			
Federal revenues:			
Total other federal revenues			87,162,700
Special revenue funds:			
Total local revenues			5,150,000
Total private revenues			73,540,400
Total other state restricted revenues			10,061,200
State general fund/general purpose		\$	58,079,300
Sec. 116. FAMILY HEALTH SERVICES			
Full-time equated classified positions	136.1		
Child and adolescent health care and centers		\$	11,242,700
Dental programs—FTEs	5.3		6,723,900
Drinking water declaration of emergency			4,621,000
Family, maternal, and child health administration—FTEs	55.0		10,261,200
Family planning local agreements			8,810,700
Immunization program—FTEs	15.8		19,142,200
Local MCH services			7,018,100
Maternal navigator pilot program			3,000,000
Pregnancy prevention program			1,464,600
Pregnancy resource centers			1,500,000
Prenatal care and premature birth avoidance grant			1,000,000
Prenatal care outreach and service delivery support—FTEs	15.0		37,518,200
Special projects			6,289,100
Sudden and unexpected infant death and suffocation prevention program			321,300
Women, infants, and children program administration and special projects—FTEs	45.0		18,520,600
Women, infants, and children program local agreements and food costs			231,285,000
GROSS APPROPRIATION		\$	368,718,600
Appropriated from:			
Federal revenues:			
Social security act, temporary assistance for needy families			700,000
Total other federal revenues			247,433,700
Special revenue funds:			
Total local revenues			12,817,700
Total private revenues			63,902,400
Total other state restricted revenues			4,046,200
State general fund/general purpose		\$	39,818,600
Sec. 117. CHILDREN'S SPECIAL HEALTH CARE SERVICES			
Full-time equated classified positions	48.8		
Bequests for care and services—FTEs	2.8	\$	1,837,100
Children's special health care services administration—FTEs	46.0		8,946,300
Medical care and treatment			292,750,900
Nonemergency medical transportation			801,200
Outreach and advocacy			5,510,000
GROSS APPROPRIATION		\$	309,845,500
Appropriated from:			
Federal revenues:			
Total other federal revenues			173,840,900

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Special revenue funds:			
Total private revenues		\$	1,215,500
Total other state restricted revenues			4,183,300
State general fund/general purpose		\$	130,605,800
Sec. 118. AGING AND ADULT SERVICES AGENCY			
Full-time equated classified positions	47.0		
Aging and adult services administration—FTEs	47.0	\$	9,311,600
Community services			52,476,000
Employment assistance			3,500,000
Nutrition services			46,554,200
Respite care program			6,468,700
Senior volunteer service programs			4,765,300
GROSS APPROPRIATION		\$	123,075,800
Appropriated from:			
Federal revenues:			
Capped federal revenues			249,700
Total other federal revenues			65,094,200
Special revenue funds:			
Total private revenues			1,020,000
Michigan merit award trust fund			4,068,700
Total other state restricted revenues			2,000,000
State general fund/general purpose		\$	50,643,200
Sec. 119. MEDICAL SERVICES ADMINISTRATION			
Full-time equated classified positions	421.0		
Electronic health record incentive program		\$	37,477,500
Healthy Michigan plan administration—FTEs	34.0		31,461,300
Medical services administration—FTEs	387.0		84,064,400
GROSS APPROPRIATION		\$	153,003,200
Appropriated from:			
Federal revenues:			
Total other federal revenues			115,138,200
Special revenue funds:			
Total local revenues			37,700
Total private revenues			1,001,300
Total other state restricted revenues			336,300
State general fund/general purpose		\$	36,489,700
Sec. 120. MEDICAL SERVICES			
Adult home help services		\$	470,822,100
Ambulance services			17,884,500
Auxiliary medical services			6,786,100
Dental clinic program			1,000,000
Dental services			314,186,500
Federal Medicare pharmaceutical program			317,176,800
Health plan services			6,246,148,400
Healthy Michigan plan			5,164,023,400
Home health services			3,194,200
Hospice services			135,215,200
Hospital disproportionate share payments			45,000,000
Hospital services and therapy			818,936,100
Integrated care organizations			342,431,900
Long-term care services			1,990,930,000
Maternal and child health			32,717,000
Medicaid home- and community-based services waiver			437,489,700

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Medicare premium payments	\$	717,931,500
Personal care services		8,368,100
Pharmaceutical services		275,476,200
Physician services		237,332,100
Program of all-inclusive care for the elderly		198,118,300
School-based services		160,000,000
Special Medicaid reimbursement		368,417,100
Transportation		16,703,200
GROSS APPROPRIATION	\$	18,326,288,400
Appropriated from:		
Federal revenues:		
Total other federal revenues		13,452,274,000
Special revenue funds:		
Total local revenues		50,444,900
Total private revenues		7,000,000
Michigan merit award trust fund		57,200,000
Total other state restricted revenues		2,706,196,400
State general fund/general purpose	\$	2,053,173,100
Sec. 121. INFORMATION TECHNOLOGY		
Full-time equated classified positions	19.0	
Bridges information system	\$	63,367,200
Child support automation		43,819,500
Comprehensive child welfare information system—FTEs	6.0	3,762,200
Information technology services and projects		261,364,200
Michigan Medicaid information system—FTEs	3.0	96,882,200
Michigan statewide automated child welfare information system		21,543,500
Technology supporting integrated service delivery—FTEs	10.0	15,984,600
GROSS APPROPRIATION	\$	506,723,400
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of education		1,059,700
Federal revenues:		
Social security act, temporary assistance for needy families		24,442,100
Capped federal revenues		21,979,300
Total other federal revenues		329,134,000
Special revenue funds:		
Total private revenues		5,250,000
Total other state restricted revenues		1,984,500
State general fund/general purpose	\$	122,873,800
Sec. 122. ONE-TIME APPROPRIATIONS		
Full-time equated classified positions	6.0	
Behavioral health patient health information tool	\$	600,000
Community-based coverage entity		1,000,000
Complex medical condition center		5,000,000
Comprehensive child welfare information system—FTEs	6.0	16,824,200
Dementia unit		400,000
E-FMAP redetermination compliance		20,900,700
First responder and public safety staff mental health		2,500,000
Free health clinics		250,000
Healthy communities grant		300,000
Home health and safety		5,000,000
Hospital behavioral health pilot program		4,500,000
Hospital infrastructure improvements		2,826,000

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Human trafficking victims inclusive services grant program	\$	500,000
Injury control intervention - traumatic brain injury		5,000,000
Jail diversion fund		5,000,000
Kids' food basket		525,000
Lead poisoning prevention fund		10,000,000
Legal assistance		20,000
Long-term care facility supports - state fiscal recovery funds		37,500,000
Michigan Medicaid information system home help payments		21,000,000
Multicultural integration funding - state fiscal recovery funds		4,400,000
Narcotics awareness program		4,000,000
Nonprofit mental health clinics		200,000
Northern psychiatric residency program		5,200,000
Nurse practitioner expansion program		1,573,000
Policy and planning administration		8,375,000
Primary care and wellness services		1,000,000
Senior citizen center program grants		150,000
Special Olympics capital improvement project		1,000,000
Special residential care facility		300,000
Statewide health information exchange projects		17,500,000
Substance abuse community and school outreach		250,000
Technology upgrades		18,000,000
Unified clinics resiliency center for families and children		750,000
GROSS APPROPRIATION	\$	202,343,900
Appropriated from:		
Federal revenues:		
Coronavirus state fiscal recovery fund		41,900,000
Total other federal revenues		76,085,600
State general fund/general purpose	\$	84,358,300

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2021-2022

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2021-2022 is \$8,409,057,100.00 and state spending from state sources to be paid to local units of government for fiscal year 2021-2022 is \$1,775,502,800.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF HEALTH AND HUMAN SERVICES		
DEPARTMENTAL ADMINISTRATION AND SUPPORT		
Departmental administration and management	\$	1,000
CHILD SUPPORT ENFORCEMENT		
Child support incentive payments		9,570,000
Legal support contracts		4,000
COMMUNITY SERVICES AND OUTREACH		
Community services and outreach administration		1,000

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Crime victim rights services grants	\$ 10,813,000
Domestic violence prevention and treatment	226,000
Homeless programs	6,000
Housing and support services	126,000
CHILDREN'S SERVICES AGENCY - CHILD WELFARE	
Child care fund	157,568,800
Child care fund - indirect cost allotment	3,483,000
Child welfare licensing	84,000
Child welfare medical/psychiatric evaluations	12,000
Children's trust fund grants	35,000
Contractual services, supplies, and materials	8,000
Foster care payments	1,377,000
Strong families/safe children	19,000
Youth in transition	4,000
CHILDREN'S SERVICES AGENCY - JUVENILE JUSTICE	
Bay Pines Center	30,000
Community support services	274,000
Shawono Center	9,000
PUBLIC ASSISTANCE	
Emergency services local office allocations	635,000
Indigent burial	3,000
Michigan energy assistance program	184,000
State disability assistance payments	251,200
FIELD OPERATIONS AND SUPPORT SERVICES	
Contractual services, supplies, and materials	23,000
Employment and training support services	9,000
DISABILITY DETERMINATION SERVICES	
Disability determination operations	4,000
BEHAVIORAL HEALTH PROGRAM ADMINISTRATION AND SPECIAL PROJECTS	
Behavioral health program administration	343,000
Community substance use disorder prevention, education, and treatment	16,753,400
Gambling addiction	768,000
Mental health diversion council	1,348,000
BEHAVIORAL HEALTH SERVICES	
Autism services	111,118,600
Certified community behavioral health clinic demonstration	4,500,000
Community mental health non-Medicaid services	125,578,200
Health homes	37,000
Healthy Michigan plan - behavioral health	60,323,900
Medicaid mental health services	1,000,242,400
Medicaid substance use disorder services	27,375,800
Multicultural integration funding	1,494,000
Nursing home PAS/ARR-OBRA	3,476,200
State disability assistance program substance use disorder services	2,018,000
STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL HEALTH SERVICES	
Caro Regional Mental Health Center - psychiatric hospital - adult	228,000
Center for forensic psychiatry	504,000
Hawthorn Center - psychiatric hospital - children and adolescents	68,000
Kalamazoo Psychiatric Hospital - adult	40,000
Walter P. Reuther Psychiatric Hospital - adult	50,000

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HEALTH AND HUMAN SERVICES POLICY AND INITIATIVES		
Primary care services	\$	99,000
EPIDEMIOLOGY, EMERGENCY MEDICAL SERVICES, AND LABORATORY		
Epidemiology administration		354,000
Healthy homes program		601,000
LOCAL HEALTH AND ADMINISTRATIVE SERVICES		
AIDS prevention, testing, and care programs		2,470,000
Cancer prevention and control program		71,000
Chronic disease control and health promotion administration		280,000
Essential local public health services		46,269,300
Local health services		2,658,000
Public health administration		2,000
Sexually transmitted disease control program		484,000
Smoking prevention program		152,000
FAMILY HEALTH SERVICES		
Family planning local agreements		267,000
Immunization program		2,310,000
Pregnancy prevention program		226,000
Prenatal care outreach and service delivery support		3,548,000
CHILDREN'S SPECIAL HEALTH CARE SERVICES		
Medical care and treatment		897,000
Outreach and advocacy		2,755,000
AGING AND ADULT SERVICES AGENCY		
Aging and adult services administration		1,359,000
Community services		27,800,100
Nutrition services		12,597,200
Respite care program		6,468,700
Senior volunteer service programs		672,000
MEDICAL SERVICES		
Adult home help services		172,000
Ambulance services		527,000
Auxiliary medical services		1,000
Dental services		632,000
Healthy Michigan plan		1,089,000
Home health services		8,000
Hospice services		43,000
Hospital disproportionate share payments		20,000
Hospital services and therapy		3,274,000
Long-term care services		99,363,000
Medicaid home- and community-based services waiver		13,383,000
Personal care services		32,000
Pharmaceutical services		18,000
Physician services		3,376,000
Special Medicaid reimbursement		40,000
Transportation		158,000
TOTAL OF PAYMENTS TO LOCAL UNITS OF GOVERNMENT	\$	1,775,502,800

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

Sec. 203. As used in this part and part 1:

(a) "AIDS" means acquired immunodeficiency syndrome.

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

(c) “CMS” means the Centers for Medicare and Medicaid Services.

(d) “Current fiscal year” means the fiscal year ending September 30, 2022.

(e) “Department” means the department of health and human services.

(f) “Director” means the director of the department.

(g) “DSH” means disproportionate share hospital.

(h) “EPSDT” means early and periodic screening, diagnosis, and treatment.

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

(j) “FTE” means full-time equated.

(k) “GME” means graduate medical education.

(l) “Health plan” means, at a minimum, an organization that meets the criteria for delivering the comprehensive package of services under the department’s comprehensive health plan.

(m) “HEDIS” means healthcare effectiveness data and information set.

(n) “HMO” means health maintenance organization.

(o) “IDEA” means the individuals with disabilities education act, 20 USC 1400 to 1482.

(p) “IDG” means interdepartmental grant.

(q) “MCH” means maternal and child health.

(r) “Medicaid” means subchapter XIX of the social security act, 42 USC 1396 to 1396w-5.

(s) “Medicare” means subchapter XVIII of the social security act, 42 USC 1395 to 1395lll.

(t) “MiCAFE” means Michigan’s coordinated access to food for the elderly.

(u) “MiChild” means the program described in section 1670 of this part.

(v) “MiSACWIS” means Michigan statewide automated child welfare information system.

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

(x) “PFAS” means perfluoroalkyl and polyfluoroalkyl substances.

(y) “PIHP” means an entity designated by the department as a regional entity or a specialty prepaid inpatient health plan for Medicaid mental health services, services to individuals with developmental disabilities, and substance use disorder services. Regional entities are described in section 204b of the mental health code, 1974 PA 258, MCL 330.1204b. Specialty prepaid inpatient health plans are described in section 232b of the mental health code, 1974 PA 258, MCL 330.1232b.

(z) “Previous fiscal year” means the fiscal year ending September 30, 2021.

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

(bb) “Semiannual basis” means March 1 and September 30 of the current fiscal year.

(cc) “Settlement” means the settlement agreement entered in the case of *Dwayne B. v Snyder*, docket no. 2:06-cv-13548 in the United States District Court for the Eastern District of Michigan.

(dd) “SSI” means supplemental security income.

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

(ff) “Title IV-B” means part B of title IV of the social security act, 42 USC 621 to 629m.

(gg) “Title IV-D” means part D of title IV of the social security act, 42 USC 651 to 669b.

(hh) “Title IV-E” means part E of title IV of the social security act, 42 USC 670 to 679c.

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

Sec. 204. The department shall use the internet to fulfill the reporting requirements of this part. This requirement shall include transmission of reports via email to the recipients identified for each reporting requirement and it shall include placement of reports on an internet site.

Sec. 205. To the extent permissible under section 261 of the management and budget act, 1984 PA 431, MCL 18.1261, all of the following apply to funds appropriated in part 1:

(a) The funds 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.

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

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

Sec. 206. To the extent permissible under the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, the director shall take all reasonable steps to ensure businesses in deprived and depressed communities compete for and perform contracts to provide services or supplies, or both. The director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 207. The department shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the previous fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the senate and house appropriations committees, the senate and house fiscal agencies, and the state budget office. The report shall include the following information:

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

Sec. 208. Funds appropriated in part 1 shall not be used by the department to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the previous fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees, and the senate and house fiscal agencies.

Sec. 210. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$20,000,000.00 for federal contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393. These funds shall not be made available to increase TANF authorization.

(2) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$20,000,000.00 for state restricted contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$5,000,000.00 for local contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$2,000,000.00 for private contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 211. The department shall cooperate with the department of technology, management, and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for the department:

- (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. 212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the chairpersons of the senate and house appropriations committees, the chairpersons of the senate and house appropriations subcommittees on the department budget, 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 previous fiscal year and the current fiscal year.

Sec. 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. 214. Total authorized appropriations from all sources under part 1 for legacy costs for the current fiscal year are estimated at \$326,296,500.00. From this amount, total department appropriations for pension-related legacy costs are estimated at \$182,808,800.00. Total department appropriations for retiree health care legacy costs are estimated at \$143,487,700.00.

Sec. 215. If either of the following events occurs, within 30 days after that event the department shall notify the state budget director, the chairs of the house and senate appropriations subcommittees on the department budget, and the house and senate fiscal agencies and policy offices of that fact:

(a) A legislative objective of this part or of a bill or amendment to a bill to amend the social welfare act, 1939 PA 280, MCL 400.1 to 400.119b, cannot be implemented because implementation would conflict with or violate federal regulations.

(b) A federal grant, for which a notice of an award has been received, cannot be used, or will not be used.

Sec. 216. (1) In addition to funds appropriated in part 1 for all programs and services, there is appropriated for write-offs of accounts receivable, deferrals, and for prior year obligations in excess of applicable prior year appropriations, an amount equal to total write-offs and prior year obligations, but not to exceed amounts available in prior year revenues.

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

Sec. 217. (1) By February 1 of the current fiscal year, the department shall report to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the state budget director on the detailed name and amounts of estimated federal, restricted, private, and local sources of revenue that support the appropriations in each of the line items in part 1.

(2) Upon the release of the next fiscal year executive budget recommendation, the department shall report to the same parties in subsection (1) on the amounts and detailed sources of federal, restricted, private, and local revenue proposed to support the total funds appropriated in each of the line items in part 1 of the next fiscal year executive budget proposal.

Sec. 218. (1) As required under part 23 of the public health code, 1978 PA 368, MCL 333.2301 to 333.2321, the list of basic health services to be funded in the current fiscal year from the appropriations in part 1 shall include the following:

(a) Immunizations.

(b) Communicable disease control.

(c) Sexually transmitted disease control.

(d) Tuberculosis control.

(e) Prevention of gonorrhea eye infection in newborns.

(f) Screening newborns for the conditions listed in section 5431 of the public health code, 1978 PA 368, MCL 333.5431, or recommended by the newborn screening quality assurance advisory committee created under section 5430 of the public health code, 1978 PA 368, MCL 333.5430.

(g) Health and human services annex of the Michigan emergency management plan.

(h) Prenatal care.

(2) By January 1 of the current fiscal year, the department shall report 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 revisions to the list of basic health services, listed in subsection (1), and program statements that have been prepared and published as required under section 2311 of the public health code, 1978 PA 368, MCL 333.2311.

Sec. 219. (1) The department may contract with the Michigan Public Health Institute for the design and implementation of projects and for other public health-related activities prescribed in section 2611 of the public health code, 1978 PA 368, MCL 333.2611. The department may develop a master agreement with the Michigan Public Health Institute to carry out these purposes for up to a 1-year period. The department shall report to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the state budget director on a semiannual basis all of the following:

(a) A detailed description of each funded project.

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

(c) The expected project duration.

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

(2) On a semiannual basis, the department shall provide to the same parties listed in subsection (1) a copy of all reports, studies, and publications produced by the Michigan Public Health Institute, its subcontractors, or the department with the funds appropriated in the department's budget in the previous fiscal year and allocated to the Michigan Public Health Institute.

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

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

Sec. 222. (1) The department shall provide written notification 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 of any major policy changes at least 30 days before the implementation date of those policy changes.

(2) The department shall make the entire policy and procedures manual available and accessible to the public via the department website.

(3) The department shall report by April 1 of the current fiscal year on each specific policy change made to implement a public act affecting the department that took effect during the prior calendar year to the senate and house appropriations committees, the senate and house appropriations subcommittees on the department budget, the joint committee on administrative rules, and the senate and house fiscal agencies.

(4) The department shall attach each policy bulletin issued during the prior calendar year to the report issued in subsection (3).

Sec. 223. The department may establish and collect fees for publications, videos and related materials, conferences, and workshops. Collected fees are appropriated when received and shall be used to offset expenditures to pay for printing and mailing costs of the publications, videos and related materials, and costs of the workshops and conferences. The department shall not collect fees under this section that exceed the cost of the expenditures. When collected fees are appropriated under this section in an amount that exceeds the current fiscal year appropriation, within 30 days the department shall notify the chairs of the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies and policy offices, and the state budget director of that fact.

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

Sec. 225. (1) For providers and entities receiving funds from the appropriations in part 1, sanctions, suspensions, conditions for provisional license status, and other penalties shall not be more stringent for private service providers than for public entities performing equivalent or similar services.

(2) For services to be provided from the appropriations in part 1, both of the following apply:

(a) Neither the department nor private service providers or licensees shall be granted preferential treatment or considered automatically to be in compliance with administrative rules based on whether they have collective bargaining agreements with direct care workers.

(b) Private service providers or licensees without collective bargaining agreements shall not be subjected to additional requirements or conditions of licensure based on their lack of collective bargaining agreements.

Sec. 226. If the revenue collected by the department from fees and collections exceeds the amount appropriated in part 1, the revenue may be carried forward with the approval of the state budget director 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.

Sec. 227. The state departments, agencies, and commissions receiving tobacco tax funds and Healthy Michigan fund revenue from part 1 shall report by April 1 of the current fiscal year to the senate and house appropriations committees, the senate and house fiscal agencies, and the state budget director on the following:

(a) A detailed spending plan by appropriation line item including description of programs and a summary of organizations receiving these funds.

(b) A description of allocations or bid processes including need or demand indicators used to determine allocations.

(c) Eligibility criteria for program participation and maximum benefit levels where applicable.

(d) Outcome measures used to evaluate programs, including measures of the effectiveness of these programs in improving the health of residents of this state.

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

(2) By September 30 of the current fiscal year, the department shall report to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the state budget office on penalty amounts assessed and paid by account during the current fiscal year, the reason for the penalty, and the current status of the account.

Sec. 229. (1) From the \$370,000.00 of TANF revenue appropriated in part 1 for training and program support, the department shall extend the interagency agreement with the office of employment and training within the department of labor and economic opportunity for the duration of the current fiscal year, which concerns TANF funding to provide job readiness and welfare-to-work programming. \$10,000.00 of TANF revenue is appropriated in part 1 for the department to report the following specific outcome and performance measures to the senate and house appropriations subcommittees on the department budget, the senate and house appropriations subcommittees on general government, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office by January 1 of the current fiscal year for the previous fiscal year:

(a) An itemized spending report on TANF funding, including all of the following:

(i) Direct services to recipients.

(ii) Administrative expenditures.

(b) The number of family independence program (FIP) recipients served through the TANF funding, including all of the following:

(i) The number and percentage who obtained employment through Michigan Works!

(ii) The number and percentage who fulfilled their TANF work requirement through other job readiness programming.

(iii) Average TANF spending per recipient.

(iv) The number and percentage of recipients who were referred to Michigan Works! but did not receive a job or job readiness placement and the reasons why.

(c) The following data itemized by Michigan Works! agency:

(i) The number of referrals to Michigan Works! job readiness programs.

(ii) The number of referrals to Michigan Works! job readiness programs who became a participant in the Michigan Works! job readiness programs.

(iii) The number of participants who obtained employment, and the cost per participant case.

Sec. 230. By December 31 of the current fiscal year, the department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies and policy offices, and the state budget office on the status of the implementation of any noninflationary, noncaseload, programmatic funding increases in the current fiscal year from the previous fiscal year. The report shall confirm the implementation of already implemented funding increases and provide explanations for any planned implementation of funding increases that have not yet occurred. For any planned implementation of funding increases that have not yet occurred, the department shall provide an expected implementation date and the reasons for delayed implementation.

Sec. 231. (1) From the funds appropriated in part 1, the department shall provide sufficient funding to increase the wages paid to direct care workers described in subsection (2) by \$2.35 per hour above the rates paid on March 1, 2020 for the current fiscal year.

(2) The direct care wage increase shall be provided to direct care workers employed by the department, its contractors, and its subcontractors who received a \$2.00 per hour state-funded wage increase beginning in April 2020. The total combined direct care wage increases from the April 2020 direct care wage increase and the wage increase outlined in this section is \$2.35 per hour and is in effect for the current fiscal year.

(3) From the funds appropriated in part 1, the department shall provide sufficient funding to increase the wages paid to direct care workers described in subsections (4), (5), (6), and (7) by \$2.35 per hour above the rates paid on June 1, 2020 for the current fiscal year.

(4) A direct care wage increase of \$2.35 per hour shall be provided to direct care workers employed by skilled nursing facilities for the current fiscal year. This funding shall include all costs incurred by the employer, including payroll taxes, due to the \$2.35 per hour increase. As used in this subsection, "direct care workers" means a registered professional nurse, licensed practical nurse, competency-evaluated nursing assistant, and respiratory therapist.

(5) A direct care wage increase of \$2.35 per hour shall be provided to direct care workers employed by area agencies on aging and their contractors for in-home and respite services for the current fiscal year. This funding shall include all costs incurred by the employer, including payroll taxes, due to the \$2.35 per hour increase.

(6) A direct care wage increase of \$2.35 per hour shall be provided for the current fiscal year to direct care workers employed by licensed adult foster care homes and licensed homes for the aged that provide Medicaid-funded personal care services who were not eligible for any direct care worker pay adjustment under any other subsection of this section. This funding shall include all costs incurred by the employer, including payroll taxes, due to the \$2.35 per hour increase.

(7) A direct care wage increase of \$2.35 per hour shall be provided for the current fiscal year to direct support employees and job coaches who work in Medicaid-funded supported employment arrangements and who were not eligible for any direct care worker pay adjustment under any other subsection of this section. This funding shall include all costs incurred by the employer, including payroll taxes, due to the \$2.35 per hour increase.

(8) From the funds appropriated in part 1, a direct care wage increase of \$2.00 per hour shall be provided for the current fiscal year to frontline workers employed by private child caring institutions. This funding shall include all costs incurred by the employer, including payroll taxes, due to the \$2.00 per hour increase. As used in this section, a "child caring institution" means that term as defined in section 1 of 1973 PA 116, MCL 722.111.

(9) Contractors and subcontractors receiving funding to support these direct care wage increases shall be required to provide documentation of the wage increases provided under this section to the department.

(10) Any payment enhancement above the hourly rate in effect immediately before the wage increase is of no effect in determining any employee's average compensation as provided by any contract or other provision of law.

(11) A direct care worker may elect to not receive the wage increase provided in this section. The election to not receive the wage increase in this section must be made either in writing or electronically. The employer of a direct care worker who has elected to not receive the wage increase in this section must remit back to this state any of the funds authorized by this section based on the number of direct care workers it employs who have elected to not receive the wage increase authorized by this section.

(12) Contractors and subcontractors receiving funding to support the direct care wage increase under this section shall report to the department by February 1 of the current fiscal year the range of wages paid to direct care workers, including information on the number of direct care workers at each wage level.

(13) The department shall report the information required to be reported according to subsection (12) 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 by March 1 of the current fiscal year. The range of wages paid reported by each contractor or subcontractor receiving funding to support the direct care wages under this section must include a range of direct care workers paid at state minimum wage, and each range thereafter must not exceed \$0.50 increments.

Sec. 232. (1) The department shall provide the approved spending plan for each line item receiving an appropriation in the current fiscal year to the senate and house appropriations subcommittees on the department budget and the senate and house fiscal agencies within 60 days after approval by the department but not later than January 15 of the current fiscal year. Compliance with this section is not met unless a line-item appropriation name is included in all places that a line-item appropriation number is listed. The spending plan shall include the following information regarding planned expenditures for each category: allocation in the previous period, change in the allocation, and new allocation. The spending plan shall include the following information regarding each revenue source for the line item: category of the fund source indicated by general fund/general purpose, state restricted, local, private, or federal. Figures included in the approved spending plan shall not be assumed to constitute the actual final expenditures, as line items may be updated on an as-needed basis to reflect changes in projected expenditures and projected revenue. The department shall supplement the spending plan information by providing a list of all active contracts and grants in the department's contract system. For amounts listed in the other contracts category of each spending plan, the department shall provide a

list of all contracts and grants and amounts for the current fiscal year, and include the name of the line item and the name of the fund source related to each contract or grant and amount. For amounts listed in the all other costs category of each spending plan, the department shall provide a list detailing planned expenditures and amounts for the current fiscal year, and include the name of the line item and the name of the fund source related to each amount and expenditure.

(2) Notwithstanding any other appropriation authority granted in part 1, the department shall not appropriate any additional general fund/general purpose funds or any related federal and state restricted funds without providing a written 30-day notice to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices.

Sec. 233. If the state administrative board, acting under section 3 of 1921 PA 2, MCL 17.3, transfers funds from an amount appropriated under this article, the legislature may, by a concurrent resolution adopted by a majority of the members elected to and serving in each house, inter-transfer funds within this article for the particular department, board, commission, office, or institution.

Sec. 234. The departments and agencies receiving appropriations in part 1 shall receive and retain copies of all reports funded from appropriations in part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The department may electronically retain copies of reports unless otherwise required by federal and state guidelines.

Sec. 236. (1) From the funds appropriated in part 1, the department shall do all of the following:

(a) Report to the house and senate appropriations committees, the house and senate fiscal agencies, the house and senate policy offices, and the state budget office any amount of severance pay for a department director, deputy director, or other high-ranking department official not later than 14 days after a severance agreement with the director or official is signed. The name of the director or official and the amount of severance pay must be included in the report required by this subdivision.

(b) Maintain an internet website that posts any severance pay in excess of 6 weeks of wages, regardless of the position held by the former department employee receiving severance pay.

(c) By February 1, report 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 total amount of severance pay remitted to former department employees during the fiscal year ending September 30, 2021 and the total number of former department employees that were remitted severance pay during the fiscal year ending September 30, 2021.

(2) As used in this section, "severance pay" means compensation that is both payable or paid upon the termination of employment and in addition to either wages or benefits earned during the course of employment or generally applicable retirement benefits.

Sec. 237. (1) Any department, agency, board, commission, or public officer that receives funding under part 1 shall not:

(a) Require as a condition of accessing any facility or receiving services that an individual provide proof that he or she has received a COVID-19 vaccine except as provided by federal law or as a condition of receiving federal Medicare or Medicaid funding.

(b) Produce, develop, issue, or require a COVID-19 vaccine passport.

(c) Develop a database or make any existing database publicly available to access an individual's COVID-19 vaccine status by any person, company, or governmental entity.

(d) Require as a condition of employment that an employee or official provide proof that he or she has received a COVID-19 vaccine. This subdivision does not apply to any hospital, congregate care facility, or other medical facility or any hospital, congregate care facility, or other medical facility operated by a local subdivision that receives federal Medicare or Medicaid funding.

(2) A department, agency, board, commission, or public officer may not subject any individual to any negative employment consequence, retaliation, or retribution because of that individual's COVID-19 vaccine status.

(3) Subsection (1) does not prohibit any person, department, agency, board, commission, or public officer from transmitting proof of an individual's COVID-19 vaccine status to any person, company, or governmental entity, so long as the individual provides affirmative consent.

(4) If a department, agency, board, commission, subdivision, or official or public officer is required to establish a vaccine policy due to a federal mandate, it must provide exemptions to any COVID-19 vaccine policy to the following individuals:

(a) An individual for whom a physician certifies that a COVID-19 vaccine is or may be detrimental to the individual's health or is not appropriate.

(b) An individual who provides a written statement to the effect that the requirements of the COVID-19 vaccine policy cannot be met because of religious convictions or other consistently held objection to immunization.

(5) As used in this section, “public officer” means a person appointed by the governor or another executive department official or an elected or appointed official of this state or a political subdivision of this state.

Sec. 239. For behavioral and physical health services provided through managed care or the fee-for-service program, the department shall require, for the nonfacility component of the reimbursement rate, at least the same reimbursement for that service, if that service is provided through telemedicine, as if the service involved face-to-face contact between the health care professional and the patient.

Sec. 240. Appropriations in part 1 shall, to the extent possible by the department, not be expended until all existing work project authorization available for the same purposes is exhausted.

Sec. 241. By March 1 of the current fiscal year, the department shall report 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 director on total actual expenditures in the previous fiscal year for advertising and media outreach, including the purpose and amount by program or appropriation line-item.

Sec. 242. From the funds appropriated in part 1 for departmental administration and management, \$100,000.00 is allocated to produce a description of programs report for the current fiscal year by March 1 of the current fiscal year. The report shall be submitted to the senate and house appropriations committees, the senate and house fiscal agencies, and the senate and house policy offices. The report shall include the appropriation unit, the line-item name and number, the appropriation history, the program name, the program overview, the financing detail, and where applicable, the legal basis for the program and program effectiveness and outcomes.

Sec. 243. From the funds appropriated in part 1, the department shall allocate \$50,000.00 to provide notice and information to health care providers and the public that the department shall not use state restricted funds or state general funds, or allow grantees or subcontractors to use those funds, appropriated in part 1 to fund any elective abortion. As used in this section, “elective abortion” means the intentional use of an instrument, drug, or other substance or device to terminate a woman’s pregnancy for a purpose other than to increase the probability of a live birth, to preserve the life or health of the child after live birth, or to remove a fetus that has died as a result of natural causes, accidental trauma, or a criminal assault on the pregnant woman. Elective abortion does not include any of the following:

- (a) The use or prescription of a drug or device intended as a contraceptive.
- (b) The intentional use of an instrument, drug, or other substance or device by a physician to terminate a woman’s pregnancy if the woman’s physical condition, in the physician’s reasonable medical judgment, necessitates the termination of the woman’s pregnancy to avert her death.
- (c) Treatment upon a pregnant woman who is experiencing a miscarriage or has been diagnosed with an ectopic pregnancy.

Sec. 244. On a monthly basis, the department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget office on any line-item appropriation for which the department estimates total annual expenditures would exceed the funds appropriated for that line-item appropriation by 5% or more. The department shall provide a detailed explanation for any relevant line-item appropriation exceedance and shall identify the corrective actions undertaken to mitigate line-item appropriation expenditures from exceeding the funds appropriated for that line-item appropriation by a greater amount. This section does not apply for line-item appropriations that are part of the May revenue estimating conference caseload and expenditure estimates.

Sec. 250. The director or a local health officer shall not issue or enforce any orders or other directives that require an individual in this state who is under the age of 18 to wear a face mask or face covering.

Sec. 251. From the funds appropriated in part 1 for departmental administration and support, the department must develop reports related to emergency orders involving an epidemic issued during the fiscal year ending on September 30, 2022. Within 7 days after the issuance of any emergency order involving an epidemic, a report under this section must be provided to the senate and house appropriations committees and the senate and house fiscal agencies, and posted publicly on the department’s website. A report under this section must contain the following:

- (a) An explanation of the nature and scope of the epidemic that the emergency order is intended to address.
- (b) A description of each area of the state that the department has determined is threatened by the epidemic.
- (c) If applicable, an explanation that contains the evidence relied upon to determine that a procedure established in the emergency order ensures the continuation of essential public health services or the enforcement of health laws.

(d) If applicable, an explanation that contains the evidence relied upon to determine that a prohibition on gathering contained in the emergency order is necessary to protect the public health.

(e) A list of primary experts, organizations, or sources not affiliated with the department that were relied upon to issue the emergency order and any corresponding expenditures by the department associated with any such experts, organizations, or sources.

(f) A list of primary state government personnel responsible for developing the emergency order.

(g) A description of what factors the department will consider when deciding to terminate or modify the order.

Sec. 252. The appropriations in part 1 for Healthy Michigan plan - behavioral health, Healthy Michigan plan administration, and Healthy Michigan plan are contingent on the provisions of the social welfare act, 1939 PA 280, MCL 400.1 to 400.119b, that were contained in 2013 PA 107 not being amended, repealed, or otherwise altered to eliminate the Healthy Michigan plan. If that occurs, then, upon the effective date of the amendatory act that amends, repeals, or otherwise alters those provisions, the remaining funds in the Healthy Michigan plan - behavioral health, Healthy Michigan plan administration, and Healthy Michigan plan line items shall only be used to pay previously incurred costs and any remaining appropriations shall not be allotted to support those line items.

Sec. 258. (1) In collaboration with the department of education and the department of state police, 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) The 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) The collaboration shall include the child welfare institute within the department, which provides training and education for public and private employees who work within the child protective services, foster care, adoption, and juvenile justice systems.

(3) The department shall report by March 1 of the current fiscal year on the activities and status of implementation of the requirements described in subsections (1) and (2) 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.

Sec. 263. (1) Except as otherwise provided in this subsection, before submission of a waiver, a state plan amendment, or a similar proposal to CMS or other federal agency, the department shall provide written notification of the planned submission to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies and policy offices, and the state budget office. This subsection does not apply to the submission of a waiver, a state plan amendment, or similar proposal that does not propose a material change or is outside of the ordinary course of waiver, state plan amendment, or similar proposed submissions.

(2) The department shall provide written reports on a semiannual basis to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget office summarizing the status of any new or ongoing discussions with CMS, the United States Department of Health and Human Services, or other federal agency regarding potential or future waiver applications as well as the status of submitted waivers that have not yet received federal approval. If, at the time a semiannual report is due, there are no reportable items, then no report is required to be provided.

Sec. 264. The department shall not take disciplinary action against an employee of the department in the state classified civil service for communicating with a member of the legislature or his or her staff, unless the communication is prohibited by law and the department is exercising its authority as provided by law.

Sec. 270. The department shall advise the legislature of the receipt of a notification from the attorney general's office of a legal action in which expenses had been recovered according to section 106(6) of the social welfare act, 1939 PA 280, MCL 400.106. By February 1 of the current fiscal year, the department shall submit a written report to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the state budget office that includes, at a minimum, all of the following:

(a) The total amount recovered from the legal action.

(b) The program or service for which the money was originally expended.

(c) Details on the disposition of the funds recovered such as the appropriation or revenue account in which the money was deposited.

(d) A description of the facts involved in the legal action.

Sec. 274. (1) The department, in collaboration with the state budget office, shall submit to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the house and senate policy offices 1 week after the day the governor submits to the legislature the budget for the ensuing fiscal year a report on spending and revenue projections for each of the capped federal funds listed below. The report shall contain actual spending and revenue in the previous fiscal year, spending and revenue projections for the current fiscal year as enacted, and spending and revenue projections within the executive budget proposal for the fiscal year beginning October 1, 2022 for each individual line item for the department budget. The report shall also include federal funds transferred to other departments. The capped federal funds shall include, but not be limited to, all of the following:

- (a) TANF.
- (b) Title XX social services block grant.
- (c) Title IV-B part I child welfare services block grant.
- (d) Title IV-B part II promoting safe and stable families funds.
- (e) Low-income home energy assistance program.

(2) It is the intent of the legislature that the department, in collaboration with the state budget office, not utilize capped federal funding for economics adjustments for FTEs or other economics costs that are included as part of the budget submitted to the legislature by the governor for the ensuing fiscal year, unless there is a reasonable expectation for increased federal funding to be available to the department from that capped revenue source in the ensuing fiscal year.

(3) By February 15 of the current fiscal year, the department shall prepare an annual report of its efforts to identify TANF maintenance of effort sources and rationale for any increases or decreases from all of the following, but not limited to:

- (a) Other departments.
- (b) Local units of government.
- (c) Private sources.

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

(2) On a quarterly basis the department shall report to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the house and senate policy offices on the realignment of federal fund sources transacted to date in the current fiscal year under the authority of subsection (1), including the dates, line items, and amounts of the transactions.

(3) Within 30 days after the date on which year-end book closing is completed, the department shall submit to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the house and senate policy offices a report on the realignment of federal fund sources that took place as part of the year-end closing process for the previous fiscal year.

Sec. 280. By March 1 of the current fiscal year, the department shall provide a report 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 director that provides all of the following for each line item in part 1 containing personnel-related costs, including the specific individual amounts for salaries and wages, payroll taxes, and fringe benefits:

- (a) FTE authorization.
- (b) Spending authorization for personnel-related costs, by fund source, under the spending plan.
- (c) Actual year-to-date expenditures for personnel-related costs, by fund source, through the end of the prior month.
- (d) The projected year-end balance or shortfall for personnel-related costs, by fund source, based on actual monthly spending levels through the end of the prior month.
- (e) A specific plan for addressing any projected shortfall for personnel-related costs at either the gross or fund source level.

Sec. 288. (1) Beginning October 1 of the current fiscal year, no less than 90% of a new department contract supported solely from state restricted funds or general fund/general purpose funds and designated in this part or part 1 for a specific entity for the purpose of providing services to individuals shall be expended for those services after the first year of the contract.

(2) The department may allow a contract to exceed the limitation on administrative and services costs under subsection (1) if a grantee can demonstrate to the department that an exception should be made to the provision in subsection (1).

(3) By September 30 of the current fiscal year, the department shall report to the house and senate appropriations subcommittees on the department budget, house and senate fiscal agencies, and state budget office on the rationale for all exceptions made to subsection (1) and the number of contracts terminated due to violations of subsection (1).

Sec. 289. 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, and the senate and house policy offices an annual report on the supervisor-to-staff ratio by department divisions and subdivisions.

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

Sec. 296. From the funds appropriated in part 1, the department to the extent permissible under section 8 of 1964 PA 170, MCL 691.1408, is responsible for the necessary and reasonable attorney fees and costs incurred by private and independent legal counsel chosen by current and former classified and unclassified department employees in the defense of the employees in any state or federal lawsuit or investigation related to the water system in a city or community in which a declaration of emergency was issued because of drinking water contamination.

Sec. 297. (1) On a quarterly basis, the department shall report to the senate and house appropriations committees, the senate and house appropriations subcommittees on the department budget, and the senate and house fiscal agencies the following information:

(a) The number of FTE positions in pay status by civil service classification.
(b) A comparison by line item of the number of FTE positions authorized from funds appropriated in part 1 to the actual number of FTE positions employed by the department at the end of the reporting period.

(2) By March 1 of the current fiscal year, the department shall report to the senate and house appropriations committees, the senate and house appropriations subcommittees on the department budget, and the senate and house fiscal agencies the following information:

(a) Number of employees that were engaged in remote work in 2021.
(b) Number of employees of the department authorized to work remotely and the actual number of those working remotely in the current reporting period.
(c) Estimated net cost savings achieved by the department by remote work.
(d) Reduced use of office space associated with remote work.

Sec. 299. (1) No state department or agency shall issue a request for proposal (RFP) for a contract in excess of \$5,000,000.00, unless the department or agency has first considered issuing a request for information (RFI) or a request for qualification (RFQ) relative to that contract to better enable the department or agency to learn more about the market for the products or services that are the subject of the RFP. The department or agency shall notify the department of technology, management, and budget of the evaluation process used to determine if an RFI or RFQ was not necessary prior to issuing the RFP.

(2) From funds appropriated in part 1, for all RFPs issued during the current fiscal year where an existing service received proposals by multiple vendors, the department shall notify all vendors within 30 days after the RFP decision. The notification to vendors shall include details on the RFP process, including the respective RFP scores and the respective cost for each vendor. If the highest scored RFP or lowest cost RFP does not receive the contract for an existing service offered by the department, the notification shall issue an explanation for the reasons that the highest scored RFP or lowest cost RFP did not receive the contract and detail the incremental cost target amount or service level required that was required to migrate the service to a new vendor. Additionally, the department shall include in the notification details as to why a cost or service difference is justifiable if the highest scored or lowest cost vendor does not receive the contract.

(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 by September 30 of the current fiscal year, a report that includes the following:

(a) A summary of all RFPs issued for a contract in excess of \$5,000,000.00 including whether an RFI or RFQ was considered, and whether an RFI or RFQ was issued before issuing the RFP or whether the issuance of an RFI or RFQ was determined not to be necessary.

(b) A summary of all RFPs during the current fiscal year if an existing service received proposals by multiple vendors.

(c) A list of all finalized RFPs if there was a divergence from awarding the contract to the lowest-cost or highest-scoring vendor, and details as to why a divergence is justifiable as provided in the notification to vendors under subsection (2).

(d) The cost or service threshold required by department policy that must be satisfied in order for an existing contract to be received by a new vendor.

DEPARTMENTAL ADMINISTRATION AND SUPPORT

Sec. 301. From the funds appropriated in part 1 for terminal leave payments, the department shall not spend in excess of its annual gross appropriation unless it identifies and requests a legislative transfer from another budgetary line item supporting administrative costs, as provided by section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

CHILD SUPPORT ENFORCEMENT

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

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

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

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

(5) If the child support incentive payment to the state from the federal government is greater than the amount needed to satisfy the provisions identified in subsections (1), (2), (3), and (4), the additional funds shall be subject to appropriation by the legislature.

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

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

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

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

(2) The department shall notify the chairs of the house and senate appropriations subcommittees on the department budget and the house and senate fiscal agencies within 15 days after the authorization adjustment in subsection (1).

COMMUNITY SERVICES AND OUTREACH

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

- (a) Increasing school attendance and decreasing chronic absenteeism.
- (b) Increasing academic performance based on grades with emphasis on math and reading.
- (c) Identifying barriers to attendance and success and connecting families with resources to reduce these barriers.
- (d) Increasing parent involvement with the parent's child's school and community.

(2) By July 15 of the current fiscal year, the Northeast Michigan Community Service Agency shall provide reports to the department on the number of children and families served and the services that were provided to families to meet the performance objectives identified in this section. The department shall distribute the reports within 1 week after receipt 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.

Sec. 452. From the funds appropriated in part 1 for crime victim justice assistance grants, the department shall continue to support forensic nurse examiner programs to facilitate training for improved evidence collection for the prosecution of sexual assault. The funds shall be used for program coordination and training.

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

(2) By March 1 of the current fiscal year, the department shall submit 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 a report on the total amount expended for the program in the previous year, the total number of shelter nights provided, and the average length of stay in an emergency shelter.

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

Sec. 455. As a condition of receipt of federal TANF revenue, homeless shelters and human services agencies shall collaborate with the department to obtain necessary TANF eligibility information on families as soon as possible after admitting a family to the homeless shelter. From the funds appropriated in part 1 for homeless programs, the department is authorized to make allocations of TANF revenue only to the homeless shelters and human services agencies that report necessary data to the department for the purpose of meeting TANF eligibility reporting requirements. Homeless shelters or human services agencies that do not report necessary data to the department for the purpose of meeting TANF eligibility reporting requirements will not receive reimbursements that exceed the per diem amount they received in fiscal year 2000. The use of TANF revenue under this section is not an ongoing commitment of funding.

Sec. 456. From the funds appropriated in part 1 for homeless programs, the department shall allocate \$90,000.00 to reimburse public service agencies that provide documentation of paying birth certificate fees on behalf of category 1 homeless clients at county clerk's offices. Public service agencies shall be reimbursed for the cost of the birth certificate fees quarterly until this allocation is fully spent.

Sec. 457. (1) From the funds appropriated in part 1 for the uniform statewide sexual assault evidence kit tracking system, in accordance with the final report of the Michigan sexual assault evidence kit tracking and reporting commission, \$800,000.00 is allocated from the sexual assault evidence tracking fund to contract for the administration of a uniform statewide sexual assault evidence kit tracking system. The system shall include the following:

- (a) A uniform statewide system to track the submission and status of sexual assault evidence kits.
- (b) A uniform statewide system to audit untested kits that were collected on or before March 1, 2015 and were released by victims to law enforcement.
- (c) Secure electronic access for victims.
- (d) The ability to accommodate concurrent data entry with kit collection through various mechanisms, including web entry through computer or smartphone, and through scanning devices.

(2) By March 30 of the current fiscal year, 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 a status report on the administration of the uniform statewide sexual assault evidence kit tracking system, including operational status and any known issues regarding implementation.

(3) The sexual assault evidence tracking fund established in section 1451 of 2017 PA 158 shall continue to be maintained in the department of treasury. Money in the sexual assault evidence tracking fund at the close of a fiscal year remains in the sexual assault evidence tracking fund, does not revert to the general fund, and shall be appropriated as provided by law for the development and implementation of a uniform statewide sexual assault evidence kit tracking system as described in subsection (1).

(4) By September 30 of the current fiscal year, 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 a report on the findings of the annual audit of the proper submission of sexual assault evidence kits as required by and in compliance with the sexual assault kit evidence submission act, 2014 PA 227, MCL 752.931 to 752.935. The report must include, but is not limited to, a detailed county-by-county compilation of the number of sexual assault evidence kits that were properly submitted and the number that met or did not meet deadlines established in the sexual assault kit evidence submission act, 2014 PA 227, MCL 752.931 to 752.935, the number of sexual assault evidence kits retrieved by law enforcement after analysis, and the physical location of all released sexual assault evidence kits collected by health care providers in that year, as of the date of the annual draft report for each reporting agency.

Sec. 458. From the funds appropriated in part 1 for crime victim rights services grants, the department shall allocate \$2,000,000.00 from the crime victim's rights fund to maintain increased grant funding to support the further use of crime victim advocates in the criminal justice system. The purpose of the additional funding is to increase available grant funding for crime victim advocates to ensure that the advocates have the resources, training, and funding needed to respond to the physical and emotional needs of crime victims and to provide victims with the necessary services, information, and assistance in order to help them understand and participate in the criminal justice system and experience a measure of safety and security throughout the legal process.

Sec. 459. From the funds appropriated in part 1 for child advocacy centers, the department shall allocate \$1,000,000.00 to continue to provide additional funding to child advocacy centers to support the general operations of child advocacy centers. The purpose of this additional funding is to increase the amount of services provided to children and their families who are victims of abuse over the amount provided in the previous fiscal year. The additional funding directed in this section shall only be used for the purposes described under section 4 of the children's advocacy center act, 2008 PA 544, MCL 722.1044.

Sec. 461. (1) From the funds appropriated in part 1 for runaway and homeless youth grants, the department shall maintain the recent \$500,000.00 state general fund/general purpose revenue increase to funding to support the runaway and homeless youth services program. The purpose of the additional funding is to support current programs for contracted providers that provide emergency shelter and services to homeless and runaway youth.

(2) From the funds appropriated in part 1 for runaway and homeless youth grants, the department shall allocate \$400,000.00 to support runaway and homeless youth services programs. The purpose of the additional funding is to support current programs for contracted providers that provide emergency shelter and services to homeless and runaway youth.

(3) By March 1 of the current fiscal year, the department shall submit 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 a report on the total amount expended for runaway and homeless youth services programs in the previous year, and the total number of shelter nights for youth provided.

Sec. 462. (1) If funding becomes available from the funds appropriated in part 1 for crime victim justice assistance grants, the department shall allocate \$4,000,000.00 to implement 4 trauma recovery center program pilot projects. The pilot projects shall utilize the evidence-informed integrated trauma recovery services model developed by the University of California - San Francisco for service provision and shall be located in a city with a population between 52,300 and 55,000 according to the 2010 federal decennial census, in a city with a population between 26,000 and 26,050 according to the 2010 federal decennial census, in a city with a population between 150,000 and 200,000 according to the 2010 federal decennial census, and in a city with a population greater than 500,000 according to the 2010 federal decennial census.

(2) It is the intent of the legislature that each pilot project shall be designed to last at least 3 years.

(3) If funding becomes available, by March 1 of the current fiscal year, the department shall report to the senate and house 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:

- (a) The number of participants by pilot project site.
- (b) The number of participants by crime type, broken down by pilot project site.
- (c) The number of direct service providers by pilot project site.
- (d) The number of direct services provided, broken down by type of service and by pilot project site.
- (e) The administrative costs by pilot project site.
- (f) The average length of service provision by pilot project site.
- (g) The average length of service provision, broken down by type of service and by pilot project site.
- (h) The average cost per participant by pilot project site.

(4) The department may explore the development of a mobile trauma recovery center to provide services to rural areas in this state.

CHILDREN'S SERVICES AGENCY - CHILD WELFARE

Sec. 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. 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. 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 additional counties where the department, private child welfare agencies, the county, and the court operating within that county have signed a memorandum of understanding that incorporates the intentions of the concerned parties in order to implement the performance-based funding model.

(4) The department, in conjunction with members from both the house of representatives and senate, private child placing agencies, the courts, and counties shall continue to implement the recommendations that are described in the workgroup report that was provided in section 503 of article X of 2013 PA 59 to establish a performance-based funding model pilot program for public and private child welfare services providers. The department shall provide quarterly reports on the status of the performance-based contracting model to the senate and house appropriations subcommittees on the department budget, the senate and house standing committees on families and human services, and the senate and house fiscal agencies and policy offices.

(5) From the funds appropriated in part 1 for the performance-based funding model pilot, the department shall continue to work with the West Michigan Partnership for Children Consortium on the implementation of the performance-based funding model pilot. The consortium shall accept and comprehensively assess referred youth, assign cases to members of its continuum or leverage services from other entities, and make appropriate case management decisions during the duration of a case. The consortium shall operate an integrated continuum of care structure, with services provided by both private and public agencies, based on individual case needs. The consortium shall demonstrate significant organizational capacity and competencies, including experience with managing risk-based contracts, financial strength, experienced staff and leadership, and appropriate governance structure.

Sec. 504. (1) From the funds appropriated in part 1, the department shall continue the master agreement with the West Michigan Partnership for Children Consortium for the fifth year of the planned 5-year agreement to pilot a performance-based child welfare contracting pilot program. The consortium shall consist of a network of affiliated child welfare service providers that will accept and comprehensively assess referred youth, assign cases to members of its continuum or leverage services from other entities, and make appropriate case management decisions during the duration of a case.

(2) As a condition for receiving the funding in part 1, the West Michigan Partnership of Children Consortium shall maintain a contract agreement with the department that supports a global capitated payment model. The capitated payment amount shall be based on historical averages of the number of children served in Kent County and for the costs per foster care case. The West Michigan Partnership for Children Consortium is required to manage the cost of the child population it serves. The capitated payment amount shall be reviewed and adjusted no less than twice during the current fiscal year or due to any policy changes implemented by the department that result in a volume of placements that differ in a statistically significant manner from the amount allocated in the annual contract between the department and the West Michigan Partnership for Children Consortium as determined by an independent actuary as well as to account for changes in case volumes and any statewide rate

increases that are implemented. The contract agreement requires that the West Michigan Partnership for Children Consortium shall maintain the following stipulations and conditions:

(a) That the service component of the capitated payment will be calculated assuming rates paid to providers under the pilot program are generally consistent with the department's payment policies for providers throughout the rest of this state.

(b) To maintain a risk reserve of at least \$1,500,000.00 to ensure it can meet unanticipated expenses within a given fiscal year.

(c) That until the risk reserve is established, the West Michigan Partnership for Children Consortium shall submit to the department a plan for how they will manage expenses to fit within their capitated payment revenue. The department shall review and approve any new investments in provider payments above statewide rates and norms to ensure they are supported by offsetting savings so that costs remain within available revenue.

(d) To cooperate with the department on an independent fiscal analysis of costs incurred and revenues received during the course of the pilot program to date.

(3) By March 1 of the current fiscal year, the consortium shall provide to the department and the house and senate appropriations subcommittees on the department budget a report on the consortium, including, but not limited to, actual expenditures, number of children placed by agencies in the consortium, fund balance of the consortium, and the outcomes measured.

Sec. 505. 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 and policy offices, and the state budget office a report on youth referred or committed to the department for care or supervision in the previous fiscal year and in the first quarter of the current fiscal year outlining the number of youth served by the department within the juvenile justice system, the type of setting for each youth, performance outcomes, and financial costs or savings.

Sec. 506. From the funds appropriated in part 1 for attorney general contract, by March 1 of the current fiscal year, 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, a report on the juvenile justice system in any county in which funds appropriated in part 1 are expended. The report shall include, but not be limited to, the following:

(a) The number of youth referred or committed to the department for care or supervision in the previous fiscal year and in the first quarter of the current fiscal year.

(b) The number of youth referred or committed to the care or supervision of the county in which funds appropriated in part 1 were expended for the previous fiscal year and the first quarter of the current fiscal year.

(c) The type of setting for each youth referred or committed for care or supervision, any applicable performance outcomes, and identified financial costs or savings.

Sec. 507. The department's ability to satisfy appropriation deducts in part 1 for foster care private collections is not limited to collections and accruals pertaining to services provided only in the current fiscal year but may include revenues collected during the current fiscal year for services provided in prior fiscal years.

Sec. 508. (1) In addition to the amount appropriated in part 1 for children's trust fund grants, money granted or money received as gifts or donations to the children's trust fund created by 1982 PA 249, MCL 21.171 to 21.172, is appropriated for expenditure.

(2) For the funds described in subsection (1), the department shall ensure that administrative delays are avoided and the local grant recipients and direct service providers receive money in an expeditious manner. The department and board shall make available the children's trust fund contract funds to grantees within 31 days of the start date of the funded project.

Sec. 509. From the funds appropriated in part 1 for adoption support services, the department shall maintain the increase of contracted rates paid to private child placing agencies for adoption placement rates.

Sec. 511. The department shall provide reports on a semiannual basis to the senate and house appropriations subcommittees on the department budget, the senate and house standing committees on families and human services, and the senate and house fiscal agencies and policy offices on the number and percentage of children who received timely physical and mental health examinations after entry into foster care. The goal of the program is that at least 85% of children shall have an initial medical and mental health examination within 30 days after entry into foster care.

Sec. 512. As required by the settlement, by March 1 of the current fiscal year, the department shall 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 on the following information for cases of child abuse or child neglect from the previous fiscal year:

- (a) The total number of relative care placements.
- (b) The total number of relatives with a placement who became licensed.
- (c) A list of the reasons from a sample of cases where relatives were denied foster home licensure as documented by the department.

Sec. 513. (1) The department shall not expend funds appropriated in part 1 to pay for the direct placement by the department of a child in an out-of-state facility unless all of the following conditions are met:

- (a) There is no appropriate placement available in this state as determined by the department's interstate compact office.
- (b) An out-of-state placement exists that is nearer to the child's home than the closest appropriate in-state placement as determined by the department's interstate compact office.
- (c) The out-of-state facility meets all of the licensing standards of this state for a comparable facility.
- (d) The out-of-state facility meets all of the applicable licensing standards of the state in which it is located.
- (e) The department has done an on-site visit to the out-of-state facility, reviewed the facility records, reviewed licensing records and reports on the facility, and believes that the facility is an appropriate placement for the child.

(2) The department shall not expend money for a child placed in an out-of-state facility without approval of the executive director of the children's services agency.

(3) The department shall submit an annual report by March 1 of the current fiscal year to the state court administrative office, 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 number of Michigan children residing in out-of-state facilities in the previous fiscal year and shall include the total cost and average per diem cost of these out-of-state placements to this state, and a list of each such placement arranged by the Michigan county of residence for each child.

Sec. 514. The department shall submit a comprehensive report concerning children's protective services (CPS) to the legislature, including the senate and house policy offices and the state budget director, by March 1 of the current fiscal year, that shall include all of the following:

- (a) Statistical information including, but not limited to, all of the following:
 - (i) The total number of reports of child abuse or child neglect investigated under the child protection law, 1975 PA 238, MCL 722.621 to 722.638, and the number of cases classified under category I or category II and the number of cases classified under category III, category IV, or category V.
 - (ii) Characteristics of perpetrators of child abuse or child neglect and the child victims, such as age, relationship, race, and ethnicity and whether the perpetrator exposed the child victim to drug activity, including the manufacture of illicit drugs, that exposed the child victim to substance abuse, a drug house, or methamphetamine.
 - (iii) The mandatory reporter category in which the individual who made the report fits, or other categorization if the individual is not within a group required to report under the child protection law, 1975 PA 238, MCL 722.621 to 722.638.
 - (iv) The number of cases that resulted in the separation of the child from the parent or guardian and the period of time of that separation, up to and including termination of parental rights.
 - (v) For the reported complaints of child abuse or child neglect by teachers, school administrators, and school counselors, the number of cases classified under category I or category II and the number of cases classified under category III, category IV, or category V.
 - (vi) For the reported complaints of child abuse or child neglect by teachers, school administrators, and school counselors, the number of cases that resulted in separation of the child from the parent or guardian and the period of time of that separation, up to and including termination of parental rights.
- (b) New policies related to children's protective services including, but not limited to, major policy changes and court decisions affecting the children's protective services system during the immediately preceding 12-month period. The report shall also include a summary of the actions undertaken and applicable expenditures to achieve compliance with the office of the auditor general audit number 431-1285-16.
- (c) Statistical information regarding families that were classified in category III, including, but not limited to, all of the following:
 - (i) The total number of cases classified in category III.
 - (ii) The number of cases in category III referred to voluntary community services and closed with no additional monitoring.

(iii) The number of cases in category III referred to voluntary community services and monitored for up to 90 days.

(iv) The number of cases in category III for which the department entered more than 1 determination that there was evidence of child abuse or child neglect.

(v) The number of cases in category III that the department reclassified from category III to category II.

(vi) The number of cases in category III that the department reclassified from category III to category I.

(vii) The number of cases in category III that the department reclassified from category III to category I that resulted in a removal.

(d) Statistical information regarding category III open/close policy including the number of cases that were open/closed, the number of cases that were opened for monitoring, and the 12-month recidivism rate for both.

(e) The department policy, or changes to the department policy, regarding children who have been exposed to the production or manufacture of methamphetamines.

Sec. 515. If a child protective services caseworker requests approval for another child protective services caseworker or other department employee to accompany them on a home visit because the caseworker believes it would be unsafe to conduct the home visit alone, the department shall not deny the request.

Sec. 516. From funds appropriated in part 1 for child care fund, the administrative or indirect cost payment equal to 10% of a county's total monthly gross expenditures shall be distributed to the county on a monthly basis and a county is not required to submit documentation to the department for any of the expenditures that are covered under the 10% payment as described in section 117a(4)(b)(ii) and (iv) of the social welfare act, 1939 PA 280, MCL 400.117a.

Sec. 517. From the funds appropriated in part 1, no title IV-E funds are appropriated under any title IV-E appeals policy that differs from the appeals policy in place as of the fiscal year ending September 30, 2017.

Sec. 518. Supervisors must make an initial read of a caseworker's report on a child abuse or child neglect investigation and note any corrections required, or approve the report, within 5 business days after the report is submitted by the caseworker. The caseworker must resubmit a report that needs corrections within 3 business days after the report is returned by the supervisor.

Sec. 519. The department shall permit any private agency that has an existing contract with this state to provide foster care services to be also eligible to provide treatment foster care services.

Sec. 520. (1) The department shall submit a report 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 by February 15 of the current fiscal year on the number of days of care and expenditures by funding source for the previous fiscal year for out-of-home placements by specific placement programs for child abuse or child neglect and juvenile justice, including, but not limited to, paid relative placement, department direct family foster care, private agency supervised foster care, private child caring institutions, county-supervised facilities, court-supervised facilities, and independent living. The report shall also include the number of days of care for department-operated residential juvenile justice facilities by security classification.

(2) For the purposes of the report in subsection (1), living arrangements include, but are not limited to, paid relative placement, department direct family foster care, private agency supervised foster care, private child caring institutions, county-supervised facilities, court-supervised facilities, and independent living.

Sec. 521. (1) From the funds appropriated in part 1 for child care fund – indirect cost allotment, the department shall allocate \$3,500,000.00 to counties and tribal governments that receive reimbursements in part 1 from child care fund.

(2) The amount described in subsection (1) shall be distributed to each county or tribal government in the same proportion as indirect cost allotments are provided to counties in the manner described in section 117a of the social welfare act, 1939 PA 280, MCL 400.117a.

Sec. 522. (1) From the funds appropriated in part 1 for youth in transition, the department shall allocate \$750,000.00 for scholarships through the fostering futures scholarship program in the Michigan education trust to youths who were in foster care because of child abuse or child neglect and are attending a college or a career technical educational institution located in this state. Of the funds appropriated, 100% shall be used to fund scholarships for the youths described in this section.

(2) On a semiannual basis, the department shall provide a 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 that includes the number of youths who received scholarships under this section and the amount of each scholarship, and the total amount of funds spent or encumbered in the current fiscal year.

Sec. 523. (1) By February 15 of the current fiscal year, 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 a report on the families first, family reunification, and families together building solutions family preservation programs. The report shall provide population and outcome data based on contractually required follow-up evaluations for families who received family preservation services and shall include information for each program on any innovations that may increase child safety and risk reduction.

(2) From the funds appropriated in part 1 for runaway and homeless youth grants and domestic violence prevention and treatment, the department is authorized to make allocations of TANF revenue only to agencies that report necessary data to the department for the purpose of meeting TANF eligibility reporting requirements.

(3) By October 1 of the current fiscal year, from the funds appropriated in part 1 for family preservation services, the department shall retain the rates established by the increase provided in section 523(3) of article 6 of 2020 PA 166.

Sec. 524. As a condition of receiving funds appropriated in part 1 for strong families/safe children, counties must submit the service spending plan to the department by October 1 of the current fiscal year for approval. The department shall approve the service spending plan within 30 calendar days after receipt of a properly completed service spending plan.

Sec. 525. The department shall implement the same on-site evaluation processes for privately operated child welfare and juvenile justice residential facilities as is used to evaluate state-operated facilities. Penalties for noncompliance shall be the same for privately operated child welfare and juvenile justice residential facilities and state-operated facilities.

Sec. 526. From the funds appropriated in part 1 for court-appointed special advocates, the department shall allocate \$1,000,000.00 to fund a project with a nonprofit, community-based organization organized under the laws of this state that are exempt from federal income tax under section 501(c)(3) of the internal revenue code of 1986, 26 USC 501, located in a charter township with a population of between 16,000 and 17,000 according to the 2010 federal decennial census that is located in a county with a population of between 600,000 and 605,000 according to the 2010 federal decennial census. The nonprofit organization recipient shall have an existing network of affiliate programs operating in at least 25 counties in this state. The nonprofit organization shall use the funds to recruit, screen, train, and supervise volunteers who provide advocacy services on behalf of abused and neglected children.

Sec. 527. With the approval of the settlement monitor, for the purposes of calculating adoption worker caseloads for private child placing agencies, the department shall exclude the following case types:

(a) Cases in which there are multiple applicants as that term is defined in section 22(e) of chapter X of the probate code of 1939, 1939 PA 288, MCL 710.22, also known as a competing party case, in which the case has a consent motion pending from Michigan's children's institute or the court for more than 30 days.

(b) Cases in which a birth parent has an order or motion for a rehearing or an appeal as of right that has been pending for more than 15 days.

Sec. 528. From the funds appropriated in part 1 for adoption support services, the department shall allocate \$10,000,000.00 to fund marketing programs that promote the adoption of infants and to develop factual educational information materials on adoption as an alternative to abortion including the ability of the birth mother to establish a pre-birth plan. The department shall issue a request for proposal for a contract for the development of marketing programs and information materials. The department shall notify the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices on vendors submitting bids for the contract, vendors receiving the contract, the evaluation process, and criteria used by the department to award the contract for marketing programs.

Sec. 529. From the funds appropriated in part 1 for family preservation programs, the department shall maintain the total combined funding levels of the families first, family reunification, and families together building solutions family preservation programs as of September 30, 2021. For the current fiscal year as the department moves towards implementation of the federal Family First Prevention Services Act, Public Law 115-123, the funding available to serve families through the existing family preservation programs shall not be reduced.

Sec. 530. (1) All master contracts relating to foster care and adoption services as funded by the appropriations in section 105 of part 1 shall be performance-based contracts that employ a client-centered results-oriented process that is based on measurable performance indicators and desired outcomes and includes the annual assessment of the quality of services provided.

(2) By February 1 of the current fiscal year, the department shall provide the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies and policy offices, and the state budget office a report detailing measurable performance indicators, desired outcomes, and an assessment of the quality of services provided by the department during the previous fiscal year.

Sec. 531. The department shall notify the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the house and senate policy offices of any changes to a child welfare master contract template, including the adoption master contract template, the independent living plus master contract template, the child placing agency foster care master contract template, and the residential foster care juvenile justice master contract template, not less than 30 days before the change takes effect.

Sec. 533. The department shall make payments to child placing facilities for in-home and out-of-home care services and adoption services within 30 days after receiving all necessary documentation from those agencies. It is the intent of the legislature that the burden of ensuring that these payments are made in a timely manner and no payments are in arrears is upon the department.

Sec. 534. 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 by March 1 of the current fiscal year a report on the adoption subsidies expenditures from the previous fiscal year. The report shall include, but is not limited to, the range of non-\$0.00 annual adoption support subsidy amounts, for both title IV-E eligible cases and state-funded cases, paid to adoptive families, the number of title IV-E and state-funded cases, the number of cases in which the adoption support subsidy request of adoptive parents for assistance was denied by the department, and the number of adoptive parents who requested a redetermination of adoption support subsidy.

Sec. 535. (1) From the funds appropriated in part 1 for foster care payments, the department shall allocate up to \$1,500,000.00 of private revenues from The New Foster Care Inc. to fund a 3-year culturally competent kinship placement, support, and licensing services pilot program in a county with a population between 1,202,000 and 1,203,000 according to the 2010 federal decennial census and a county with a population over 1,500,000 according to the 2010 federal decennial census based on the work conducted by A Second Chance Inc. The goal of the pilot program is to increase the kinship licensure rate and reduce the average length of stay for children in foster care with the intent to expand the program statewide, contingent on legislative appropriations. Efforts to reach this goal shall include the following:

- (a) Locate appropriate kinship family for out-of-home placement of children.
 - (b) Provide support to kinship care providers and facilitate connections to programs and services to assist them in meeting the needs of children.
 - (c) Assist kinship care providers in meeting state foster parent licensing requirements.
 - (d) Support parents to expedite permanency planning.
- (2) Subject to part 1 appropriations and pursuant to an annual evaluation, the department through legislative appropriations shall reallocate any savings and revenue stemming from program services that result in a reduction in the length of stay in foster care for the children served by the program compared to the average and maximize federal funds associated with this pilot program.
- (3) The agency selected to administer the pilot program will be selected with input from The New Foster Care, Inc. and approved by the executive director of the children's services agency.

Sec. 536. By March 1 of the current fiscal year, the department shall submit to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the policy offices a report on the status of the department's planned and achieved implementation of the federal family first prevention services act, Public Law 115-123. The report shall include, but not be limited to, an estimate of the 5-year spending plan for administrative and compliance costs, a summary of all historical expenditures made to date for implementation by line-item appropriation and program type, information regarding compliance with title IV-E prevention requirements, the status of statewide compliance with the qualified residential treatment program requirements, a summary of provider concerns with respect to requirements under the qualified residential treatment program as that term is defined in section 1 of 1973 PA 116, MCL 722.111, a detailed methodology in determining any savings realized or estimated from a reduction in congregate care or residential

placements, the department's conformity with federal model licensing standards, the department's plan for tracking and preventing child maltreatment deaths, and the department's plan for extending John H. Chafee foster care independence programs up to age 23.

Sec. 537. By March 1 of the current fiscal year, the department shall submit to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices a report on the number of unlicensed relative providers with a relative placement denied a foster home license for not meeting the standards established for state licensing for foster care. The report shall also include the status of title IV-E claims for foster care maintenance payments and foster care administrative payments for licensed relative caregivers with placements.

Sec. 538. By October 1 of the current fiscal year, the department shall submit to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the policy offices a report on the status of the department's program improvement plan associated with round 3 of the child and family services review (CFSR). The report shall also include, but not be limited to, a specific and detailed plan to provide an update on areas of substantial nonconformity identified in the CFSR such as the inadequacy of caseworker training provided by the department, the estimated costs necessary to reduce travel time for service delivery to rural areas, plans to improve caseworker engagement to reduce maltreatment in care, and steps undertaken by the department to emphasize permanency in case planning. Additionally, the department shall include the status for items currently being implemented and the description and cost estimate for the implementation for items that will be implemented in the current fiscal year.

Sec. 539. The department, in collaboration with child placing agencies, shall continue to comply with section 1150 of the social welfare act, 1939 PA 280, MCL 400.1150. Department caseworkers responsible for preparing a recommendation to a court concerning a juvenile placement shall provide, as part of the recommendation, information regarding the requirements of section 1150 of the social welfare act, 1939 PA 280, MCL 400.1150.

Sec. 540. If a physician or psychiatrist who is providing services to state or court wards placed in a residential facility submits a formal request to the department to change the psychotropic medication of a ward, the department shall, if the ward is a state ward, make a determination on the proposed change within 7 business days after the request or, if the ward is a temporary court ward, seek parental consent within 7 business days after the request. If parental consent is not provided within 7 business days, the department shall petition the court on the eighth business day.

Sec. 541. The department shall explore the implementation of a program to help foster care caseworkers achieve forgiveness for their student loan debt. By July 1 of the current fiscal year, the department shall submit to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the house and senate policy offices a report on the department's findings.

Sec. 542. (1) The department shall develop strategies to use the input from court-appointed special advocates and foster care parents throughout case management and any legal proceedings for abused and neglected children in foster care.

(2) By September 30 of the current fiscal year, the department shall submit to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the house and senate policy offices a report on the strategies developed by the department.

Sec. 543. The department shall develop a clear policy that caseworkers ensure that children who are victims of child abuse or child neglect have the ability either in the courtroom or in the judge's chambers to speak directly to, or be interviewed by, the judge or magistrate who is overseeing their case, in order to give children the opportunity to provide input into the legal proceedings.

Sec. 544. The department may require all foster care parents, caseworkers, and guardians ad litem to receive trauma-informed training.

Sec. 545. From the funds appropriated in part 1 for the child welfare institute, the department shall provide training that is consistent with the practices taught under therapeutic crisis intervention training to all employees responsible for the investigation of complaints and licensing determinations for child caring institutions and shall offer trauma support directly to all child welfare caseworkers to help deal with the effects of secondary trauma.

Sec. 546. (1) From the funds appropriated in part 1 for foster care payments and from child care fund, the department shall pay providers of general foster care, independent living, and trial reunification services not less than a \$55.20 administrative rate, that would include a 19.5% rate increase over the rate in place on April 1, 2021. It is the intent of the legislature that the administrative rate increase provided in the current fiscal year would, in part, help provide funding to increase the compensation of foster care caseworkers employed by the agencies.

(2) From the funds appropriated in part 1, the department shall pay providers of independent living plus services statewide per diem rates for staff-supported housing and host-home housing based on proposals submitted in response to a solicitation for pricing. The independent living plus program provides staff-supported housing and services for foster youth ages 16 through 19 who, because of their individual needs and assessments, are not initially appropriate for general independent living foster care. By October 1 of the current fiscal year, the department shall increase rates paid to independent living plus service providers by 12% for all independent living plus rate categories.

(3) If required by the federal government to meet title IV-E requirements, providers of foster care services shall submit quarterly reports on expenditures to the department to identify actual costs of providing foster care services.

(4) From the funds appropriated in part 1, the department shall maintain rates that are no less than the rates in place on March 20, 2020 provided to each private provider of residential services.

Sec. 547. (1) From the funds appropriated in part 1 for the guardianship assistance program, the department shall pay a minimum rate that is not less than the approved age-appropriate payment rates for youth placed in family foster care.

(2) The department shall report quarterly to the state budget office, the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices on the number of children enrolled in the guardianship assistance and foster care – children with serious emotional disturbance waiver programs.

Sec. 550. (1) The department shall not offset against reimbursement payments to counties or seek reimbursement from counties for charges that were received by the department more than 12 months before the department seeks to offset against reimbursement. A county shall not request reimbursement for and reimbursement payments shall not be paid for a charge that is more than 12 months after the date of service or original status determination when initially submitted by the county.

(2) All service providers shall submit a request for payment within 12 months after the date of service. Any request for payment submitted 12 months or more after the date of service requires the provider to submit an exception request to the county or the department for approval or denial.

(3) The county is not subject to any offset, chargeback, or reimbursement liability for prior expenditures resulting from an error in foster care fund source determinations.

Sec. 551. The department shall respond to counties within 30 days regarding any request for a clarification requested through the department's child care fund management unit email address.

Sec. 552. Sixty days after a county's child care fund on-site review is completed, including the receipt of all requested documentation from the county, the department shall provide the results of the review to the county. The department shall not evaluate the relevancy, quality, effectiveness, efficiency, or impact of the services provided to youth of the county's child care fund programs in the review. Pursuant to state law, the department shall not release the results of the review to a third-party without the permission of the county being reviewed.

Sec. 553. It is the intent of the legislature that a child protective services caseworker shall not be allowed to place an individual on the child abuse and neglect central registry without prior court approval.

Sec. 554. From the funds appropriated in part 1 for foster care payments, the department shall allocate \$50,000.00 to a nonprofit organization organized under the laws of this state that is exempt from federal income tax under section 501(c)(3) of the internal revenue code of 1986, 26 USC 501, that currently has locations in 3 cities and operates on a 100% volunteer basis with a board of directors consisting of up to 15 members, and are a dedicated community of individuals that give their time, talent, and resources to provide the best quality shopping environment they can to local children in need and provide clothing, shoes, toys, linens, nursery furniture, strollers, car seats, school supplies, hygiene products, and safety equipment to local foster children and their families free of charge.

Sec. 555. The department shall explore the requirement that foster care parents caring for a foster child for whom a petition of adoption has been filed with the court shall continue to receive the regularly scheduled maintenance payments until the child is no longer in their care.

Sec. 556. From the funds appropriated in part 1 for child welfare licensing, the department shall work to develop and implement a simpler and more streamlined process for the annual renewal of the license for family foster care homes, and shall explore the development of a simpler and more efficient version of the application form for renewal of the license for family foster care homes.

Sec. 557. If a vehicle that is owned by the state is available and not scheduled for use by other state workers, the department may consider it an allowable use of the vehicle for a child protective services caseworker or a foster care caseworker to drive it to foster home visits or to drive it to their own home if it would be helpful to the worker in conducting their work.

Sec. 558. From the funds appropriated in part 1 for child welfare institute, the department shall train private child placing agency staff in the pre-service training requirements for child welfare caseworkers and supervisors. All private child placing agency staff will be provided an opportunity to complete training at their private child placing agency facilities in a virtual format. A hybrid format that includes virtual and in-person instruction will also be available to all private child placing agency staff according to the preference of a given private child placing agency.

Sec. 559. (1) From the funds appropriated in part 1 for adoption support services, the department shall allocate \$250,000.00 to the Adoptive Family Support Network by December 1 of the current fiscal year to operate and expand its adoptive parent mentor program to provide a listening ear, knowledgeable guidance, and community connections to adoptive parents and children who were adopted in this state or another state.

(2) The Adoptive Family Support Network 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 by March 1 of the current fiscal year a report on the program described in subsection (1), including, but not limited to, the number of cases served and the number of cases in which the program prevented an out-of-home placement.

Sec. 562. The department shall provide time and travel reimbursements for foster parents who transport a foster child to parent-child visitations. As part of the foster care parent contract, the department shall provide written confirmation to foster parents that states that the foster parents have the right to request these reimbursements for all parent-child visitations. The department shall provide these reimbursements within 60 days after receiving a request for eligible reimbursements from a foster parent.

Sec. 564. (1) The department shall maintain a clear policy for parent-child visitations. The local county offices, caseworkers, and supervisors shall meet an 85% success rate, after accounting for factors outside of the caseworkers' control.

(2) Per the court-ordered number of required meetings between caseworkers and a parent, the caseworkers shall achieve a success rate of 85%, after accounting for factors outside of the caseworkers' control.

(3) 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 on the following:

(a) The percentage of success rate for parent-child visitations and court-ordered required meetings between caseworkers referenced in subsections (1) and (2) for the previous year.

(b) The barriers to achieve the success rates in subsections (1) and (2) and how this information is tracked.

Sec. 567. 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 by March 1 of the current fiscal year a report on transfer of medical passports for children in foster care, including the following:

(a) From the total medical passports transferred, the percentage that transferred within 2 weeks after the date of placement or return to the home.

(b) From the total school records, the percentage that transferred within 2 weeks after the date of placement or return to the home.

(c) The implementation steps that have been taken to improve the outcomes for the measures in subdivision (a).

Sec. 569. The department shall reimburse private child placing agencies that complete adoptions at the rate according to the date on which the petition for adoption and required support documentation was accepted by the court and not according to the date the court's order placing for adoption was entered.

Sec. 570. From the funds appropriated in part 1 for adoption support services, \$6,900,000.00 shall be allocated to fund a \$3.00 increase in the contractor per diem adoption rate from case acceptance to the date of adoption petition acceptance or for 150 days, whichever occurs sooner, for licensed foster care agencies and nonprofit licensed adoption agencies to provide adoption services for foster youth without an identified adoptive family. This funding would increase the per diem rate from \$20.00 to \$23.00. This per diem rate is to be separate from the outcome-based reimbursement system and shall not be deducted from the total reimbursement an agency receives for the applicable placement or finalization rate of an adoption.

Sec. 573. (1) From the funds appropriated in part 1 for foster care payments and child care fund, the department shall, if funds become available, pay providers of foster care services a per diem daily administrative rate for every case on a caseworker's caseload for the duration of a case from referral acceptance to the discharge of wardship.

(2) The department shall complete an actuarial study to review case rates paid to private child placing agencies every even-numbered year.

(3) The department shall submit a request to the settlement monitor to define caseload ratios in the settlement to only include active cases or to designate a zero case weight for cases that are routed for case closure but remain open to complete administrative activities.

Sec. 574. (1) From the funds appropriated for foster care payments, \$1,375,000.00 is allocated to support family incentive grants to private and community-based foster care service providers to assist with home improvements or payment for physical exams for applicants needed by foster families and unlicensed relatives caring for a family member through the child welfare system to accommodate children in foster care.

(2) By March 1 of the current fiscal year, the department shall submit 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 a report on the total amount expended in the previous year for grants to private and community-based foster care service providers for home improvements or physical exams as referenced in subsection (1) and the number of grants issued.

Sec. 575. From the funds appropriated in part 1 for children's services administration, the department shall allocate \$200,000.00 to provide support and coordinated services to the kinship caregiver advisory council created in section 576.

Sec. 576. It is the intent of the legislature that the kinship caregiver advisory council is created within the department. The responsibilities of the council may include all of the following:

(a) Establish a public awareness campaign to educate the public about kinship caregivers and the state's efforts to better serve kinship caregivers.

(b) Consult and coordinate with the kinship caregiver navigator program to collect aggregate data on individuals being served by the kinship caregiver navigator program, including information on what services these individuals need.

(c) Consult and collaborate with the provider of the kinship caregiver navigator program on the design and administration of that program.

(d) Establish, maintain, and update a list of local support groups and programs that provide services to kinship families. Devise a plan of action for engaging with the groups and programs on the list in order to obtain a better understanding of the issues facing kinship families.

(e) Develop methods to promote and improve collaboration between state, county, and local governments and agencies, and private stakeholders to obtain a broad understanding of the characteristics and prevalence of kinship caregiving, to improve service delivery, and to include these in the council's recommendations.

Sec. 577. The department shall explore the establishment of a kinship caregiver navigator program.

Sec. 578. The department shall explore the development and implementation of a foster care worker apprenticeship program for college students majoring in social work or other human services field who are interested in working in child welfare. The goals of the program would be to expose students directly to foster care work and provide work experience to aid in the recruitment of future child welfare caseworkers, and to provide current caseworkers with apprentice support staff. By August 1 of the current fiscal year, the department shall submit to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the house and senate policy offices a report on the department's recommendation for an

apprenticeship program. It is the intent of the legislature that the department develop the program so that it can be implemented in the following year and that students in the apprenticeship program would receive payment for their services, if funding is made available.

Sec. 579. The department shall require caseworkers ensure a motion is filed with the court to request that children who are victims of child abuse or child neglect have court redetermination hearings more frequently than every 90 days when in the best interest of the child. The intent of this language is to decrease the time it will take for permanency to be finalized for the child.

Sec. 580. (1) From the funds appropriated in part 1 for child legal representation, the department shall allocate \$500,000.00 to implement 2 pilot projects to improve the quality of legal representation for children and parents in child protective hearings. The pilot projects must emphasize the reduction of caseloads for lawyer-guardians ad litem, more frequent engagement between the child and the families and the lawyer-guardians ad litem, timely permanency and the expedition of legal milestones in cases, and elevated training requirements and increased compensation for lawyer-guardians ad litem.

(2) From the funding allocated in subsection (1), the department shall allocate \$350,000.00 for a child legal representation pilot project in the circuit court of a county with a population between 602,000 and 603,000 according to the 2010 federal decennial census and allocate \$150,000.00 for a child legal representation pilot project in the circuit court of a county with a population between 107,770 and 108,770 according to the 2010 federal decennial census.

Sec. 581. From the funds appropriated in part 1 for foster care payments, the department shall allocate \$50,000.00 for caseworkers to provide immediate assistance with urgent needs such as food, clothing, etc., for children upon removal from their home or other dangerous environment, including children who are victims of human trafficking. The department shall develop policies for the use and access to these funds. The department shall track the distribution of the funds and by June 1 of the current fiscal year shall submit to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the house and senate policy offices a report on the number of funds distributed and the number of children impacted.

Sec. 583. 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 standing committees on families and human services, the senate and house fiscal agencies and policy offices, and the state budget office a report that includes all of the following:

(a) The number and percentage of foster parents that dropped out of the program in the previous fiscal year, the reasons the foster parents left the program, and how those figures compare to prior fiscal years.

(b) The number and percentage of foster parents successfully retained in the previous fiscal year and how those figures compare to prior fiscal years.

Sec. 585. The department shall make available at least 1 pre-service training class each month in which new caseworkers for private foster care and adoption agencies can enroll.

Sec. 588. (1) Concurrently with public release, the department shall transmit all reports from the court-appointed settlement monitor, including, but not limited to, the needs assessment and period outcome reporting, to the state budget office, the senate and house appropriations subcommittees on the department budget, and the senate and house fiscal agencies and policy offices, without revision.

(2) By October 1 of the current fiscal year, the department shall submit to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the policy offices a detailed plan that will terminate and dismiss with prejudice the settlement by September 30 of the current fiscal year.

Sec. 589. (1) From the funds appropriated in part 1 for child care fund, the department shall pay 100% of the administrative rate for all new cases referred to providers of foster care services.

(2) On a quarterly basis, the department shall report on the monthly number of all foster care cases administered by the department and all foster care cases administered by private providers.

Sec. 592. The department shall submit quarterly reports to the chairs of the house and senate standing oversight committees, 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 that include data from children's protective services staff for each of the following for the most recent 30-day period before the report is submitted:

(a) The percent of investigations commenced within 24 hours after receiving a report.

(b) The percent of central registry reviews performed for required individuals.

- (c) The percent of face-to-face contacts made within the established timeframe required by the department.
- (d) In appropriate cases, the percent of sibling placement evaluations completed when 1 or more children remain in the home after a child has been removed.
- (e) The percent of supervisory reviews performed in a timely manner.
- (f) The results of a department survey of child protective services investigators on the number of investigators who are concerned for his or her own personal safety.
- (g) The percent of investigators using the mobile application or other tool to document compliance.

Sec. 593. (1) The department shall conduct an annual review in each county to determine if the county has adopted and implemented standard child abuse and child neglect investigation and interview protocols as required in section 8(6) of the child protection law, 1975 PA 238, MCL 722.628.

(2) By March 1 of the current fiscal year, the department shall submit an annual report to the chairs of the house and senate standing oversight committees, the governor's task force on child abuse and neglect, 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 findings of each county's review described in subsection (1).

Sec. 594. From the funds appropriated in part 1 for foster care payments, the department shall support regional resource teams to provide for the recruitment, retention, and training of foster and adoptive parents and shall expand the Michigan youth opportunities initiative to all Michigan counties. The purpose of this funding is to increase the number of annual inquiries from prospective foster parents, increase the number of nonrelative foster homes that achieve licensure each year, increase the annual retention rate of nonrelative foster homes, reduce the number of older foster youth placed outside of family settings, and provide older youth with enhanced support in transitioning to adulthood.

Sec. 595. (1) Due to the exigent circumstances found in the department's children's protective services (CPS) program by the office of the auditor general (OAG) audit number 431-1285-16, from the funds appropriated in part 1, the department shall expend the funding for children's protective services - caseload staff in order to dedicate resources to CPS investigations. The department shall hire staff from the funds appropriated in part 1 for children's protective services - caseload staff for the department to come into compliance and sustain measured corrective action as determined by the OAG for OAG audit number 431-1285-16.

(2) From the funds appropriated in part 1 for foster care services - caseload staff, the department shall not expend any funds on hiring foster care workers or licensing workers and shall not assume any direct supervisory responsibility of foster care cases unless 1 of the following conditions is met:

- (a) An initial review of the case indicated that the case is not eligible for title IV-E reimbursement.
- (b) The department is already providing direct foster care service to 1 or more siblings of the child ordered into a placement, and a department direct service provision can provide placement to the entire sibling group.
- (c) The court has ordered placement for only some of the children in the family, requiring the department to monitor the children remaining at home.

(3) From the funds appropriated in part 1 for foster care payments, all new foster care cases coming into care shall be placed with a private child placing agency supervision unless any of the conditions in subsection (1) are met or until the statewide ratio of foster care cases is 55% for private child placing agency supervision to 45% department case management supervision respectively.

(4) This section does not require an individual county to meet the case ratio described in subsection (3).

(5) This section does not modify or amend caseload ratios required under the settlement.

Sec. 598. Partial child care fund reimbursements to counties for undisputed charges shall be made within 45 business days after the receipt of the required forms and documentation. The department shall notify a county within 15 business days after a disputed reimbursement request. The department shall reimburse for corrected charges within 45 business days after a properly corrected submission by the county.

PUBLIC ASSISTANCE

Sec. 601. Whenever a client agrees to the release of his or her name and address to the local housing authority, the department shall request from the local housing authority information regarding whether the housing unit for which vendoring has been requested meets applicable local housing codes. Vendoring shall be terminated for those units that the local authority indicates in writing do not meet local housing codes until the local authority indicates in writing that local housing codes have been met.

Sec. 602. The department shall conduct a full evaluation of an individual's assistance needs if the individual has applied for disability more than 1 time within a 1-year period.

Sec. 603. For any change in the income of a recipient of the food assistance program, the family independence program, or state disability assistance that results in a benefit decrease, the department must notify the affected recipient of the decrease in benefits amount no later than 15 work days before the first day of the month in which the change takes effect.

Sec. 604. (1) From the funds appropriated in part 1 for state disability assistance payments, the department shall operate a state disability assistance program. Except as provided in subsection (3), persons eligible for this program shall include needy citizens of the United States or aliens exempted from the supplemental security income citizenship requirement who are at least 18 years of age or emancipated minors who meet 1 or more of the following requirements:

(a) Is a recipient of supplemental security income, social security, or medical assistance due to disability or 65 years of age or older.

(b) Is an individual with a physical or mental impairment that meets federal supplemental security income disability standards, except that the minimum duration of the disability shall be 90 days. Substance use disorder alone is not defined as a basis for eligibility.

(c) Is a resident of an adult foster care facility, a home for the aged, a county infirmary, or a substance use disorder treatment center.

(d) Is an individual receiving 30-day postresidential substance use disorder treatment.

(e) Is an individual diagnosed as having acquired immunodeficiency syndrome.

(f) Is an individual receiving special education services through a local intermediate school district.

(g) Is a caretaker of a disabled individual who meets the requirements specified in subdivision (a), (b), (e), or (f).

(2) Applicants for and recipients of the state disability assistance program shall be considered needy if they do both of the following:

(a) Meet the same asset test as is applied for the family independence program.

(b) Have a monthly budgetable income that is less than the payment standards.

(3) Except for an individual described in subsection (1)(c) or (d), an individual is not disabled for purposes of this section if his or her drug addiction or alcoholism is a contributing factor material to the determination of disability. "Material to the determination of disability" means that, if the person stopped using drugs or alcohol, his or her remaining physical or mental limitations would not be disabling. If his or her remaining physical or mental limitations would be disabling, then the drug addiction or alcoholism is not material to the determination of disability and the person may receive state disability assistance. Such a person must actively participate in a substance abuse treatment program, and the assistance must be paid to a third party or through vendor payments. For purposes of this section, substance abuse treatment includes receipt of inpatient or outpatient services or participation in alcoholics anonymous or a similar program.

Sec. 605. The level of reimbursement provided to state disability assistance recipients in licensed adult foster care facilities shall be the same as the prevailing supplemental security income rate under the personal care category.

Sec. 606. County department offices shall require each recipient of family independence program and state disability assistance who has applied with the social security administration for supplemental security income to sign a contract to repay any assistance rendered through the family independence program or state disability assistance program upon receipt of retroactive supplemental security income benefits.

Sec. 607. (1) The department's ability to satisfy appropriation deductions in part 1 for state disability assistance/supplemental security income recoveries and public assistance recoupment revenues shall not be limited to recoveries and accruals pertaining to state disability assistance, or family independence assistance grant payments provided only in the current fiscal year, but may include revenues collected during the current year that are prior year related and not a part of the department's accrued entries.

(2) The department may use supplemental security income recoveries to satisfy the deduct in any line in which the revenues are appropriated, regardless of the source from which the revenue is recovered.

Sec. 608. Adult foster care facilities providing domiciliary care or personal care to residents receiving supplemental security income or homes for the aged serving residents receiving supplemental security income shall not require those residents to reimburse the home or facility for care at rates in excess of those legislatively

authorized. To the extent permitted by federal law, adult foster care facilities and homes for the aged serving residents receiving supplemental security income are not prohibited from accepting third-party payments in addition to supplemental security income if the payments are not for food, clothing, shelter, or result in a reduction in the recipient's supplemental security income payment.

Sec. 609. The state supplementation level under the supplemental security income program for the personal care/adult foster care and home for the aged categories shall not be reduced during the current fiscal year. The legislature shall be notified not less than 30 days before any proposed reduction in the state supplementation level.

Sec. 610. (1) In developing good cause criteria for the state emergency relief program, the department shall grant exemptions if the emergency resulted from unexpected expenses related to maintaining or securing employment.

(2) For purposes of determining housing affordability eligibility for state emergency relief, a group is considered to have sufficient income to meet ongoing housing expenses if their total housing obligation does not exceed 75% of their total net income.

(3) State emergency relief payments shall not be made to individuals who have been found guilty of fraud in regard to obtaining public assistance.

(4) State emergency relief payments shall not be made available to persons who are out-of-state residents or illegal immigrants.

(5) State emergency relief payments for rent assistance shall be distributed directly to landlords and shall not be added to Michigan bridge cards.

Sec. 611. The state supplementation level under the supplemental security income program for the living independently or living in the household of another categories shall not exceed the minimum state supplementation level as required under federal law or regulations.

Sec. 613. (1) The department shall provide reimbursements for the final disposition of indigent persons. The reimbursements shall include all of the following:

(a) The maximum allowable reimbursement for the final disposition is \$840.00.

(b) The adult burial with services allowance is \$765.00.

(c) The adult burial without services allowance is \$530.00.

(d) The infant burial allowance is \$210.00.

(2) Reimbursement for a cremation permit fee of up to \$75.00 and for mileage at the standard rate will be made available for an eligible cremation. The reimbursements under this section shall take into consideration religious preferences that prohibit cremation.

(3) The department shall report to the senate and house of representatives appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office by October 1 of the current fiscal year on burial services payments issued from the state emergency relief program during the previous fiscal year. The report shall include the number of payments by burial services category for the following:

(a) Fetus or infant under age 1 month.

(b) Burial with memorial service.

(c) Burial without memorial service.

(d) Cremation with memorial service.

(e) Cremation without memorial service.

(f) Transportation of a donated or unclaimed body being cremated.

(g) Cremation permit fee for an unclaimed body.

(h) Disposition of an unclaimed body.

(i) Payment where an irrevocable funeral agreement exists.

Sec. 614. The department shall report to the senate and house of representatives appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices by January 15 of the current fiscal year on the number and percentage of state disability assistance recipients who were determined to be eligible for federal supplemental security income benefits in the previous fiscal year.

Sec. 615. Except as required by federal law or regulations, funds appropriated in part 1 shall not be used to provide public assistance to a person who is not a United States citizen, permanent resident alien, or refugee.

This section does not prohibit the department from entering into contracts with food banks, emergency shelter providers, or other human services agencies who may, as a normal part of doing business, provide food or emergency shelter.

Sec. 616. The department shall require retailers that participate in the electronic benefits transfer program to charge no more than \$2.50 in fees for cash back as a condition of participation.

Sec. 618. By March 1 of the current fiscal year, the department shall 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 the quarterly number of supervised individuals who have absconded from supervision and whom a law enforcement agency, the department of corrections, or the department is actively seeking according to section 84 of the corrections code of 1953, 1953 PA 232, MCL 791.284.

Sec. 619. The department shall not deny title IV-A assistance and food assistance benefits under 21 USC 862a to any individual who has been convicted of a felony that included the possession, use, or distribution of a controlled substance, for which the act that resulted in the conviction occurred after August 22, 1996, if the individual is not in violation of his or her probation or parole requirements.

Sec. 620. (1) The department shall make a determination of Medicaid eligibility not later than 90 days after completion of a Medicaid application if disability is an eligibility factor. For all other Medicaid applicants, including patients of a nursing home, the department shall make a determination of Medicaid eligibility within 45 days after application.

(2) The department shall provide quarterly reports to the senate and house appropriations subcommittees on the department budget, the senate and house standing committees on families and human services, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office on the average Medicaid eligibility standard of promptness for each of the required standards of promptness under subsection (1) and for medical review team reviews achieved statewide and at each local office.

Sec. 645. An individual or family is considered homeless, for purposes of eligibility for state emergency relief, if living temporarily with others in order to escape domestic violence. For purposes of this section, domestic violence is defined and verified in the same manner as in the department's policies on good cause for not cooperating with child support and paternity requirements.

Sec. 653. From the funds appropriated in part 1 for food assistance program benefits, an individual who is the victim of domestic violence or human trafficking and does not qualify for any other exemption may be exempt from the 3-month in 36-month limit on receiving food assistance under 7 USC 2015. This exemption can be extended an additional 3 months upon demonstration of continuing need.

Sec. 654. The department shall notify recipients of food assistance program benefits that their benefits can be spent with their bridge cards at many farmers' markets in the state. The department shall also notify recipients about the Double Up Food Bucks program that is administered by the Fair Food Network. Recipients shall receive information about the Double Up Food Bucks program, including information that when the recipient spends \$20.00 at participating farmers' markets through the program, the recipient can receive an additional \$20.00 to buy Michigan produce.

Sec. 655. Within 14 days after the spending plan for low-income home energy assistance program is approved by the state budget office, the department shall provide the spending plan, including itemized projected expenditures, to the chairpersons of 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.

Sec. 669. From the funds appropriated in part 1 for family independence program, the department shall allocate \$7,230,000.00 for the annual clothing allowance. The allowance shall be granted to all eligible children in a family independence program group.

Sec. 672. (1) The department's office of inspector general shall report to the senate and house of representatives appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices by February 15 of the current fiscal year on department efforts to reduce inappropriate use of Michigan bridge cards and food assistance program trafficking. The department shall provide information on the number of recipients of services who used their Michigan bridge card inappropriately and the current

status of each case, the number of recipients whose benefits were revoked, whether permanently or temporarily, as a result of inappropriate use, and the number of retailers that were fined or removed from the electronic benefit transfer program for permitting inappropriate use of the cards. The report shall also include the number of Michigan bridge card trafficking instances and overall welfare fraud referrals that includes such information as the number of investigations completed, fraud and intentional program violation dollar amounts identified, the number of referrals to prosecutors, the number of administrative hearing referrals and waivers, and the number of program disqualifications imposed. The report shall distinguish between savings and cost avoidance. Savings include receivables established from instances of fraud committed. Cost avoidance includes expenditures avoided due to front-end eligibility investigations and other preemptive actions undertaken in the prevention of fraud.

(2) If a fourth Michigan bridge card has been issued in a 12-month period, the department shall notify the household that they have reached the number of issued cards threshold. At their fifth and each subsequent card replacement request, a card will not be issued until the recipient has spoken directly to the local office district manager or county director. The district manager or county director may issue a new Michigan bridge card under their authority based on their assessment of the recipient's situation and explanation.

(3) As used in this section:

(a) "Food assistance trafficking" means the buying and selling of food assistance benefits for cash or items not authorized under the food and nutrition act, 7 USC 2036.

(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. 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 semiannual reports, 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 semiannual reports, 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.

Sec. 686. (1) The department shall confirm that individuals presenting personal identification issued by another state seeking assistance through the family independence program, food assistance program, state disability assistance program, or medical assistance program are not receiving benefits from any other state.

(2) The department shall confirm the address provided by any individual seeking family independence program benefits or state disability assistance benefits.

(3) The department shall prohibit individuals with property assets assessed at a value higher than \$200,000.00 from accessing assistance through department-administered programs, unless such a prohibition would violate federal rules and guidelines.

(4) The department shall obtain an up-to-date telephone number during the eligibility determination or redetermination process for individuals seeking medical assistance benefits.

Sec. 687. (1) The department shall, in quarterly reports, compile and make available on its website all of the following information about the family independence program, state disability assistance, the food assistance program, Medicaid, and state emergency relief:

(a) The number of applications received.

(b) The number of applications approved.

(c) The number of applications denied.

(d) The number of applications pending and neither approved nor denied.

(e) The number of cases opened.

(f) The number of cases closed.

(g) The number of cases at the beginning of the quarter and the number of cases at the end of the quarter.

(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. 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.

Sec. 689. From the funds appropriated in part 1 for diaper assistance payments, \$250,000.00 of TANF revenue shall be allocated as grants to diaper assistance programs established as of January 1, 2020. The funds shall only be used to purchase diapering supplies for children under 36 months of age. Funds shall be evenly distributed to all regions of this state as defined by the Michigan economic recovery council.

CHILDREN'S SERVICES AGENCY - JUVENILE JUSTICE

Sec. 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. 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 volunteer staff.

Sec. 707. In order to be reimbursed for child care fund expenditures, counties are required to submit department-developed reports to enable the department to document potential federally claimable expenditures. This requirement is in accordance with the reporting requirements specified in section 117a(12) of the social welfare act, 1939 PA 280, MCL 400.117a.

Sec. 708. (1) As a condition of receiving funds appropriated in part 1 for the child care fund line item, by October 15 of the current fiscal year, counties shall have an approved service spending plan for the current fiscal year. Counties must submit the service spending plan for the following fiscal year to the department by August 15 of the current fiscal year for approval. Upon submission of the county service spending plan, the department shall approve within 30 calendar days after receipt of a properly completed service plan that complies with the requirements of the social welfare act, 1939 PA 280, MCL 400.1 to 400.119b. The department shall notify and submit county service spending plan revisions to any county whose county service spending plan is not accepted upon initial submission. The department shall not request any additional revisions to a county service spending plan outside of the requested revision notification submitted to the county by the department. The department shall notify a county within 30 days after approval that its service plan was approved.

(2) Counties must submit amendments to current fiscal year county service plans to the department no later than August 30. Counties must submit current fiscal year payable estimates to the department no later than September 15.

(3) The department shall submit a report 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 by February 15 of the current fiscal year on the number of counties that fail to submit a service spending plan by August 15 of the previous fiscal year and the number of service spending plans not approved by October 15. The report shall include the number of county service spending plans that were not approved as first submitted by the counties, as well as the number of plans that were not approved by the department after being resubmitted by the county with the first revisions that were requested by the department.

Sec. 709. The department's master contract for juvenile justice residential foster care services shall prohibit contractors from denying a referral for placement of a youth, or terminating a youth's placement, if the youth's assessed treatment needs are in alignment with the facility's residential program type, as identified by the court or the department. In addition, the master contract shall require that youth placed in juvenile justice residential foster care facilities must have regularly scheduled treatment sessions with a licensed psychologist or psychiatrist, or both, and access to the licensed psychologist or psychiatrist as needed.

Sec. 715. (1) As a condition of receiving funds appropriated in part 1 for raise the age fund, by deadlines established and advised by the department, counties or tribal entities shall have an approved raise the age fund budget plan for the current fiscal year. Counties must submit the raise the age fund budget plan for the current fiscal year to the department by March 1 of the current fiscal year. The raise the age fund budget plan shall specifically identify the types of costs to be reimbursed, estimated costs for each item, and the total estimated cost to be reimbursed. The types of costs to be reimbursed must comply with the requirements of section 117i of the social welfare act, 1939 PA 280, MCL 400.117i. \$500,000.00 of the raise the age fund shall be reserved for tribal entities. If total raise the age fund requests from tribal entities are less than \$500,000.00, the funding may be allocated to meet requests from counties. From the funds appropriated in part 1 for raise the age fund, each county and tribal entity eligible for reimbursement shall receive a minimum \$10,000.00 allocation from the raise the age fund.

(2) County and tribal entity reimbursement from the raise the age fund is limited to eligible youth and items specifically identified in approved raise the age fund budget plans and shall not exceed the total estimated cost included in the approved raise the age 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. 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. 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.

Sec. 807. From the funds appropriated in part 1 for Elder Law of Michigan MiCAFE contract, the department shall allocate not less than \$350,000.00 to the Elder Law of Michigan MiCAFE to assist this state's elderly population in participating in the food assistance program. Of the \$350,000.00 allocated under this section, the department shall use \$175,000.00, which are general fund/general purpose funds, as state matching funds for not less than \$175,000.00 in United States Department of Agriculture funding to provide outreach program activities, such as eligibility screening and information services, as part of a statewide food assistance hotline.

Sec. 808. By March 1 of the current fiscal year, the department shall provide a 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 on the nutrition education program. The report shall include requirements made by the agriculture improvement act of 2018, Public Law 115-334, such as how the department shall use an electronic reporting system to evaluate projects and an accounting of allowable state agency administrative costs. The report shall also include documentation of the steps the department shall take to ensure

that projects and subgrantee programs are evidence-based, appropriated for, and meet the criteria for an eligible individual as that term is defined in section 2036a(a) of the food and nutrition act, 7 USC 2036, and quantitative evidence that the programs contribute to a reduction in obesity or an increase in the consumption of healthy foods. Additionally, the report shall include planned allocation and actual expenditures for the supplemental nutrition assistance program education funding, planned and actual grant amounts for the supplemental nutrition assistance program education funding, the total amount of expected carryforward balance at the end of the current fiscal year for the supplemental nutrition assistance program education funding and for each subgrantee program, a list of all supplemental nutrition assistance program education funding programs by implementing agency, and the stated purpose of each of the programs and each of the subgrantee programs.

Sec. 809. (1) The purpose of the pathways to potential program is to reduce chronic absenteeism, increase graduation rate, and decrease the number of students who repeat grades for schools that are current or future participants in the pathways to potential program. Before any deployment of resources into a participant school, the department and the participant school shall establish performance objectives for each participant school based on a 2-year baseline prior to pathways to potential being established in the participant school and shall evaluate the progress made in the above categories from the established baseline. 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, and the senate and house policy offices a report listing all participant schools, the number of staff assigned to each school by participant school, and the percentage of participating schools that achieved improved performance in each of the 3 outcomes listed above compared to the previous year, by each individual outcome. It is the intent of the legislature that after a 2-year period without attaining an increase in success in meeting the 3 listed outcomes from the established baseline, the department shall work with the participant school to examine the cause of the lack of progress and shall seek to implement a plan to increase success in meeting the identified outcomes. It is the intent of the legislature that progress or the lack of progress made in meeting the performance objectives shall be used as a determinant in future pathways to potential resource allocation decisions.

(2) As used in this section, “baseline” means the initial set of data from the center for educational performance and information in the department of technology, management, and budget of the 3 measured outcomes as described in subsection (1).

Sec. 825. (1) From the funds appropriated in part 1, the department shall provide individuals not more than \$500.00 for vehicle repairs, including any repairs done in the previous 12 months. However, the department may in its discretion pay for repairs up to \$900.00. Payments under this section shall include the combined total of payments made by the department and work participation program.

(2) By November 30 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, and the senate and house policy offices a report detailing the total number of payments for repairs, the number of payments for repairs that exceeded \$500.00, the number of payments for repairs that cost exactly \$500.00, and the number of payments for repairs that cost exactly \$900.00 in the previous fiscal year.

Sec. 850. (1) The department shall maintain out-stationed eligibility specialists in community-based organizations, community mental health agencies, nursing homes, adult placement and independent living settings, federally qualified health centers, and hospitals unless a community-based organization, community mental health agency, nursing home, adult placement and independent living setting, federally qualified health centers, or hospital requests that the program be discontinued at its facility.

(2) From the funds appropriated in part 1 for donated funds positions, the department shall enter into contracts with agencies that are able and eligible under federal law to provide the required matching funds for federal funding, as determined by federal statute and regulations.

(3) A contract for an assistance payments donated funds position must include, but not be limited to, the following performance metrics:

(a) Meeting a standard of promptness for processing applications for Medicaid and other public assistance programs under state law.

(b) Meeting required standards for error rates in determining programmatic eligibility as determined by the department.

(4) The department shall only fill additional donated funds positions after a new contract has been signed. That position shall also be abolished when the contract expires or is terminated.

(5) The department shall classify as limited-term FTEs any new employees who are hired to fulfill the donated funds position contracts or are hired to fill any vacancies from employees who transferred to a donated funds position.

(6) By March 1 of the current fiscal year, the department shall submit a report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies and policy offices, and the state budget office detailing information on the donated funds positions, including the total number of occupied positions, the total private contribution of the positions, and the total cost to the state for any nonsalary expenditure for the donated funds position employees.

Sec. 851. (1) From the funds appropriated in part 1 for adult services field staff, the department shall seek to reduce the number of older adults who are victims of crime and fraud by increasing the standard of promptness in every county, as measured by commencing an investigation within 24 hours after a report is made to the department, establishing face-to-face contact with the client within 72 hours after a report is made to the department, and completing the investigation within 30 days after a report is made to the department.

(2) The department shall report no later than March 1 of the current fiscal year to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the house and senate policy offices on the services provided to older adults who were victims of crime or fraud in the previous fiscal year. The report shall include, but is not limited to, the following by county: the percentage of investigations commenced within 24 hours after a report is made to the department, the number of face-to-face contacts established with the client within 72 hours after a report is made to the department, the number of investigations completed within 30 days after a report is made to the department, and the total number of older adults that were victims of crime or fraud in the previous fiscal year and were provided services by the department as a result of being victims of crime or fraud.

DISABILITY DETERMINATION SERVICES

Sec. 890. From the funds appropriated in part 1 for disability determination services, the department shall maintain the unit rates in effect on September 30, 2019 for medical consultants performing disability determination services, including physicians, psychologists, and speech-language pathologists.

BEHAVIORAL HEALTH SERVICES ADMINISTRATION AND SPECIAL PROJECTS

Sec. 901. The funds appropriated in part 1 are intended to support a system of comprehensive community mental health services under the full authority and responsibility of local CMHSPs or PIHPs in accordance with the mental health code, 1974 PA 258, MCL 330.1001 to 330.2106, the Medicaid provider manual, federal Medicaid waivers, and all other applicable federal and state laws.

Sec. 902. (1) From the funds appropriated in part 1, final authorizations to CMHSPs or PIHPs shall be made upon the execution of contracts between the department and CMHSPs or PIHPs. The contracts shall contain an approved plan and budget as well as policies and procedures governing the obligations and responsibilities of both parties to the contracts. Each contract with a CMHSP or PIHP that the department is authorized to enter into under this subsection shall include a provision that the contract is not valid unless the total dollar obligation for all of the contracts between the department and the CMHSPs or PIHPs entered into under this subsection for the current fiscal year does not exceed the amount of money appropriated in part 1 for the contracts authorized under this subsection.

(2) The department shall immediately report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget director if either of the following occurs:

(a) The department enters into any new contracts with CMHSPs or PIHPs that would affect rates or expenditures.

(b) The department amends any contracts the department has entered into with CMHSPs or PIHPs that would affect rates or expenditures.

(3) The report required by subsection (2) shall include information about the changes to the contracts and their effects on rates and expenditures.

Sec. 904. (1) By May 31 of the current fiscal year, the department shall provide a report on the CMHSPs, PIHPs, and designated regional entities for substance use disorder prevention and treatment to the members of the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the state budget director that includes the information required by this section.

(2) The report in subsection (1) shall contain information for each CMHSP, PIHP, and designated regional entity for substance use disorder prevention and treatment, and a statewide summary, each of which shall include at least the following information:

(a) A demographic description of service recipients that, minimally, shall include reimbursement eligibility, client population, age, ethnicity, housing arrangements, and diagnosis.

(b) Per capita expenditures in total and by client population group and cultural and ethnic groups of the services area, including the deaf and hard of hearing population.

(c) Financial information that, minimally, includes a description of funding authorized; expenditures by diagnosis group, service category, and reimbursement eligibility; and cost information by Medicaid, Healthy Michigan plan, state appropriated non-Medicaid mental health services, local funding, and other fund sources, including administration and funds specified for all outside contracts for services and products. Financial information must include the amount of funding, from each fund source, used to cover clinical services and supports. Service category includes all department-approved services.

(d) Data describing service outcomes that include, but are not limited to, an evaluation of consumer satisfaction, consumer choice, and quality of life concerns including, but not limited to, housing and employment.

(e) Information about access to CMHSPs, PIHPs, and designated regional entities for substance use disorder prevention and treatment that includes, but is not limited to, the following:

(i) The number of people receiving requested services.

(ii) The number of people who requested services but did not receive services.

(f) The number of second opinions requested under the mental health code, 1974 PA 258, MCL 330.1001 to 330.2106, and the determination of any appeals.

(g) Lapses and carryforwards during the previous fiscal year for CMHSPs, PIHPs, and designated regional entities for substance use disorder prevention and treatment.

(h) Performance indicator information required to be submitted to the department in the contracts with CMHSPs, PIHPs, and designated regional entities for substance use disorder prevention and treatment.

(i) Administrative expenditures of each CMHSP, PIHP, and designated regional entity for substance use disorder prevention and treatment that include a breakout of the salary, benefits, and pension of each executive-level staff and shall include the director, chief executive, and chief operating officers and other members identified as executive staff.

(3) The report in subsection (1) shall contain the following information from the previous fiscal year on substance use disorder prevention, education, and treatment programs:

(a) The expenditures stratified by department-designated community mental health entity, by central diagnosis and referral agency, by fund source, by subcontractor, by population served, and by service type.

(b) The expenditures per state client, with data on the distribution of expenditures reported using a histogram approach.

(c) The number of services provided by central diagnosis and referral agency, by subcontractor, and by service type. Additionally, data on length of stay, referral source, and participation in other state programs.

(d) The collections from other first- or third-party payers, private donations, or other state or local programs, by department-designated community mental health entity, by subcontractor, by population served, and by service type.

(4) The department shall include data reporting requirements listed in subsections (2) and (3) in the annual contract with each individual CMHSP, PIHP, and designated regional entity for substance use disorder prevention and treatment.

(5) The department shall take all reasonable actions to ensure that the data required are complete and consistent among all CMHSPs, PIHPs, and designated regional entities for substance use disorder prevention and treatment.

Sec. 907. (1) The amount appropriated in part 1 for community substance use disorder prevention, education, and treatment shall be expended to coordinate care and services provided to individuals with severe and persistent mental illness and substance use disorder diagnoses.

(2) The department shall approve managing entity fee schedules for providing substance use disorder services and charge participants in accordance with their ability to pay.

(3) The managing entity shall continue current efforts to collaborate on the delivery of services to those clients with mental illness and substance use disorder diagnoses with the goal of providing services in an administratively efficient manner.

Sec. 908. As a condition of their contracts with the department, PIHPs and CMHSPs, in consultation with the Community Mental Health Association of Michigan, shall work with the department to implement section 206b of the mental health code, 1974 PA 258, MCL 330.1206b, to establish a uniform community mental health services credentialing program.

Sec. 909. From the funds appropriated in part 1 for health homes, the department shall use available revenue from the marihuana regulatory fund established in section 604 of the medical marihuana facilities licensing act, 2016 PA 281, MCL 333.27604, to improve physical health, expand access to substance use disorder prevention and treatment services, and strengthen the existing prevention, treatment, and recovery systems.

Sec. 910. The department shall ensure that substance use disorder treatment is provided to applicants and recipients of public assistance through the department who are required to obtain substance use disorder treatment as a condition of eligibility for public assistance.

Sec. 911. (1) The department shall ensure that each contract with a CMHSP or PIHP requires the CMHSP or PIHP to implement programs to encourage diversion of individuals with serious mental illness, serious emotional disturbance, or developmental disability from possible jail incarceration when appropriate.

(2) Each CMHSP or PIHP shall have jail diversion services and shall work toward establishing working relationships with representative staff of local law enforcement agencies, including county prosecutors' offices, county sheriffs' offices, county jails, municipal police agencies, municipal detention facilities, and the courts. Written interagency agreements describing what services each participating agency is prepared to commit to the local jail diversion effort and the procedures to be used by local law enforcement agencies to access mental health jail diversion services are strongly encouraged.

Sec. 912. The department shall contract directly with the Salvation Army Harbor Light program, at an amount not less than the amount provided during the fiscal year ending September 30, 2020, to provide non-Medicaid substance use disorder services if the local coordinating agency or the department confirms the Salvation Army Harbor Light program meets the standard of care. The standard of care shall include, but is not limited to, utilization of the medication assisted treatment option.

Sec. 913. (1) From the funds appropriated in part 1 for behavioral health program administration, the department shall allocate \$1,025,000.00 for the autism navigator program. The department shall require any contractor receiving funds under this section to comply with performance-related metrics to maintain eligibility for funding. The performance-related metrics shall include, but not be limited to, all of the following:

(a) Each contractor shall have accreditations that attest to their competency and effectiveness in providing services.

(b) Each contractor shall demonstrate cost-effectiveness.

(c) Each contractor shall ensure their ability to leverage private dollars to strengthen and maximize service provision.

(d) Each contractor shall provide quarterly reports to the department regarding the number of clients served by PIHP region, units of service provision by PIHP region, and ability to meet their stated goals.

(2) The department shall require an annual report from any contractor receiving funding from this section. The annual report, due to the department 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, 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. 914. By June 1 of the current fiscal year, the department shall submit a report 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 outcomes of the funds provided in part 1 to the Michigan Child Collaborative Care (MC3). The outcomes reported must include, but is not limited to, the number of same day phone consultations with primary care providers and the number of local resource recommendations made to primary care providers who are providing medical care to patients who need behavioral health services.

Sec. 915. From the funds appropriated in part 1 for community substance use disorder prevention, education, and treatment and opioid response activities, the department shall, to the extent possible, provide grants, pursuant to federal laws, rules, and regulations, to local public entities that provide substance use disorder services and to 1 private entity that has a statewide contract to provide community-based substance use disorder services.

Sec. 918. On or before the twenty-fifth of each month, the department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state

budget director on the amount of funding paid to PIHPs to support the Medicaid managed mental health care program in the preceding month. The information shall include the total paid to each PIHP, per capita rate paid for each eligibility group for each PIHP, and number of cases in each eligibility group for each PIHP, and year-to-date summary of eligibles and expenditures for the Medicaid managed mental health care program.

Sec. 920. (1) As part of the Medicaid rate-setting process for behavioral health services, the department shall work with PIHP network providers and actuaries to include any state and federal wage and compensation increases that directly impact staff who provide Medicaid-funded community living supports, personal care services, respite services, skill-building services, and other similar supports and services as part of the Medicaid rate.

(2) It is the intent of the legislature that any increased Medicaid rate related to state minimum wage increases shall also be distributed to direct care employees.

Sec. 924. From the funds appropriated in part 1 for autism services, for the purposes of actuarially sound rate certification and approval for Medicaid behavioral health managed care programs, the department shall maintain a fee schedule for autism services reimbursement rates for direct services. Expenditures used for rate setting shall not exceed those identified in the fee schedule. The rates for behavioral technicians shall not be less than \$50.00 per hour and not more than \$55.00 per hour.

Sec. 926. (1) From the funds appropriated in part 1 for community substance use disorder prevention, education, and treatment, \$500,000.00 is allocated for a specialized substance use disorder detoxification project administered by a 9-1-1 service district in conjunction with a substance use and case management provider and at a hospital within a 9-1-1 services district with at least 600,000 residents and 15 member communities within a county with a population of at least 1,500,000 according to the 2010 federal decennial census.

(2) The substance use and case management provider receiving funds under this section shall collect and submit to the department data on the outcomes of the project throughout the duration of the project and the department shall submit a report on the project's outcomes to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the state budget office.

Sec. 927. (1) The department shall, in consultation with the Community Mental Health Association of Michigan, establish, maintain, and review as necessary, a uniform community mental health services auditing process for use by CMHSPs and PIHPs.

(2) The uniform auditing process required under this section must do all of the following:

(a) Create uniformity in the collection of data and consistent measurement of the quality, efficacy, and cost effectiveness of provided services and supports.

(b) Establish a uniform audit tool that contains information necessary for the uniform community mental health services auditing process and adheres to national standards.

(c) Strive to meet the needs of community mental health service beneficiaries and meet all statewide audit requirements.

(d) Maintain audit responsibility at the local agency level.

(3) By March 1 of the current fiscal year, the department shall submit a report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices on the implementation status of the uniform auditing process and any barriers to implementation.

(4) A state department or agency that provides, either directly or through a contract, community mental health services and supports must comply with the uniform auditing process and utilize the audit tool maintained by the department. All forms, processes, and contracts used by the state that relate to the provision of community mental health services and supports must comply with the uniform auditing process.

(5) As used in this section, "national standards" means standards established by a national accrediting entity such as the Joint Commission, Commission on Accreditation of Rehabilitation Facilities, Council on Accreditation, National Committee for Quality Assurance, or other credible body approved by the department.

Sec. 928. (1) Each PIHP shall provide, from internal resources, local funds to be used as a part of the state match required under the Medicaid program in order to increase capitation rates for PIHPs. These funds shall not include either state funds received by a CMHSP for services provided to non-Medicaid recipients or the state matching portion of the Medicaid capitation payments made to a PIHP.

(2) It is the intent of the legislature that any funds that lapse from the funds appropriated in part 1 for Medicaid mental health services shall be redistributed to individual CMHSPs as a reimbursement of local funds

on a proportional basis to those CMHSPs whose local funds were used as state Medicaid match. By April 1 of the current fiscal year, the department shall 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 on the lapse by PIHP from the previous fiscal year and the projected lapse by PIHP in the current fiscal year.

(3) It is the intent of the legislature that the amount of local funds used in subsection (1) be phased out and offset with state general fund/general purpose revenue in equal amounts over a 5-year period.

(4) Until the local funds are phased out as described in subsection (3), each PIHP shall not be required to provide local funds, used as part of the state match required under the Medicaid program in order to increase capitation rates for PIHPs, at an amount greater than what each PIHP received from local units of government, either directly or indirectly, during the fiscal year ending September 30, 2018 for this purpose.

Sec. 935. A county required under the provisions of the mental health code, 1974 PA 258, MCL 330.1001 to 330.2106, to provide matching funds to a CMHSP for mental health services rendered to residents in its jurisdiction shall pay the matching funds in equal installments on not less than a quarterly basis throughout the fiscal year, with the first payment being made by October 1 of the current fiscal year.

Sec. 940. (1) According to section 236 of the mental health code, 1974 PA 258, MCL 330.1236, the department shall review expenditures for each CMHSP to identify CMHSPs with projected allocation surpluses and to identify CMHSPs with projected allocation shortfalls. The department shall encourage the board of a CMHSP with a projected allocation surplus to concur with the department's recommendation to reallocate those funds to CMHSPs with projected allocation shortfalls.

(2) A CMHSP that has its funding allocation transferred out during the current fiscal year as described in subsection (1) is not eligible for any additional funding reallocations during the remainder of the current fiscal year, unless that CMHSP is responding to a public health emergency as determined by the department.

(3) CMHSPs shall report to the department on any proposed reallocations described in this section at least 30 days before any reallocations take effect.

(4) The department shall notify the chairs of the appropriation subcommittees on the department budget when a request is made and when the department grants approval for reallocation as described in subsection (1). By September 30 of the current fiscal year, the department shall provide a report on the amount of funding reallocated 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.

Sec. 942. A CMHSP shall provide at least 30 days' notice before reducing, terminating, or suspending services provided by a CMHSP to CMHSP clients, with the exception of services authorized by a physician that no longer meet established criteria for medical necessity.

Sec. 959. (1) The department shall continue to convene a workgroup in collaboration with the chairs of the house and senate appropriations subcommittees on the department budget or their designees, CMHSP members, autism services provider clinical and administrative staff, community members, Medicaid autism services clients, and family members of Medicaid autism services clients to make recommendations to ensure appropriate cost and service provision, including, but not limited to, the following:

(a) Evaluation and reduction of the variability in diagnostic rates across different regions of the state.

(b) Evaluation of the factors resulting in the voluntary disenrollment from, or declination of, therapeutic services by eligible families.

(2) By April 15 of the current fiscal year, the department shall provide an update on the workgroup's recommendations and findings to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget office.

Sec. 960. (1) From the funds appropriated in part 1 for autism services, the department shall continue to cover all Medicaid autism services to Medicaid enrollees eligible for the services that were covered on January 1, 2019.

(2) To restrain cost increases in the autism services line item, the department shall do all of the following:

(a) By March 1 of the current fiscal year, develop and implement specific written guidance for standardization of Medicaid PIHPs and CMHSPs autism spectrum disorder administrative services, including, but not limited to, reporting requirements, coding, and reciprocity of credentialing and training between PIHPs and CMHSPs to reduce administrative duplication at the PIHP, CMHSP, and service provider levels.

(b) Require consultation with the client's evaluation diagnostician and PIHP to approve the client's ongoing therapy for 3 years, unless the client's evaluation diagnostician recommended an evaluation before the 3 years or if a clinician on the treatment team recommended an evaluation for the client before the third year.

(c) Limit the authority to perform a diagnostic evaluation for Medicaid autism services to qualified licensed practitioners. Qualified licensed practitioners are limited to the following:

- (i) A physician with a specialty in psychiatry or neurology.
- (ii) A physician with a subspecialty in developmental pediatrics, development-behavioral pediatrics, or a related discipline.
- (iii) A physician with a specialty in pediatrics or other appropriate specialty with training, experience, or expertise in autism spectrum disorders or behavioral health.
- (iv) A psychologist with a specialty in clinical child psychology, behavioral and cognitive psychology, or clinical neuropsychology, or other appropriate specialty with training, experience, or expertise in autism spectrum disorders or behavioral health.
- (v) A clinical social worker with at least 1 year of experience working within his or her scope of practice who is qualified and experienced in diagnosing autism spectrum disorders.
- (vi) An advanced practice registered nurse with training, experience, or expertise in autism spectrum disorders or behavioral health.
- (vii) A physician's assistant with training, experience, or expertise in autism spectrum disorders or behavioral health.

(d) Require that a client whose initial diagnosis was performed by a diagnostician with master's level credentials have their diagnosis and treatment recommendations reviewed by a physician, psychiatric nurse practitioner, physician's assistant with training, experience, or expertise in autism spectrum disorders or behavioral health, or fully credentialed psychologist.

(e) Allow and expand the utilization of telemedicine and telepsychiatry to increase access to diagnostic evaluation services.

(f) Coordinate with the department of insurance and financial services on oversight for compliance with the Paul Wellstone and Pete Domenici mental health parity and addiction equity act of 2008, Public Law 110-343, as it relates to autism spectrum disorder services, to ensure appropriate cost sharing between public and private payers.

(g) Require that Medicaid eligibility be confirmed through prior evaluations conducted by physicians, psychiatric nurse practitioners, physician's assistant with training, experience, or expertise in autism spectrum disorders or behavioral health, or fully credentialed psychologists to the extent possible.

(h) Maintain regular statewide provider trainings on autism spectrum disorder standard clinical best practice guidelines for treatment and diagnostic services.

(3) By March 1 of the current fiscal year, the department shall 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 on total autism services spending broken down by PIHP and CMHSP for the previous fiscal year and current fiscal year and total administrative costs broken down by PIHP, CMHSP, and the type of administrative cost for the previous fiscal year and current fiscal year.

Sec. 962. For the purposes of special projects involving high-need children or adults, including the not guilty by reason of insanity population, the department may contract directly with providers of services to these identified populations.

Sec. 964. By October 1 of the current fiscal year, the department shall provide 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 with the standardized fee schedule for Medicaid behavioral health services and supports. The report shall also include the adequacy standards to be used in all contracts with PIHPs and CMHSPs. In the development of the standardized fee schedule for Medicaid behavioral health services and supports during the current fiscal year, the department must prioritize and support essential service providers and must develop a standardized fee schedule for revenue code 0204.

Sec. 965. The department shall explore requiring that CMHSPs reimburse medication assisted treatment providers no less than \$12.00 per dose, and reimburse drug screen collection at no less than \$12.00 per manual screen.

Sec. 970. The department shall maintain the policies in effect on October 1, 2018 for the federal home and community-based services rule as it relates to skill building assistance services. The skill building assistance services shall remain eligible for federal match until March 17, 2022 as stated in the CMS informational bulletin dated May 9, 2017. From the funds appropriated in part 1, the department shall continue to seek federal matching funds for skill building assistance services. As a condition of their contracts with the department, CMHSPs shall retain any federally approved skill building assistance services available as of October 1, 2018.

Sec. 974. The department and PIHPs shall allow an individual with an intellectual or developmental disability who receives supports and services from a CMHSP to instead receive supports and services from another provider if the individual shows that he or she is eligible and qualified to receive supports and services from another provider. Other providers may include, but are not limited to, MIChoice and program of all-inclusive care for the elderly (PACE).

Sec. 977. From the funds appropriated in part 1 for community substance use disorder prevention, education, and treatment, \$600,000.00 is allocated as grants to high schools specifically designated for students recovering from a substance use disorder in accordance with section 273a of the mental health code, 1974 PA 258, MCL 330.1273a.

Sec. 978. From the funds appropriated in part 1 for community substance use disorder prevention, education, and treatment, the department shall allocate \$1,200,000.00 as grants for recovery community organizations to offer or expand recovery support center services or recovery community center services to individuals seeking long-term recovery from substance use disorders in accordance with section 273b of the mental health code, 1974 PA 258, MCL 330.1273b.

Sec. 979. If funds become available, the department shall seek the appropriate federal approvals to allow for the utilization of Medicaid funding for services provided at adult psychiatric residential treatment facilities. By March 1 of the current fiscal year, the department shall report on its progress toward receiving the appropriate federal approvals to allow for federal Medicaid reimbursements for services provided at adult psychiatric residential treatment facilities 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.

Sec. 995. (1) From the funds appropriated in part 1 for mental health diversion council, the department shall allocate \$3,850,000.00 to continue to implement the jail diversion pilot programs intended to address the recommendations of the mental health diversion council.

(2) By March 1 of the current fiscal year, the department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices on the planned allocation of the funds appropriated for mental health diversion council.

Sec. 996. From the funds appropriated in part 1 for family support subsidy, the department shall make monthly payments of \$229.31 to the parents or legal guardians of children approved for the family support subsidy by a CMHSP.

Sec. 997. The population data used in determining the distribution of substance use disorder block grant funds shall be from the most recent federal data from the United States Census Bureau.

Sec. 998. For distribution of state general funds to CMHSPs, if the department decides to use census data, the department shall use the most recent federal data from the United States Census Bureau.

Sec. 999. Within 30 days after the completion of a statewide PIHP reimbursement audit, the department shall provide the audit report 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.

BEHAVIORAL HEALTH SERVICES

Sec. 1001. By December 31 of the current fiscal year, each CMHSP shall submit a report to the department that identifies populations being served by the CMHSP broken down by program eligibility category. The report shall also include the percentage of the operational budget that is related to program eligibility enrollment. By February 15 of the current fiscal year, the department shall submit the report described in this section 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.

Sec. 1003. The department shall notify the Community Mental Health Association of Michigan when developing policies and procedures that will impact PIHPs or CMHSPs.

Sec. 1004. The department shall provide the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget office any rebased formula changes to either Medicaid behavioral health services or non-Medicaid mental health services 90 days before implementation. The notification shall include a table showing the changes in funding allocation by PIHP for Medicaid behavioral health services or by CMHSP for non-Medicaid mental health services.

Sec. 1005. From the funds appropriated in part 1 for health homes, the department shall maintain the number of behavioral health homes in PIHP regions 1, 2, and 8 and maintain the number of substance use disorder health homes in PIHP regions 1, 2, 4, and 9. The department may expand the number of behavioral health homes and the number of substance use disorder health homes in additional PIHP regions.

Sec. 1006. The department shall explore the feasibility of implementing a Medicaid health home under 42 USC 1396w-4 for individuals with an intellectual or developmental disability diagnosis.

Sec. 1007. The department may explore the feasibility of creating a distinct standalone Medicaid delivery system for individuals with an intellectual or developmental disability diagnosis. By March 1 of the current fiscal year, the department may provide a report that provides information on potential delivery system structures, prospective number of eligible individuals, possible federal Medicaid authorities, and the estimated impact on current Medicaid delivery systems that administer benefits for individuals with intellectual or developmental disabilities 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.

Sec. 1008. PIHPs and CMHSPs shall do all of the following:

(a) Work to reduce administration costs by ensuring that PIHP and CMHSP responsible functions are efficient in allowing optimal transition of dollars to those direct services considered most effective in assisting individuals served. Any consolidation of administrative functions must demonstrate, by independent analysis, a reduction in dollars spent on administration resulting in greater dollars spent on direct services. Savings resulting from increased efficiencies shall not be applied to PIHP and CMHSP net assets, internal service fund increases, building costs, increases in the number of PIHP and CMHSP personnel, or other areas not directly related to the delivery of improved services.

(b) Take an active role in managing mental health care by ensuring consistent and high-quality service delivery throughout its network and promote a conflict-free care management environment.

(c) Ensure that direct service rate variances are related to the level of need or other quantifiable measures to ensure that the most money possible reaches direct services.

(d) Whenever possible, promote fair and adequate direct care reimbursement, including fair wages for direct service workers.

Sec. 1010. The funds appropriated in part 1 for behavioral health community supports and services must be used to reduce waiting lists at state-operated hospitals and centers through cost-effective community-based and residential services, including, but not limited to, assertive community treatment (ACT), forensic assertive community treatment (FACT), crisis stabilization units in accordance with chapter 9A of the mental health code, 1974 PA 258, MCL 330.1971 to 330.1979, and psychiatric residential treatment facilities in accordance with section 137a of the mental health code, 1974 PA 258, MCL 330.1137a.

Sec. 1011. To the extent permissible under section 919 of the mental health code, 1974 PA 258, MCL 330.1919, the funds appropriated in part 1 for behavioral health services may be used to reimburse out-of-state providers of crisis resolution services and outpatient services if the out-of-state provider is enrolled as a state Medicaid provider and the out-of-state provider is located closer to the client's home than an in-state provider.

Sec. 1012. It is the intent of the legislature that the department pursue any and all federal Medicaid waivers to maximize the use of federal Medicaid reimbursements for substance use disorder services and treatments for justice-involved individuals. As part of the executive budget presentation for the fiscal year ending September 30, 2023 on behavioral health services to the house and senate appropriations subcommittees on the department budget, the department shall provide an update on the types of substance use disorder waivers submitted by the department, whether those waivers have been approved by the federal Centers for Medicare and Medicaid Services, and the steps the department will take to request any and all federal Medicaid waivers to maximize the use of federal Medicaid reimbursements for substance use disorder services and treatments.

Sec. 1013. CMHSPs that operate preadmission screening units, or that have designated a hospital as a preadmission screening unit, may permit a sheriff's office to use a qualified contracted entity to transport an individual for preadmission screening.

Sec. 1014. (1) From the funds appropriated in part 1 to agencies providing physical and behavioral health services to multicultural populations, the department shall award grants in accordance with the requirements of subsection (2). This state is not liable for any spending above the contract amount. The department shall not release funds until reporting requirements under section 295 of article 6 of 2020 PA 166 are satisfied.

(2) The department shall require each contractor described in subsection (1) that receives greater than \$1,000,000.00 in state grant funding to comply with performance-related metrics to maintain their eligibility for funding. The performance-related metrics shall include, but not be limited to, all of the following:

(a) Each contractor or subcontractor shall have accreditations that attest to their 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 substance use disorder 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. 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 to improve ongoing departmental reimbursement management functions.

Sec. 1052. The purpose of gifts and bequests for patient living and treatment environments is to use additional private funds to provide specific enhancements for individuals residing at state-operated facilities. Use of the gifts and bequests shall be consistent with the stipulation of the donor. The expected completion date for the use of gifts and bequests donations is within 3 years unless otherwise stipulated by the donor.

Sec. 1055. (1) The department shall not implement any closures or consolidations of state hospitals, centers, or agencies until CMHSPs or PIHPs have programs and services in place for those individuals currently in those facilities and a plan for service provision for those individuals who would have been admitted to those facilities.

(2) All closures or consolidations are dependent upon adequate department-approved CMHSP and PIHP plans that include a discharge and aftercare plan for each individual currently in the facility. A discharge and aftercare plan shall address the individual's housing needs. A homeless shelter or similar temporary shelter arrangements are inadequate to meet the individual's housing needs.

(3) Four months after the certification of closure required in section 19(6) of the state employees' retirement act, 1943 PA 240, MCL 38.19, the department shall provide a closure plan to the house and senate appropriations subcommittees on the department budget and the state budget director.

(4) Upon the closure of state-run operations and after transitional costs have been paid, the remaining balances of funds appropriated for that operation shall be transferred to CMHSPs or PIHPs responsible for providing services for individuals previously served by the operations.

Sec. 1056. The department may collect revenue for patient reimbursement from first- and third-party payers, including Medicaid and local county CMHSP payers, to cover the cost of placement in state hospitals and centers. The department is authorized to adjust financing sources for patient reimbursement based on actual revenues earned. If the revenue collected exceeds current year expenditures, the revenue may be carried forward with approval of the state budget director. The revenue carried forward shall be used as a first source of funds in the subsequent year.

Sec. 1058. Effective October 1 of the current fiscal year, the department, in consultation with the department of technology, management, and budget, may maintain a bid process to identify 1 or more private contractors to provide food service and custodial services for the administrative areas at any state hospital identified by the department as capable of generating savings through the outsourcing of such services.

Sec. 1059. (1) The department shall identify specific outcomes and performance measures for state-operated hospitals and centers, including, but not limited to, the following:

(a) The average wait time for individuals determined incompetent to stand trial before admission to the center for forensic psychiatry.

(b) The average wait time for individuals determined incompetent to stand trial before admission to other state-operated psychiatric facilities.

(c) The average number of individuals waiting to receive admission into the center for forensic psychiatry.

(d) The average number of individuals waiting to receive admission into the other state-operated hospitals and centers.

(e) The average wait time for individuals awaiting admission into the other state-operated hospitals and centers through the civil admissions process.

(f) The number of individuals determined not guilty by reason of insanity or incompetent to stand trial by an order of a probate court that have been determined to be ready for discharge to the community, and the average wait time between being determined to be ready for discharge to the community and actual community placement.

(g) The number of individuals denied admission into the center for forensic psychiatry.

(h) The number of individuals denied admission into the other state-operated hospitals and centers.

(2) By March 1 of the current fiscal year, the department shall report 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 outcomes and performance measures in subsection (1).

Sec. 1060. By March 1 of the current fiscal year, the department shall provide a report on mandatory overtime, staff turnover, and staff retention at the state psychiatric hospitals and centers to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget office. The report shall include, but is not limited to, the following:

(a) The number of direct care and clinical staff positions that are currently vacant by hospital, and how that compares to the number of vacancies during the previous fiscal year.

(b) A breakdown of voluntary and mandatory overtime hours worked by position and by hospital, and how that compares to the breakdown of voluntary and mandatory overtime hours during the previous fiscal year.

(c) The ranges of wages paid by position and by hospital, and how that compares to wages paid during the previous fiscal year.

Sec. 1061. The funds appropriated in part 1 for Caro Regional Mental Health Center shall only be utilized to support a psychiatric hospital located at its current location. It is the intent of the legislature that the Caro Regional Mental Health Center shall remain open and operational at its current location on an ongoing basis. Capital outlay funding shall be utilized for planning and construction of a new or updated facility at the current location instead of at a new location.

Sec. 1062. By July 1 of the current fiscal year, the department shall provide a 5-year plan to address the need for adult and children's inpatient psychiatric beds 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. The report shall include recommendations for utilizing both public and public private partnership beds.

Sec. 1063. (1) From the funds appropriated in part 1 for Hawthorn Center - psychiatric hospital - children and adolescents, the department shall maintain a psychiatric transitional unit and children's transition support team. These programs shall augment the continuum of behavioral health services for high-need youth and provide additional continuity of care and transition into supportive community-based services.

(2) Outcomes and performance measures for these programs include, but are not 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.

HEALTH AND HUMAN SERVICES POLICY AND INITIATIVES

Sec. 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. 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. 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. 1145. The department will take steps necessary to work with Indian Health Service, tribal health program facilities, or Urban Indian Health Program facilities that provide services under a contract with a Medicaid managed care entity to ensure that those facilities receive the maximum amount allowable under federal law for Medicaid services.

Sec. 1146. From the funds appropriated in part 1 for bone marrow donor and blood bank programs, \$250,000.00 shall be allocated to Versiti Blood Center, the partner of the match registry of the national marrow donor program. The funds shall be used to offset ongoing tissue typing expenses associated with donor recruitment and collection services and to expand those services to better serve the citizens of this state.

Sec. 1147. From the funds appropriated in part 1 for bone marrow donor and blood bank programs, \$500,000.00 shall be allocated to Versiti Blood Center for a cord blood bank. The funds shall be used to enhance the collection of fetal umbilical cord blood and stem cells for transplant, expand cord blood laboratory capabilities, and expand the diversity of collections.

Sec. 1148. From the funds appropriated in part 1 for policy and planning administration, \$100,000.00 is allocated for informational materials related to section 27(2)(a) of article I of the state constitution of 1963 regarding human embryo and embryonic stem cell research.

Sec. 1151. (1) The department shall coordinate with the department of licensing and regulatory affairs, the department of the attorney general, all appropriate law enforcement agencies, and the Medicaid health plans to work with local substance use disorder agencies and addiction treatment providers to help inform Medicaid beneficiaries of all medically appropriate treatment options for opioid addiction when their treating physician stops prescribing prescription opioid medication for pain, and to address other appropriate recommendations of the prescription drug and opioid abuse task force outlined in its report of October 2015.

(2) By October 1 of the current fiscal year, the department shall submit a 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 on how the department is working with local substance use disorder agencies and addiction treatment providers to ensure that Medicaid beneficiaries are informed of all available and medically appropriate treatment options for opioid addiction when their treating physician stops prescribing prescription opioid medication for pain, and to address other appropriate recommendations of the task force. The report shall include any potential barriers to medication-assisted treatment, as recommended by the Michigan medication-assisted treatment guidelines, for Medicaid beneficiaries in both office-based opioid treatment and opioid treatment program facility settings.

Sec. 1152. (1) From the funds appropriated in part 1 for policy and planning administration, \$950,000.00 shall be distributed as provided in subsection (2). The amount distributed under this subsection shall not exceed 50% of the total operating expenses of the program described in subsection (2), with the remaining 50% paid by local United Way organizations and other nonprofit organizations and foundations.

(2) Funds distributed under subsection (1) shall be distributed to Michigan 2-1-1, a nonprofit corporation organized under the laws of this state that is exempt from federal income tax under section 501(c)(3) of the internal revenue code of 1986, 26 USC 501, and whose mission is to coordinate and support a statewide 2-1-1 system. Michigan 2-1-1 shall use the funds only to fulfill the Michigan 2-1-1 business plan adopted by Michigan 2-1-1 in January 2005.

(3) Michigan 2-1-1 shall refer to the department any calls received reporting fraud, waste, or abuse of state-administered public assistance.

(4) Michigan 2-1-1 shall report annually to the department, the house and senate standing committees with primary jurisdiction over matters relating to human services and telecommunications on 2-1-1 system performance, the senate and house appropriations subcommittees on the department budget, and the senate and house fiscal agencies, including, but not limited to, call volume by health and human service needs and unmet needs identified through caller data and number and percentage of callers referred to public or private provider types.

EPIDEMIOLOGY, EMERGENCY MEDICAL SERVICES, AND LABORATORY

Sec. 1180. From the funds appropriated in part 1 for epidemiology administration and for childhood lead program, the department shall maintain a public health drinking water unit and maintain enhanced efforts to monitor child blood lead levels. The public health drinking water unit shall ensure that appropriate investigations of potential health hazards occur for all community and noncommunity drinking water supplies where chemical exceedances of action levels, health advisory levels, or maximum contaminant limits are identified. The goals of the childhood lead program shall include improving the identification of affected children, the timeliness of case follow-up, and attainment of nurse care management for children with lead exposure, and to achieve a long-term reduction in the percentage of children in this state with elevated blood lead levels.

Sec. 1181. From the funds appropriated in part 1 for epidemiology administration, the department shall maintain a vapor intrusion response unit. The vapor intrusion response unit shall assess risks to public health at vapor intrusion sites and respond to vapor intrusion risks where appropriate. The goals of the vapor intrusion response unit shall include reducing the number of residents of this state exposed to toxic substances through vapor intrusion and improving health outcomes for individuals that are identified as having been exposed to vapor intrusion.

Sec. 1182. (1) From the funds appropriated in part 1 for healthy homes program, no less than \$6,898,000.00 of general fund/general purpose funds and \$18,652,000.00 of federal funds shall be allocated for lead abatement of homes.

(2) By April 1 of the current fiscal year, the department shall provide a report to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the state budget office on the expenditures and activities undertaken by the lead abatement program in the previous fiscal year from the funds appropriated in part 1 for the healthy homes program. The report shall include, but is not limited to, a funding allocation schedule, the expenditures by category of expenditure and by subcontractor, the revenues received, a description of program elements, the number of housing units abated of lead-based paint hazards, and a description of program accomplishments and progress.

Sec. 1183. The department shall not require a medical first response service to submit data for purposes of the Michigan emergency medical services information system if the medical first response service is located in a county with a population of less than 85,000 according to the 2010 federal decennial census and is composed of only medical first responders who provide services without expecting or receiving money, goods, or services in return for providing those services. A medical first response service described in this subsection shall ensure that a medical first responder provides, in writing, at least all of the following information to an emergency medical technician, emergency medical technician specialist, or paramedic, arriving at the scene after the medical first responder:

- (a) The time of the initial medical first responder's arrival at the scene.
- (b) The patient's condition at the time of the initial medical first responder's arrival at the scene.
- (c) Information gathered from a patient assessment, including, but not limited to, the patient's vital signs and level of consciousness.

Sec. 1184. (1) From the funds appropriated in part 1 for emergency medical services program, the department shall, in coordination with the state emergency medical services coordination committee established under section 20915 of the public health code, 1978 PA 368, MCL 333.20915, medical control authorities, and other emergency medical services organizations, review, revise, and improve the process for the consideration, discussion, announcement, and implementation of any changes proposed by the department for emergency medical services system guidance, guidelines, or protocols.

(2) The goal to improve the current process shall be the effective and safe provision of emergency medical services.

(3) The revised and improved process shall include, but not be limited to, the following:

- (a) Increased communication, transparency, and collaboration, to culminate in clarity of, and real-time access to, current department guidance, guidelines, or protocols, and the status of any changes being considered.

(b) Formal notification of proposed changes to guidance, guidelines, or protocols from the department to the state emergency medical services coordination committee no less than 30 days before implementation.

(c) Receipt by the department of a recommendation from the state emergency medical services coordination committee regarding the proposed changes to guidance, guidelines, or protocols before implementation by the department of the changes.

(4) The department shall provide access and status updates, including any proposed rules being considered through the administrative rules process, to the public on the department's website, which shall be updated by the department on a weekly basis.

(5) The department shall report to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies and policy offices, and the state budget director by April 15 of the current fiscal year on the findings of the review and include summaries of actions undertaken to identify, revise, and improve any weaknesses in the current process.

Sec. 1185. From the funds appropriated in part 1 for emergency medical services program, \$25,000.00 is allocated for a grant to fund a free family emergency readiness public expo event held in a county with a population between 180,000 and 181,000 according to the 2010 federal decennial census. The purpose of the event shall be to educate local residents about preparedness in an emergency, disaster, or crisis including planning, assessing specific personal and household needs, and skills to cope, survive, recover, and prevail.

Sec. 1186. (1) From the funds appropriated in part 1 for emergency medical services program, the department shall allocate \$3,000,000.00 to establish a statewide stroke and STEMI system of care for time-sensitive emergencies. This system must be integrated into the statewide trauma care system within the emergency medical services 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. 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. 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. 1222. (1) Funds appropriated in part 1 for essential local public health services shall be prospectively allocated to local health departments to support immunizations, infectious disease control, sexually transmitted disease control and prevention, hearing screening, vision services, food protection, public water supply, private groundwater supply, and on-site sewage management. Food protection shall be provided in consultation with the department of agriculture and rural development. Public water supply, private groundwater supply, and on-site sewage management shall be provided in consultation with the department of environment, Great Lakes, and energy.

(2) Local public health departments shall be held to contractual standards for the services in subsection (1).

(3) Distributions in subsection (1) shall be made only to counties that maintain local spending in the current fiscal year of at least the amount expended in fiscal year 1992-1993 for the services described in subsection (1).

(4) If a local health officer has an emergency order under section 2453 of the public health code, 1978 PA 368, MCL 333.2453, in effect as of October 1, 2021, the funds appropriated in part 1 for essential local public health services are unappropriated. This subsection does not apply if a county board of commissioners passes a nonbinding resolution by a record roll call vote to support any emergency orders the local health officer has in effect on October 1 of the current fiscal year.

(5) By February 1 of the current fiscal year, the department shall provide a report to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the state budget director on the planned allocation of the funds appropriated for essential local public health services.

(6) The department shall continue implementation of the distribution formula for the allocation of essential local public health services funding to local health departments as specified by section 1234 of article X of 2018 PA 207.

(7) From the funds appropriated in part 1 for essential local public health services, each local public health department is allocated not less than the amount allocated to that local public health department during the previous fiscal year.

Sec. 1225. The department shall work with the Michigan health endowment fund corporation established under section 653 of the nonprofit health care corporation reform act, 1980 PA 350, MCL 550.1653, to explore ways to fund and evaluate current and future policies and programs.

Sec. 1227. The department shall establish criteria for all funds allocated for health and wellness initiatives. The criteria must include a requirement that all programs funded be evidence-based and supported by research, include interventions that have been shown to demonstrate outcomes that lower cost and improve quality, and be designed for statewide impact. Preference must be given to programs that utilize the funding as match for additional resources, including, but not limited to, federal sources.

Sec. 1231. (1) From the funds appropriated for local health services, up to \$4,750,000.00 shall be allocated for grants to local public health departments to support PFAS response and emerging public health threat activities. A portion of the funding shall be allocated by the department in a collaborative fashion with local public health departments in jurisdictions experiencing PFAS contamination. The remainder of the funding shall be allocated to address infectious and vector-borne disease threats, and other environmental contamination issues such as vapor intrusion, drinking water contamination, and lead exposure. The funding shall be allocated to address issues including, but not limited to, staffing, planning and response, and creation and dissemination of materials related to PFAS contamination issues and other emerging public health issues and threats.

(2) By March 1 of the current fiscal year, the department shall provide a report to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the state budget office on actual expenditures in the previous fiscal year and planned spending in the current fiscal year of the funds described in subsection (1), including recipient entities, amount of allocation, general category of allocation, and detailed uses.

Sec. 1232. The department may work to ensure that the United States Department of Defense reimburses the state for costs associated with PFAS and environmental contamination response at military training sites and support facilities.

Sec. 1233. General fund and state restricted fund appropriations in part 1 shall not be expended for PFAS and environmental contamination response where federal funding or private grant funding is available for the same expenditures.

Sec. 1239. The department shall participate in and give necessary assistance to the Michigan PFAS action response team (MPART) pursuant to Executive Order No. 2019-03. The department shall collaborate with MPART and other departments to carry out appropriate activities, actions, and recommendations as coordinated by MPART. Efforts shall be continuous to ensure that the department's activities are not duplicative with activities of another department or agency.

Sec. 1240. From the funds appropriated in part 1 for chronic disease control and health promotion administration, \$70,000.00 is allocated to support a rare disease advisory council and responsibilities of the council, which may include all of the following:

(a) Developing a list of rare diseases.

- (b) Posting the list of rare diseases on the department's website.
- (c) Updating the list of rare diseases.
- (d) Annually investigating and reporting to the legislature on 1 rare disease on the list, and including legislative recommendations in the report.

FAMILY HEALTH SERVICES

Sec. 1301. (1) Before April 1 of the current fiscal year, the department shall submit a report to the house and senate fiscal agencies and the state budget director on planned allocations from the amounts appropriated in part 1 for local MCH services, prenatal care outreach and service delivery support, family planning local agreements, and pregnancy prevention programs. Using applicable federal definitions, the report shall include information on all of the following:

- (a) Funding allocations.
- (b) Actual number of women, children, and adolescents served and amounts expended for each group for the previous fiscal year.
- (c) A breakdown of the expenditure of these funds between urban and rural communities.
- (2) The department shall ensure that the distribution of funds through the programs described in subsection (1) takes into account the needs of rural communities.
- (3) As used in this section, "rural" means a county, city, village, or township with a population of 30,000 or less, including those entities if located within a metropolitan statistical area.

Sec. 1302. Each family planning program receiving federal title X family planning funds under 42 USC 300 to 300a-8 shall be in compliance with all performance and quality assurance indicators that the office of population affairs within the United States Department of Health and Human Services specifies in the program guidelines for project grants for family planning services. An agency not in compliance with the indicators shall not receive supplemental or reallocated funds.

Sec. 1303. The department shall not contract with an organization that provides elective abortions, abortion counseling, or abortion referrals, for services that are to be funded with state restricted or state general fund/general purpose funds appropriated in part 1 for family planning local agreements. An organization under contract with the department shall not subcontract with an organization that provides elective abortions, abortion counseling, or abortion referrals, for services that are to be funded with state restricted or state general fund/general purpose funds appropriated in part 1 for family planning local agreements.

Sec. 1304. The department shall not use state restricted funds or state general funds, or allow grantees or subcontractors to use those funds, appropriated in part 1 in the pregnancy prevention program or family planning local agreements appropriation line items for abortion counseling, referrals, or services.

Sec. 1305. (1) From the funds appropriated in part 1 for family planning local agreements and the pregnancy prevention program, the department shall not contract with or award grants to an entity that engages in 1 or more of the activities described in section 1(2) of 2002 PA 360, MCL 333.1091, if the entity is located in a county or health district where family planning or pregnancy prevention services are provided by the county, the health district, or a qualified entity that does not engage in any of the activities described in section 1(2) of 2002 PA 360, MCL 333.1091.

(2) The department shall give priority to counties or health districts where no contracts or grants currently exist for family planning or pregnancy prevention services before contracting with or awarding grants to an entity that engages in 1 or more of the activities described in section 1(2) of 2002 PA 360, MCL 333.1091, if that entity is located in a county where family planning and pregnancy prevention services are provided by the county, the health district, or another qualified entity that does not engage in the activities described in section 1(2) of 2002 PA 360, MCL 333.1091.

Sec. 1306. (1) From the funds appropriated in part 1 for the drinking water declaration of emergency, the department shall allocate funds to address needs in a city in which a declaration of emergency was issued because of drinking water contamination. These funds may support, but are not limited to, the following activities:

- (a) Nutrition assistance, nutritional and community education, food bank resources, and food inspections.
- (b) Epidemiological analysis and case management of individuals at risk of elevated blood lead levels.
- (c) Support for child and adolescent health centers, children's healthcare access program, and pathways to potential programming.

(d) Nursing services, breastfeeding education, evidence-based home visiting programs, intensive services, and outreach for children exposed to lead coordinated through local community mental health organizations.

(e) Department field operations costs.

(f) Lead poisoning surveillance, investigations, treatment, and abatement.

(g) Nutritional incentives provided to local residents through the double up food bucks expansion program.

(h) Genesee County health department food inspectors to perform water testing at local food service establishments.

(i) Transportation related to health care delivery.

(j) Senior initiatives.

(k) Lead abatement contractor workforce development.

(2) From the funds appropriated in part 1 for the drinking water declaration of emergency, the department shall allocate \$300,000.00 for Revive Community Health Center for health support services as the center pursues certification as a federally qualified health center.

(3) From the funds appropriated in part 1 for the drinking water declaration of emergency, the department shall allocate \$500,000.00 for rides to wellness through the Flint mass transportation authority.

Sec. 1307. From the funds appropriated in part 1 for prenatal care outreach and service delivery support, \$700,000.00 of TANF revenue shall be allocated for a pregnancy and parenting support services program, which must promote childbirth, alternatives to abortion, and grief counseling. The department shall establish a program with a qualified contractor that will contract with qualified service providers to provide free counseling, support, and referral services to eligible women during pregnancy through 12 months after birth. As appropriate, the goals for client outcomes shall include an increase in client support, an increase in childbirth choice, an increase in adoption knowledge, an improvement in parenting skills, and improved reproductive health through abstinence education. The contractor of the program shall provide for program training, client educational material, program marketing, and annual service provider site monitoring. The department shall submit a report to the house and senate appropriations subcommittees on the department budget and the house and senate fiscal agencies by April 1 of the current fiscal year on the number of clients served.

Sec. 1308. From the funds appropriated in part 1 for prenatal care outreach and service delivery support, not less than \$500,000.00 of funding shall be allocated for evidence-based programs to reduce infant mortality including nurse family partnership programs. The funds shall be used for enhanced support and education to nursing teams or other teams of qualified health professionals, client recruitment in areas designated as underserved for obstetrical and gynecological services and other high-need communities, strategic planning to expand and sustain programs, and marketing and communications of programs to raise awareness, engage stakeholders, and recruit nurses.

Sec. 1309. Funds appropriated for educational and other programs and services primarily pertaining to family planning or reproductive health services, or both, in any line item in section 116 of part 1 for family health services, shall be allocated by the department according to section 1 of 2002 PA 360, MCL 333.1091.

Sec. 1310. Each family planning program receiving federal title X family planning funds under 42 USC 300 to 300a-8 must be in compliance with all title X rules established by the Office of Population Affairs within the United States Department of Health and Human Services. The department shall monitor all title X family planning programs to ensure compliance with all federal title X rules. An agency not in compliance with the rules shall not receive supplemental or reallocated funds.

Sec. 1311. From the funds appropriated in part 1 for prenatal care outreach and service delivery support, not less than \$2,750,000.00 state general fund/general purpose funds shall be allocated for a rural home visit program. Equal consideration shall be given to all eligible evidence-based providers in all regions in contracting for rural home visitation services.

Sec. 1312. From the funds appropriated in part 1 for prenatal care and premature birth avoidance grant, the department shall allocate \$1,000,000.00 as a grant to help fulfill contract obligations between the department and a federal Healthy Start Program located in a county with a population between 600,000 and 610,000 according to the 2010 federal decennial census. To be eligible to receive funding, the organization must be a partnership between various health agencies, and utilize a social impact bonding strategy approved by the department to enhance support to underserved populations for prenatal care and premature birth avoidance.

Sec. 1313. (1) The department shall continue developing an outreach program on fetal alcohol syndrome services, targeting health promotion, prevention, and intervention.

(2) The department shall explore federal grant funding to address prevention services for fetal alcohol syndrome and reduce alcohol consumption among pregnant women.

(3) By February 1 of the current fiscal year, the department shall provide a report to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the state budget office on planned spending of appropriations within the department budget for fetal alcohol syndrome projects and services, including appropriation line item, agency or recipient entities, amount and purpose of allocation, and detailed uses. The report shall include a summary of outcomes accomplished by the funding investments and metrics used to determine outcomes, if available.

Sec. 1314. The department shall seek to enhance education and outreach efforts that encourage women of childbearing age to seek confirmation at the earliest indication of possible pregnancy and initiate continuous and routine prenatal care upon confirmation of pregnancy. The department shall seek to ensure that department programs, policies, and practices promote prenatal and obstetrical care by doing the following:

- (a) Supporting access to care.
- (b) Reducing and eliminating barriers to care.
- (c) Supporting recommendations for best practices.
- (d) Encouraging optimal prenatal habits such as prenatal medical visits, use of prenatal vitamins, and cessation of use of tobacco, alcohol, or drugs.
- (e) Tracking of birth outcomes to study improvements in prevalence of fetal drug addiction, fetal alcohol syndrome, and other preventable neonatal disease.
- (f) Tracking of maternal increase in healthy behaviors following childbirth.

Sec. 1315. (1) From the funds appropriated in part 1 for dental programs, \$150,000.00 shall be allocated to the Michigan Dental Association for the administration of a volunteer dental program that provides dental services to the uninsured.

(2) By February 1 of the current fiscal year, the department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house standing committees on health policy, the senate and house fiscal agencies, and the state budget office the number of individual patients treated, number of procedures performed, and approximate total market value of those procedures from the previous fiscal year.

Sec. 1316. The department shall use revenue from mobile dentistry facility permit fees received under section 21605 of the public health code, 1978 PA 368, MCL 333.21605, to offset the cost of the permit program.

Sec. 1317. (1) From the funds appropriated in part 1 for dental programs, \$1,750,000.00 of general fund/general purpose revenue and any associated federal match shall be distributed to local health departments who partner with a qualified nonprofit provider of dental services for the purpose of providing high-quality dental homes for seniors, children, and adults enrolled in Medicaid, and low-income uninsured.

(2) In order to be considered a qualified nonprofit provider of dental services, the provider must demonstrate the following:

- (a) An effective health insurance enrollment process for uninsured patients.
 - (b) An effective process of charging patients on a sliding scale based on the patient's ability to pay.
 - (c) Utilization of additional fund sources including, but not limited to, federal Medicaid matching funds.
- (3) Providers shall report to the department by September 30 of the current fiscal year on outcomes and performance measures for the program under this section including, but not limited to, the following:
- (a) The number of uninsured patients who visited a participating dentist over the previous year, broken down between adults and children.
 - (b) The number of patients assisted with health insurance enrollment, broken down between adults and children.
 - (c) A 5-year trend of the number of uninsured patients being served, broken down between adults and children.
 - (d) The number of unique patient visits by center.
 - (e) The number of unique Medicaid or Healthy Michigan plan patients served broken down by center.
 - (f) The number of children, seniors, and veterans served broken down by center.
 - (g) The total value of services rendered by the organization broken down by center.
- (4) Within 15 days after receipt of the report required in subsection (3), the department shall provide a copy of the 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.

Sec. 1320. It is the intent of the legislature that funds appropriated in part 1 that may be expended for a public media campaign regarding publicly funded family planning or pregnancy prevention services shall not be used to communicate in that media campaign any message that implies, states, or can be interpreted to mean that abortion is a method of family planning or pregnancy prevention.

Sec. 1321. From the funds appropriated in part 1 for the Michigan model for health comprehensive health education curriculum in the family, maternal, and child health administration line item, the department may, in consultation with the department of education, the Michigan domestic and sexual violence prevention and treatment board, and the Michigan Coalition to End Domestic and Sexual Violence, redraft the curriculum for the “Growing Up & Staying Healthy” and “Healthy & Responsible Relationships” modules to include age-appropriate information about the importance of consent, setting and respecting personal boundaries, and the prevention of child sexual abuse as outlined in section 1505 of the revised school code, 1976 PA 451, MCL 380.1505, and consistent with the recommendations and guidelines set by the task force on the prevention of sexual abuse of children created under section 12b of the child protection law, 1975 PA 238, MCL 722.632b, and the prevention of sexual assault and dating violence.

Sec. 1322. (1) The department shall provide a report by April 15 of the current fiscal year 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 state immunization policy and practices. The report shall include all of the following items:

- (a) A list of recommended vaccinations.
- (b) The basis and rationale for inclusion of each listed item.
- (c) The indicators, measures, and performance outcomes that document improvement in human health for each listed item.

(2) From the funds appropriated in part 1 for immunization program, \$50,000.00 shall be allocated for the purpose of publishing and printing the report described in subsection (1) in a summary format to be made available to the public as an informational brochure, provided free of charge through the department’s health promotions clearinghouse to providers, groups, or individuals for free distribution.

Sec. 1341. The department shall utilize income eligibility and verification guidelines established by the Food and Nutrition Service agency of the United States Department of Agriculture in determining eligibility of individuals for the special supplemental nutrition program for women, infants, and children (WIC) as stated in current WIC policy.

Sec. 1342. From the funds appropriated in part 1 for family, maternal, and child health administration, \$500,000.00 shall be allocated for a school children’s healthy exercise program to promote and advance physical health for school children in kindergarten through grade 8. The department shall recommend model programs for sites to implement that incorporate evidence-based best practices. The department shall grant the funds appropriated in part 1 for before- and after-school programs. The department shall establish guidelines for program sites, which may include schools, community-based organizations, private facilities, recreation centers, or other similar sites. The program format shall encourage local determination of site activities and shall encourage local inclusion of youth in the decision-making regarding site activities. Program goals shall include children experiencing improved physical health and access to physical activity opportunities, the reduction of obesity, providing a safe place to play and exercise, and nutrition education. To be eligible to participate, program sites shall provide a 20% match to the state funding, which may be provided in full, or in part, by a corporation, foundation, or private partner. The department shall seek financial support from corporate, foundation, or other private partners for the program or for individual program sites.

Sec. 1343. From the funds appropriated in part 1 for dental programs, the department shall allocate \$1,760,000.00 of state and local funds plus any private contributions received to support the program to establish and maintain a dental oral assessment program to provide assessments to school children as provided in section 9316 of the public health code, 1978 PA 368, MCL 333.9316.

Sec. 1345. From the funds appropriated in part 1 for maternal navigator pilot program, the department must establish not less than 2 geographically diverse maternal navigator pilot programs. Eligible maternal navigator pilot program grantees must be a nonprofit counseling or other similar nonprofit service organization that promotes childbirth and alternatives to abortion. The services provided by the maternal navigator pilot programs must include, but are not limited to, all of the following:

- (a) Referral services, and partial or full reimbursement, for counseling for victims of rape and other forms of abuse and violence that result in pregnancy.
- (b) Referral services, and partial or full reimbursement, for specialized substance use disorder services, including residential services.
- (c) Referral services, and partial or full reimbursement, to a hospital or health system for information and services for women of childbearing age who are seeking nutritional, prenatal, childbirth, and postnatal care and who are also in need of assistance with understanding recent advances in prenatal and postnatal medicines.

(d) Referral services, and partial or full reimbursement, for counseling, emotional support services, genetic counseling, and other services to individuals and couples experiencing difficulties or having genetic concerns related to pregnancy or parenting.

Sec. 1346. (1) From the funds appropriated in part 1 for pregnancy resource centers, the department shall allocate \$1,500,000.00 as grants to pregnancy resource centers operating in the state. The department shall accept applications from pregnancy resource centers through December 31 of the current fiscal year and distribute the grant funds equally to each eligible pregnancy resource center applicant.

(2) As used in this section, "pregnancy resource centers" means private nonprofit organizations that promote childbirth and alternatives to abortion, provide referrals and information, and may also provide other services related to pregnancy or post-pregnancy.

Sec. 1347. The department shall not use state restricted funds or state general funds appropriated in part 1, or allow grantees or subcontractors to use those funds, for abortion counseling, referrals, or services, or for any activities regarding human cloning or research in which a human embryo or embryos are destroyed or discarded.

Sec. 1348. From the funds appropriated in part 1, the department shall submit a report by January 1 of the current fiscal year to the senate and house appropriations committees, the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices on any request for proposals issued by this state for the healthy moms healthy babies program and on any healthy moms healthy babies programs that are established.

CHILDREN'S SPECIAL HEALTH CARE SERVICES

Sec. 1360. The department may do 1 or more of the following:

- (a) Provide special formulas for eligible clients with specified metabolic and allergic disorders.
- (b) Provide medical care and treatment to eligible patients with cystic fibrosis who are 21 years of age or older.
- (c) Provide medical care and treatment to eligible patients with hereditary coagulation defects, commonly known as hemophilia, who are 21 years of age or older.
- (d) Provide human growth hormone to eligible patients.
- (e) Provide mental health care for mental health needs that result from, or are a symptom of, the individual's qualifying medical condition.
- (f) Provide medical care and treatment to eligible patients with sickle cell disease who are 21 years of age or older.

Sec. 1361. From the funds appropriated in part 1 for medical care and treatment, the department may spend those funds for the continued development and expansion of telemedicine capacity to allow families with children in the children's special health care services program to access specialty providers more readily and in a more timely manner. The department may spend funds to support chronic complex care management of children enrolled in the children's special health care services program to minimize hospitalizations and reduce costs to the program while improving outcomes and quality of life.

Sec. 1363. From the funds appropriated in part 1 for children's special health care services administration, the department shall allocate \$1,000,000.00 as a grant to an independent biomedical research and science education organization in a county with a population between 600,000 and 610,000 and in a city with a population over 185,000 according to the 2010 federal decennial census to be used for matching federal funds, private and nonprofit grants, and private contributions.

AGING AND ADULT SERVICES AGENCY

Sec. 1402. The department may encourage the Food Bank Council of Michigan to collaborate directly with each area agency on aging and any other organizations that provide senior nutrition services to secure the food access of older adults.

Sec. 1403. (1) By February 1 of the current fiscal year, the aging and adult services agency shall require each region to report to the aging and adult services agency and to the legislature home-delivered meals waiting lists based upon standard criteria. Determining criteria shall include all of the following:

- (a) The recipient's degree of frailty.

- (b) The recipient's inability to prepare his or her own meals safely.
 - (c) Whether the recipient has another care provider available.
 - (d) Any other qualifications normally necessary for the recipient to receive home-delivered meals.
- (2) Data required in subsection (1) shall be recorded only for individuals who have applied for participation in the home-delivered meals program and who are initially determined as likely to be eligible for home-delivered meals.

Sec. 1417. The department shall provide to the senate and house appropriations subcommittees on the department budget, senate and house fiscal agencies, and state budget director a report by March 30 of the current fiscal year that contains all of the following:

- (a) The total allocation of state resources made to each area agency on aging by individual program and administration.
- (b) Detailed expenditures by each area agency on aging by individual program and administration including both state-funded resources and locally funded resources.

Sec. 1421. From the funds appropriated in part 1 for community services, \$1,100,000.00 shall be allocated to area agencies on aging for locally determined needs.

Sec. 1422. (1) From the funds appropriated in part 1 for aging and adult services administration, not less than \$300,000.00 shall be allocated for the department to contract with the Prosecuting Attorneys Association of Michigan to provide the support and services necessary to increase the capability of the state's prosecutors, adult protective service system, and criminal justice system to effectively identify, investigate, and prosecute elder abuse and financial exploitation.

(2) By March 1 of the current fiscal year, the Prosecuting Attorneys Association of Michigan shall provide a report to the department on the efficacy of the contract. The department shall submit the report to the state budget office, the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the house and senate policy offices within 30 days after receipt from the Prosecuting Attorneys Association of Michigan.

Sec. 1425. The department shall coordinate with the department of licensing and regulatory affairs to ensure that, upon receipt of the order of suspension of a licensed adult foster care home, home for the aged, or nursing home, the department of licensing and regulatory affairs shall provide notice to the department, to the house and senate appropriations subcommittees on the department budget, and to the members of the house and senate that represent the legislative districts of the county in which the facility lies.

Sec. 1426. 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.

MEDICAL SERVICES ADMINISTRATION

Sec. 1505. By March 1 of the current fiscal year, the department shall submit a report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget office on the actual reimbursement savings and cost offsets that have resulted from the funds appropriated in part 1 for the office of inspector general and third party liability efforts in the previous fiscal year.

Sec. 1507. From the funds appropriated in part 1 for office of inspector general, the inspector general shall audit and recoup inappropriate or fraudulent payments from Medicaid managed care organizations to health care providers. Unless authorized by federal or state law, the department shall not fine, temporarily halt operations of, disenroll as a Medicaid provider, or terminate a managed care organization or health care provider from providing services due to the discovery of an inappropriate payment found during the course of an audit.

Sec. 1508. The department shall not use funds appropriated in part 1 to contract with any private company that has reached a settlement with this state resolving investigations into the company's role providing consulting services to manufacturers of opioids in connection with designing the marketing plans and programs that helped cause and contributed to the opioid crisis in this state.

Sec. 1511. On a monthly basis, the department shall work with the department of labor and economic opportunity to 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 on the utilization of workforce development programs by Healthy Michigan plan recipients through Michigan Works! The report shall include, but not be limited to, all of the following:

(a) The number of recipients currently receiving employment supports and services through workforce development programs.

(b) The total year-to-date number of recipients who have received employment supports and services through workforce development programs.

(c) The number of recipients who secured employment in this state after receiving employment supports and services through workforce development programs.

(d) A summary of employment supports and services provided to recipients through workforce development programs.

Sec. 1512. The updated Medicaid utilization and net cost report shall continue to separate nonclinical administrative costs from actual claims and encounter costs.

Sec. 1513. By September 30 of the current fiscal year, the department shall 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 on the implementation of recommendations made by the workgroup required by section 1513 of 2019 PA 67. The report shall include, but is not limited to, the following:

(a) Updates on the recommendations being implemented.

(b) Updates on the recommendations not being implemented and barriers preventing implementation.

Sec. 1514. From the funds appropriated in part 1 for medical services administration, the department shall allocate \$300,000.00 general fund/general purpose revenue and any associated federal match to support a predictive modeling tool to improve provider billing accuracy and reduce fraud, waste, and abuse in the Medicaid program. The tool must provide a prepayment cost avoidance solution that uses statistical predictive modeling techniques to identify outlier claims.

Sec. 1515. A qualified job placement agency may request contact information from the department for Healthy Michigan plan recipients for the geographic region the agency services. This contact information shall not include personal health information or extensive personal identifying information. For the purposes of this section, a “qualified job placement agency” means a regional Michigan Works! agency or another nonprofit, governmental, or quasi-governmental body that provides job placement assistance as designated by the department.

Sec. 1517. (1) From the funds appropriated in part 1 for medical services administration, the department shall allocate \$500,000.00 to complete an actuarial analysis and any necessary federal approvals to create a specialty Medicaid managed care health plan for children in foster care. The specialty Medicaid managed care health plan must be responsible for comprehensive medical, behavioral, and dental services, including EPSDT exams, as well as case management, specialty supports and services, home- and community-based waiver services, and any other medically necessary value-added services.

(2) By July 1 of the current fiscal year, the department shall report 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 implementation status of this section.

MEDICAL SERVICES

Sec. 1601. The cost of remedial services incurred by residents of licensed adult foster care homes and licensed homes for the aged shall be used in determining financial eligibility for the medically needy. Remedial services include basic self-care and rehabilitation training for a resident.

Sec. 1605. The protected income level for Medicaid coverage determined pursuant to section 106(1)(b)(iii) of the social welfare act, 1939 PA 280, MCL 400.106, shall be 100% of the related public assistance standard.

Sec. 1606. For the purpose of guardian and conservator charges, the department may deduct up to \$83.00 per month as an allowable expense against a recipient’s income when determining medical services eligibility and patient pay amounts.

Sec. 1607. (1) An applicant for Medicaid, whose qualifying condition is pregnancy, shall immediately be presumed to be eligible for Medicaid coverage unless the preponderance of evidence in her application indicates otherwise. The applicant who is qualified as described in this subsection shall be allowed to select or remain with the Medicaid participating obstetrician of her choice.

(2) All qualifying applicants shall be entitled to receive all medically necessary obstetrical and prenatal care without preauthorization from a health plan. All claims submitted for payment for obstetrical and prenatal care shall be paid at the Medicaid fee-for-service rate in the event a contract does not exist between the Medicaid participating obstetrical or prenatal care provider and the managed care plan. The applicant shall receive a listing of Medicaid physicians and managed care plans in the immediate vicinity of the applicant's residence.

(3) In the event that an applicant, presumed to be eligible under subsection (1), is subsequently found to be ineligible, a Medicaid physician or managed care plan that has been providing pregnancy services to an applicant under this section is entitled to reimbursement for those services until they are notified by the department that the applicant was found to be ineligible for Medicaid.

(4) If the preponderance of evidence in an application indicates that the applicant is not eligible for Medicaid, the department shall refer that applicant to the nearest public health clinic or similar entity as a potential source for receiving pregnancy-related services.

(5) The department shall develop an enrollment process for pregnant women covered under this section that facilitates the selection of a managed care plan at the time of application.

(6) The department shall mandate enrollment of women, whose qualifying condition for Medicaid is pregnancy, into Medicaid managed care plans.

(7) The department shall encourage physicians to provide women, whose qualifying condition for Medicaid is pregnancy, with a referral to a Medicaid participating dentist at the first pregnancy-related appointment.

Sec. 1611. (1) For care provided to medical services recipients with other third-party sources of payment, medical services reimbursement shall not exceed, in combination with such other resources, including Medicare, those amounts established for medical services-only patients. The medical services payment rate shall be accepted as payment in full. Other than an approved medical services co-payment, no portion of a provider's charge shall be billed to the recipient or any person acting on behalf of the recipient. This section does not affect the level of payment from a third-party source other than the medical services program. The department shall require a nonenrolled provider to accept medical services payments as payment in full.

(2) Notwithstanding subsection (1), medical services reimbursement for hospital services provided to dual Medicare/medical services recipients with Medicare part B 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. 1615. (1) To minimize errors and overpayments, and to ensure the quality of actuarial rate setting of capitated rates, the department shall provide effective oversight and ensure the integrity of encounter claims submitted to the department by Medicaid health plans.

(2) The department may require Medicaid health plans to provide medical records to support claims data, upon request by the department. This subsection shall not require the disclosure of personal identifying information or any information that would be in violation of the health insurance portability and accountability act of 1996, Public Law 104-191.

(3) It is the intent of the legislature that the department perform annual internal audits of Medicaid claims provided by Medicaid health plans and report the findings 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. Internal audits performed under this subsection shall be conducted utilizing quantitative methodologies that provide for valid statistical results to include, but not be limited to, minimizing the impact of selection bias and insufficient sample sizes.

(4) If an internal audit performed in accordance with this section identifies discrepancies in the quality of actuarial rates, the department shall develop and implement actuarial procedures to reconcile encounter claims data and shall provide for a publicly available explanation of these procedures on the department's website.

Sec. 1616. By September 30 of the current fiscal year, the department shall consult the federal government on potential allowable avenues to further utilize Community Health Workers (CHW) as Medicaid providers and obtain federal Medicaid matching funds for CHW services. The potential expansion should be geographically broad based, evidence-based, and commensurate with CHW training.

Sec. 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.

(4) The department shall require a prescription co-payment for Medicaid recipients enrolled in the Healthy Michigan plan with an income of at least 100% of the federal poverty level of \$4.00 for a generic drug or any drug indicated as preferred on the department's preferred drug list and \$8.00 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.

Sec. 1625. The department shall not enter into any contract with a Medicaid managed care organization that relies on a pharmacy benefit manager that does not do all of the following:

(a) For pharmacies with not more than 7 retail outlets, utilizes a pharmacy reimbursement methodology of the national average drug acquisition cost plus a professional dispensing fee comparable to the applicable professional dispensing fee provided through section 1620. The pharmacy benefit manager or the involved pharmacy services administrative organization shall not receive any portion of the additional professional dispensing fee. The department shall identify the pharmacies this subdivision applies to and provide the list of applicable pharmacies to the Medicaid managed care organizations.

(b) For pharmacies with not more than 7 retail outlets, utilizes a pharmacy reimbursement methodology, when a national average drug acquisition cost price is not available, for brand drugs of the lesser of the wholesale acquisition cost, the average wholesale price less 16.7% plus a professional dispensing fee comparable to the applicable professional dispensing fee provided through section 1620, or the usual and customary charge by the pharmacy. The department shall identify the pharmacies this subdivision applies to and provide the list of applicable pharmacies to the Medicaid managed care organizations.

(c) For pharmacies with not more than 7 retail outlets, utilizes a pharmacy reimbursement methodology, when a national average drug acquisition cost price is not available, for generic drugs of the lesser of wholesale acquisition cost plus a professional dispensing fee comparable to the applicable professional dispensing fee provided through section 1620, average wholesale price less 30.0% plus a professional dispensing fee comparable to the applicable professional dispensing fee provided through section 1620, or the usual and customary charge by the pharmacy. The department shall identify the pharmacies this subdivision applies to and provide the list of applicable pharmacies to the Medicaid managed care organizations.

(d) Reimburses for a legally valid claim at a rate not less than the rate in effect at the time the original claim adjudication as submitted at the point of sale.

(e) Agrees to move to a transparent "pass-through" pricing model, in which the pharmacy benefit manager discloses the administrative fee as a percentage of the professional dispensing costs to the department.

(f) Agrees to not create new pharmacy administration fees and to not increase current fees more than the rate of inflation. This subdivision does not apply to any federal rule or action that creates a new fee.

(g) Agrees to not terminate an existing contract with a pharmacy with not more than 7 retail outlets for the sole reason of the additional professional dispensing fee authorized under this section.

Sec. 1626. (1) By January 15 of the current fiscal year, each pharmacy benefit manager that receives reimbursements, either directly or through a Medicaid health plan, from the funds appropriated in part 1 for medical services must submit all of the following information to the department for the previous fiscal year:

(a) The total number of prescriptions that were dispensed.

(b) The aggregate wholesale acquisition cost for each drug on its formulary.

(c) The aggregate amount of rebates, discounts, and price concessions that the pharmacy benefit manager received for each drug on its formulary. The amount of rebates shall include any utilization discounts the pharmacy benefit manager receives from a manufacturer.

(d) The aggregate amount of administrative fees that the pharmacy benefit manager received from all pharmaceutical manufacturers.

(e) The aggregate amount identified in subdivisions (b) and (c) that were retained by the pharmacy benefit manager and did not pass through to the department or to the Medicaid health plan.

- (f) The aggregate amount of reimbursements the pharmacy benefit manager pays to contracting pharmacies.
- (g) Any other information considered necessary by the department.

(2) By March 1 of the current fiscal year, the department shall submit the information provided under subsection (1) 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.

(3) Any nonaggregated information submitted under this section shall be confidential and shall not be disclosed to any person by the department. Such information is not considered a public record of the department.

Sec. 1627. By April 1 of the current fiscal year, the department shall provide a report to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the house and senate policy offices on both of the following:

(a) The cost per Medicaid prescription for the fee-for-service population and separately the cost per Medicaid prescription for the managed care population for the fiscal years ending September 30, 2017 through September 30, 2021.

(b) Projected cost per Medicaid prescription for the fee-for-service population and projected cost per Medicaid prescription for the managed care population for the current fiscal year.

Sec. 1629. The department shall utilize maximum allowable cost pricing for generic drugs that is based on wholesaler pricing to providers that is available from at least 2 wholesalers who deliver in this state.

Sec. 1631. (1) The department shall require co-payments on dental, podiatric, and vision services provided to Medicaid recipients, except as prohibited by federal or state law or regulation.

(2) Except as otherwise prohibited by federal or state law or regulation, the department shall require Medicaid recipients not enrolled in the Healthy Michigan plan or with an income less than 100% of the federal poverty level to pay not less than the following co-payments:

- (a) Two dollars for a physician office visit.
- (b) Three dollars for a hospital emergency room visit.
- (c) Fifty dollars for the first day of an inpatient hospital stay.
- (d) Two dollars for an outpatient hospital visit.

(3) Except as otherwise prohibited by federal or state law or regulation, the department shall require Medicaid recipients enrolled in the Healthy Michigan plan with an income of at least 100% of the federal poverty level to pay the following co-payments:

- (a) Four dollars for a physician office visit.
- (b) Eight dollars for a hospital emergency room visit.
- (c) One hundred dollars for the first day of an inpatient hospital stay.
- (d) Four dollars for an outpatient hospital visit or any other medical provider visit to the extent allowed by federal or state law or regulation.

Sec. 1641. An institutional provider that is required to submit a cost report under the medical services program shall submit cost reports completed in full within 5 months after the end of its fiscal year.

Sec. 1645. (1) It is the intent of the legislature that the department establish the class I nursing facility current asset value bed limit based on the rolling 15-year history of new construction.

(2) It is the intent of the legislature that, for the fiscal year beginning October 1, 2022, the department modify the class I nursing facility current asset value bed limit based on the rolling 15-year history of new construction. The increase in the current asset value bed limit shall not exceed 4% of the limit for the fiscal year beginning October 1, 2021.

Sec. 1646. (1) From the funds appropriated in part 1 for long-term care services, the department shall continue to administer a nursing facility quality measure initiative program. The initiative shall be financed through the quality assurance assessment for nursing homes and hospital long-term care units, and the funds shall be distributed according to the following criteria:

(a) The department shall award more dollars to nursing facilities that have a higher CMS 5-star quality measure domain rating, then adjusted to account for both positive and negative aspects of a patient satisfaction survey.

(b) A nursing facility with a CMS 5-star quality measure domain star rating of 1 or 2 must file an action plan with the department describing how it intends to use funds appropriated under this section to increase quality outcomes before funding shall be released.

(c) The total incentive dollars must reflect the following Medicaid utilization scale:

(i) For nursing facilities with a Medicaid participation rate of above 63%, the facility shall receive 100% of the incentive payment.

(ii) For nursing facilities with a Medicaid participation rate between 50% and 63%, the facility shall receive 75% of the incentive payment.

(iii) For nursing facilities with a Medicaid participation rate of less than 50%, the facility shall receive a payment proportionate to their Medicaid participation rate.

(iv) For nursing facilities not enrolled in Medicaid, the facility shall not receive an incentive payment.

(d) Facilities designated as special focus facilities are not eligible for any payment under this section.

(e) Number of licensed beds.

(2) The department and nursing facility representatives shall evaluate the quality measure incentive program's effectiveness on quality, measured by the change in the CMS 5-star quality measure domain rating since the implementation of quality measure incentive program. By March 1 of the current fiscal year, the department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices on the findings of the evaluation.

Sec. 1657. (1) Reimbursement for medical services to screen and stabilize a Medicaid recipient, including stabilization of a psychiatric crisis, in a hospital emergency room shall not be made contingent on obtaining prior authorization from the recipient's HMO. If the recipient is discharged from the emergency room, the hospital shall notify the recipient's HMO within 24 hours of the diagnosis and treatment received.

(2) If the treating hospital determines that the recipient will require further medical service or hospitalization beyond the point of stabilization, that hospital shall receive authorization from the recipient's HMO prior to admitting the recipient.

(3) Subsections (1) and (2) do not require an alteration to an existing agreement between an HMO and its contracting hospitals and do not require an HMO to reimburse for services that are not considered to be medically necessary.

Sec. 1662. (1) The department shall ensure that an external quality review of each contracting HMO is performed that results in an analysis and evaluation of aggregated information on quality, timeliness, and access to health care services that the HMO or its contractors furnish to Medicaid beneficiaries.

(2) The department shall require Medicaid HMOs to provide EPSDT utilization data through the encounter data system, and HEDIS well child health measures in accordance with the National Committee for Quality Assurance prescribed methodology.

(3) The department shall provide a copy of the analysis of the Medicaid HMO annual audited HEDIS reports and the annual external quality review report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget director, within 30 days after the department's receipt of the final reports from the contractors.

Sec. 1670. (1) The appropriation in part 1 for the MICHild program is to be used to provide comprehensive health care to all children under age 19 who reside in families with income at or below 212% of the federal poverty level, who are uninsured and have not had coverage by other comprehensive health insurance within 6 months of making application for MICHild benefits, and who are residents of this state. The department shall develop detailed eligibility criteria through the medical services administration public concurrence process, consistent with the provisions of this part and part 1.

(2) The department may provide up to 1 year of continuous eligibility to children eligible for the MICHild program unless the family fails to pay the monthly premium, a child reaches age 19, or the status of the children's family changes and its members no longer meet the eligibility criteria as specified in the state plan.

(3) The department may make payments on behalf of children enrolled in the MICHild program as described in the MICHild state plan approved by the United States Department of Health and Human Services, or from other medical services.

Sec. 1673. The department may establish premiums for MICHild eligible individuals in families with income at or below 212% of the federal poverty level. The monthly premiums shall be \$10.00 per month.

Sec. 1677. The MICHild program shall provide, at a minimum, all benefits available under the Michigan benchmark plan that are delivered through contracted providers and consistent with federal law, including, but not limited to, the following medically necessary services:

(a) Inpatient mental health services, other than substance use disorder treatment services, including services furnished in a state-operated mental hospital and residential or other 24-hour therapeutically planned structured services.

(b) Outpatient mental health services, other than substance use disorder services, including services furnished in a state-operated mental hospital and community-based services.

- (c) Durable medical equipment and prosthetic and orthotic devices.
- (d) Dental services as outlined in the approved MICHild state plan.
- (e) Substance use disorder treatment services that may include inpatient, outpatient, and residential substance use disorder treatment services.
- (f) Care management services for mental health diagnoses.
- (g) Physical therapy, occupational therapy, and services for individuals with speech, hearing, and language disorders.
- (h) Emergency ambulance services.

Sec. 1682. (1) In addition to the appropriations in part 1, the department is authorized to receive and spend penalty money received as the result of noncompliance with medical services certification regulations. Penalty money, characterized as private funds, received by the department shall increase authorizations and allotments in the long-term care accounts.

- (2) Any unexpended penalty money, at the end of the year, shall carry forward to the following year.

Sec. 1692. (1) The department is authorized to pursue reimbursement for eligible services provided in Michigan schools from the federal Medicaid program. The department and the state budget director are authorized to negotiate and enter into agreements, together with the department of education, with local and intermediate school districts regarding the sharing of federal Medicaid services funds received for these services. The department is authorized to receive and disburse funds to participating school districts pursuant to such agreements and state and federal law.

(2) From the funds appropriated in part 1 for medical services school-based services payments, the department is authorized to do all of the following:

- (a) Finance activities within the medical services administration related to this project.
- (b) Reimburse participating school districts pursuant to the fund-sharing ratios negotiated in the state-local agreements authorized in subsection (1).
- (c) Offset general fund costs associated with the medical services program.

Sec. 1693. The special Medicaid reimbursement appropriation in part 1 may be increased if the department submits a medical services state plan amendment pertaining to this line item at a level higher than the appropriation. The department is authorized to appropriately adjust financing sources in accordance with the increased appropriation.

Sec. 1694. From the funds appropriated in part 1 for special Medicaid reimbursement, \$1,121,400.00 of general fund/general purpose revenue and any associated federal match shall be distributed for poison control services to an academic health care system that has a high indigent care volume.

Sec. 1696. It is the intent of the legislature that if an applicant for Medicaid coverage through the Healthy Michigan plan received medical coverage in the previous fiscal year through traditional Medicaid, and is still eligible for coverage through traditional Medicaid, the applicant is not eligible to receive coverage through the Healthy Michigan plan.

Sec. 1697. The department shall require that Medicaid health plans administering Healthy Michigan plan benefits maintain a network of dental providers in sufficient numbers, mix, and geographic locations throughout their respective service areas in order to provide adequate dental care for Healthy Michigan plan enrollees.

Sec. 1699. (1) The department may make separate payments in the amount of \$45,000,000.00 directly to qualifying hospitals serving a disproportionate share of indigent patients and to hospitals providing GME training programs. If direct payment for GME and DSH is made to qualifying hospitals for services to Medicaid recipients, hospitals shall not include GME costs or DSH payments in their contracts with HMOs.

(2) The department shall allocate \$45,000,000.00 in DSH funding using the distribution methodology used in fiscal year 2003-2004.

Sec. 1700. By December 1 of the current fiscal year, the department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget office on the distribution of funding provided, and the net benefit if the special hospital payment is not financed with general fund/general purpose revenue, to each eligible hospital during the previous fiscal year from the following special hospital payments:

- (a) DSH, separated out by unique DSH pool.

- (b) GME.
- (c) Special rural hospital payments provided under section 1802(2) of this part.
- (d) Lump-sum payments to rural hospitals for obstetrical care provided under section 1802(1) of this part.

Sec. 1702. From the funds appropriated in part 1, the department shall provide a 10% rate increase for private duty nursing services for Medicaid beneficiaries under the age of 21. These additional funds must be used to attract and retain highly qualified registered nurses and licensed practical nurses to provide private duty nursing services so that medically frail children can be cared for in the most homelike setting possible.

Sec. 1704. (1) From the funds appropriated in part 1 for health plan services, the department shall maintain the Medicaid adult dental benefit for pregnant women enrolled in a Medicaid program.

(2) By April 15 of the current fiscal year, the department shall report to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the state budget office on the following:

- (a) The number of pregnant women enrolled in Medicaid who visited a dentist over the previous fiscal year.
- (b) The number of dentists statewide who participate in providing dental services to pregnant women enrolled in Medicaid.

Sec. 1757. The department shall obtain proof from all Medicaid recipients that they are United States citizens or otherwise legally residing in this country and that they are residents of this state before approving Medicaid eligibility.

Sec. 1763. It is the intent of the legislature that upon expiration of contract no. 071b7700073, the department shall issue an RFP for a 3-year contract for actuarial services, including, but not limited to, capitation rate setting for Medicaid and the Healthy Michigan plan. The department shall notify the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices on what vendors submitted bids for the contract, which vendor received the contract, the evaluation process, and the criteria used by the department in awarding the contract for actuarial services.

Sec. 1764. The department shall annually certify whether rates paid to Medicaid health plans and specialty PIHPs are actuarially sound in accordance with federal requirements and shall provide a copy of the rate certification and approval of rates paid to Medicaid health plans and specialty PIHPs within 5 business days after certification or approval to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget office. Following the rate certification, the department shall ensure that no new or revised state Medicaid policy bulletin that is promulgated materially impacts the capitation rates that have been certified in a negative manner.

Sec. 1775. (1) By March 1 of the current fiscal year, the department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget office on progress in implementing the waiver to implement managed care for individuals who are eligible for both Medicare and Medicaid, known as MI Health Link, including any problems and potential solutions as identified by the ombudsman described in subsection (2).

(2) The department shall ensure the existence of an ombudsman program that is not associated with any project service manager or provider to assist MI Health Link beneficiaries with navigating complaint and dispute resolution mechanisms and to identify problems in the demonstrations and in the complaint and dispute resolution mechanisms.

Sec. 1782. Subject to federal approval, from the funds appropriated in part 1 for health plan services, the department shall allocate \$740,000.00 general fund/general purpose plus any available work project funds and federal match through an administered contract with oversight from Medical Services Administration and Public Health Administration. The funds shall be used to support a statewide media campaign for improving this state's immunization rates.

Sec. 1788. From the funds appropriated in part 1, the department shall provide Medicaid reimbursement rates, including Medicaid reimbursements from the ambulance provider quality assurance assessment, for ground ambulance services at not less than 100% of the Medicare rates for Locality 01 for those services in effect on the date the services are provided to eligible Medicaid recipients.

Sec. 1790. The department shall maintain the current practitioner rates paid for current procedural terminology (CPT) codes 90791 through 90899 for psychiatric procedures through Medicaid fee-for-service and through the comprehensive Medicaid health plans for psychiatric procedures provided for Medicaid recipients under the age of 21.

Sec. 1791. From the funds appropriated in part 1 for health plan services and physician services, the department shall provide Medicaid reimbursement rates for neonatal services at 95% of the Medicare rate received for those services in effect on the date the services are provided to eligible Medicaid recipients. The current procedural terminology (CPT) codes that are eligible for this reimbursement rate increase are 99468, 99469, 99471, 99472, 99475, 99476, 99477, 99478, 99479, and 99480.

Sec. 1792. By April 30 of the current fiscal year, the department shall evaluate pharmacy encounter data through the first 2 quarters of the fiscal year to determine, in consultation with the Medicaid health plans, if rates must be recertified. By May 30 of the current fiscal year, the department shall report the evaluation results to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, the state budget office, and the Medicaid health plans.

Sec. 1801. From the funds appropriated in part 1 for physician services and health plan services, the department shall continue the increase to Medicaid rates for primary care services provided only by primary care providers. Providers performing a service and whose primary practice is as a non-primary-care subspecialty are not eligible for the increase. The department shall establish policies that most effectively limit the increase to primary care providers for primary care services only. As used in this section, "primary care provider" means a physician, or a practitioner working in collaboration with a physician, who is either licensed under part 170 or part 175 of the public health code, 1978 PA 368, MCL 333.17001 to 333.17097 and 333.17501 to 333.17556, and working as a primary care provider in general practice or board-eligible or certified with a specialty designation of family medicine, general internal medicine, or pediatric medicine, or a provider who provides the department with documentation of equivalency.

Sec. 1802. (1) From the funds appropriated in part 1 for hospital services and therapy, \$7,995,200.00 in general fund/general purpose revenue shall be provided as lump-sum payments to noncritical access hospitals that qualified for rural hospital access payments in fiscal year 2013-2014 and that provide obstetrical care in the current fiscal year. Payment amounts shall be based on the volume of obstetrical care cases and newborn care cases for all such cases billed by each qualified hospital in the most recent year for which data is available. Payments shall be made by January 1 of the current fiscal year.

(2) From the funds appropriated in part 1 for hospital services and therapy and Healthy Michigan plan, \$13,904,800.00 in general fund/general purpose revenue and any associated federal match shall be awarded as rural access payments to noncritical access hospitals that meet criteria established by the department for services to low-income rural residents. One of the reimbursement components of the distribution formula shall be assistance with labor and delivery services. The department shall ensure that the rural access payments described in this subsection are distributed in a manner that ensures both of the following:

- (a) A hospital does not receive more than 10.0% of the total rural access funding referenced in this subsection.
- (b) The methodology for distribution under this subsection and its applicable data that are used to determine the payment amounts are provided to each hospital by August 1 of the current fiscal year. The department shall publish the distribution of payments for the current fiscal year and the immediately preceding fiscal year.

Sec. 1803. The department shall maintain rules to allow for billing to and reimbursement by the Medicaid program directly for transportation charges related to portable X-ray services rendered to patients residing in a nursing facility or an assisted living facility, or who are otherwise homebound. By October 1 of the current fiscal year, the department shall set payment rates for Medicaid transportation charges related to portable X-ray services.

Sec. 1804. (1) The department shall utilize the federal public assistance reporting information system to identify Medicaid recipients who are veterans and who may be eligible for federal veterans' health care benefits or other benefits. The department shall identify the specific outcomes and performance reporting requirements described in this section. The department shall acquire all of the following information by January 1 of the current fiscal year and report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices on the following:

- (a) The number of veterans identified by the department through eligibility determinations.
- (b) The number of veterans referred to the department of military and veterans affairs.
- (c) The number of referrals made by the department that were contacted by the department of military and veterans affairs.
- (d) The number of referrals made by the department that were eligible for veterans health care benefits or other benefits.
- (e) The specific actions and efforts undertaken by the department and the department of military and veterans affairs to identify female veterans who are applying for public assistance benefits, but who are eligible for veterans benefits.

(2) By October 1 of the current fiscal year, the department shall change the public assistance application form from asking whether the prospective applicant was a veteran to asking whether the applicant had ever served in the military.

(3) This section does not prohibit the department from entering into interagency agreements with any other public department or agency in this state in order to obtain the information detailed in subsection (1).

Sec. 1810. In advance of the annual rate setting development, Medicaid health plans shall be given at least 60 days to dispute and correct any discarded encounter data before rates are certified. The department shall notify each contracting Medicaid health plan of any encounter data that have not been accepted for the purposes of rate setting.

Sec. 1812. By June 1 of the current fiscal year, and using the most recent available cost reports, the department shall complete a report of all direct and indirect costs associated with residency training programs for each hospital that receives funds appropriated in part 1 for graduate medical education or through the MiDocs consortium. The report shall be submitted to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the state budget office.

Sec. 1820. (1) In order to avoid duplication of efforts, the department shall utilize applicable national accreditation review criteria to determine compliance with corresponding state requirements for Medicaid health plans that have been reviewed and accredited by a national accrediting entity for health care services.

(2) The department shall continue to comply with state and federal law and shall not initiate an action that negatively impacts beneficiary safety.

(3) As used in this section, “national accrediting entity” means the National Committee for Quality Assurance, the URAC, formerly known as the Utilization Review Accreditation Commission, or other appropriate entity, as approved by the department.

Sec. 1837. The department shall continue, and expand where appropriate, utilization of telemedicine and telepsychiatry as strategies to increase access to services for Medicaid recipients.

Sec. 1846. From the funds appropriated in part 1 for graduate medical education, the department shall distribute the funds with an emphasis on the following health care workforce goals:

(a) The encouragement of the training of physicians in specialties, including primary care, that are necessary to meet the future needs of residents of this state.

(b) The training of physicians in settings that include ambulatory sites and rural locations.

(c) The training of practitioners providing pediatric psychiatry services.

Sec. 1850. The department may allow Medicaid health plans to assist with maintaining eligibility through outreach activities to ensure continuation of Medicaid eligibility and enrollment in managed care. This may include mailings, telephone contact, or face-to-face contact with beneficiaries enrolled in the individual Medicaid health plan. Health plans may offer assistance in completing paperwork for beneficiaries enrolled in their plan.

Sec. 1851. From the funds appropriated in part 1 for adult home help services, the department shall allocate \$150,000.00 state general fund/general purpose revenue plus any associated federal match to develop and deploy a mobile electronic visit verification solution to create administrative efficiencies, reduce error, and minimize fraud. The development of the solution shall be predicated on input from the results of the 2017 stakeholder survey.

Sec. 1854. The funds appropriated in part 1 for program of all-inclusive care for the elderly (PACE) must support a current fiscal year enrollment cap that is not less than 6,920.

Sec. 1855. From the funds appropriated in part 1 for program of all-inclusive care for the elderly (PACE), to the extent that funding is available in the PACE line item and unused program slots are available, the department may do the following:

(a) Increase the number of slots for an already-established local PACE program if the local PACE program has provided appropriate documentation to the department indicating its ability to expand capacity to provide services to additional PACE clients.

(b) Suspend the 10 member per month individual PACE program enrollment increase cap in order to allow unused and unobligated slots to be allocated to address unmet demand for PACE services.

Sec. 1856. (1) From the funds appropriated in part 1 for hospice services, \$3,318,000.00 shall be expended to provide room and board for Medicaid recipients who meet hospice eligibility requirements and receive services at Medicaid enrolled hospice residences in this state. The department shall distribute funds through grants based on the total beds located in all eligible residences that have been providing these services as of October 1, 2017. Any eligible grant applicant may inform the department of their request to reduce the grant amount allocated for their residence and the funds shall be distributed proportionally to increase the total grant amount of the remaining grant-eligible residences. Grant amounts shall be paid out monthly with 1/12 of the total grant amount distributed each month to the grantees.

(2) By September 15 of the current fiscal year, each Medicaid-enrolled hospice with a residence that receives funds under this section shall provide a report to the department on the utilization of the grant funding provided in subsection (1). The report shall be provided in a format prescribed by the department and shall include the following:

- (a) The number of patients served.
- (b) The number of days served.
- (c) The daily room and board rates for the patients served.
- (d) If there is not sufficient funding to cover the total room and board need, the number of patients who did not receive care due to insufficient grant funding.

(3) If there is funding remaining at the end of the current fiscal year, the Medicaid-enrolled hospice with a residence shall return funding to the state.

Sec. 1857. By July 1 of the current fiscal year, the department shall explore the implementation of a managed care long-term support service.

Sec. 1858. By April 1 of the current fiscal year, the department shall report to the senate and house appropriations subcommittees on the department budget and the senate and house fiscal agencies on all of the following elements related to the current Medicaid pharmacy carve-out of pharmaceutical products as provided for in section 109h of the social welfare act, 1939 PA 280, MCL 400.109h:

- (a) The number of prescriptions paid by the department during the previous fiscal year.
- (b) The total amount of expenditures for prescriptions paid by the department during the previous fiscal year.
- (c) The number of and total expenditures for prescriptions paid for by the department for generic equivalents during the previous fiscal year.

Sec. 1859. The department shall partner with the Michigan Association of Health Plans (MAHP) and Medicaid health plans to develop and implement strategies for the use of information technology services for Medicaid research activities. The department shall make available state medical assistance program data, including Medicaid behavioral data, to MAHP and Medicaid health plans or any vendor considered qualified by the department for the purpose of research activities consistent with this state's goals of improving health; increasing the quality, reliability, availability, and continuity of care; and reducing the cost of care for the eligible population of Medicaid recipients.

Sec. 1860. By March 1 of the current fiscal year, the department shall provide a report to the senate and house appropriations subcommittees, the senate and house fiscal agencies, and the state budget office on uncollected co-pays and premiums in the Healthy Michigan plan. The report shall include information on the number of participants who have not paid their co-pays and premiums, the total amount of uncollected co-pays and premiums, and steps taken by the department and health plans to ensure greater collection of co-pays and premiums.

Sec. 1862. From the funds appropriated in part 1, the department shall maintain payment rates for Medicaid obstetrical services at 95% of Medicare levels effective October 1, 2014.

Sec. 1867. (1) The department shall continue a workgroup that includes psychiatrists, other relevant prescribers, and pharmacists to identify best practices and to develop a protocol for psychotropic medications. Any changes proposed by the workgroup shall protect a Medicaid beneficiary's current psychotropic pharmaceutical treatment regimen by not requiring a physician currently prescribing any treatment to alter or adjust that treatment.

(2) By March 1 of the current fiscal year, the department shall provide the workgroup's recommendations to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget office.

Sec. 1869. The department may allocate local funding, and any associated federal match, to a community-based residency training program, accredited by the Accreditation Council for Graduate Medical Education (ACGME) and operated by community-based organizations such as FQHCs, which operates from the local funds appropriated in this section, to administer a community-based residency training program. The funds appropriated in this section may be allocated and administered on a local level to communities with high disparities related to COVID-19 and high infant mortality rates for community and public health-based training programs for providers in family medicine. The community-based residency training program shall have a particular emphasis on addressing local psychiatric issues, local health disparities, and local maternal child health issues. The department may secure federal matching funds on local funds allocated in this section to serve Medicaid and uninsured individuals through this community-based residency training program.

Sec. 1870. (1) From the funds appropriated in part 1 for hospital services and therapy, the department shall appropriate \$6,400,000.00 in general fund/general purpose revenue plus any contributions from public entities, up to \$5,000,000.00, and any associated federal match to the MiDocs consortium to create new primary care residency slots in underserved communities. The new primary care residency slots must be in 1 of the following specialties: family medicine, general internal medicine, general pediatrics, general OB-GYN, psychiatry, or general surgery.

(2) The department shall seek any necessary approvals from CMS to allow the department to implement the program described in this section.

(3) Assistance with repayment of medical education loans, loan interest payments, or scholarships provided by MiDocs shall be contingent upon a minimum 2-year commitment to practice in an underserved community in this state post-residency and an agreement to forego any sub-specialty training for at least 2 years post-residency with the exception of a child and adolescent psychiatry fellowship which must be integrated with a psychiatry residency training program in a MiDocs affiliated institution.

(4) The MiDocs shall work with the department to integrate the Michigan inpatient psychiatric admissions discussion (MIPAD) recommendations and, when possible, prioritize training opportunities in state psychiatric hospitals and community mental health organizations.

(5) The department shall maintain the MiDocs initiative advisory council to help support implementation of the program described in this section, and provide oversight. The advisory council shall be composed of the MiDocs consortium, the Michigan Area Health Education Centers, the Michigan Primary Care Association, the Michigan Center for Rural Health, the Michigan Academy of Family Physicians, and any other appointees designated by the department.

(6) By September 1 of the current fiscal year, MiDocs shall 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, on the following:

- (a) Audited financial statement of per-resident costs.
- (b) Education and clinical quality data.
- (c) Roster of trainees, including areas of specialty and locations of training.
- (d) Medicaid revenue by training site.

(7) Outcomes and performance measures for this program include, but are not limited to, the following:

(a) Increasing this state's ability to recruit, train, and retain primary care physicians and other select specialty physicians in underserved communities.

(b) Maximizing training opportunities with community health centers, rural critical access hospitals, solo or group private practice physician practices, schools, and other community-based clinics, in addition to required rotations at inpatient hospitals.

(c) Increasing the number of residency slots for family medicine, general internal medicine, general pediatrics, general OB-GYN, psychiatry, and general surgery.

(8) Unexpended and unencumbered funds up to a maximum \$6,400,000.00 in general fund/general purpose revenue plus any contributions from public entities, up to \$5,000,000.00, and any associated federal match remaining in accounts appropriated in part 1 for hospital services and therapy 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 the MiDocs consortium to create new primary care residency slots in underserved communities under this section until the work project has been completed. All of the following are in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the work project is to fund the cost of the MiDocs consortium to create new primary care residency slots in underserved communities.

(b) The work project will be accomplished by contracting with the MiDocs consortium to oversee the creation of new primary care residency slots.

(c) The total estimated completion cost of the work project is \$20,200,000.00.

(d) The tentative completion date is September 30, 2026.

Sec. 1871. The funds appropriated in part 1 for the Healthy Michigan plan healthy behaviors incentives program shall only provide reductions in cost-sharing responsibilities and shall not include other financial rewards such as gift cards.

Sec. 1872. From the funds appropriated in part 1 for personal care services, the department shall maintain the monthly Medicaid personal care supplement paid to adult foster care facilities and homes for the aged that provide personal care services to Medicaid recipients in place during the previous fiscal year.

Sec. 1873. From the funds appropriated in part 1 for long-term care services, the department may allocate up to \$3,700,000.00 for the purpose of outreach and education to nursing home residents and the coordination of housing in order to move out of the facility. In addition, any funds appropriated shall be used for other quality improvement activities of the program. The department shall consider working with all relevant stakeholders to develop a plan for the ongoing sustainability of the nursing facility transition initiative.

Sec. 1874. The department shall ensure, in counties where program of all-inclusive care for the elderly or PACE services are available, that the program of all-inclusive care for the elderly (PACE) is included as an option in all options counseling and enrollment brokering for aging services and managed care programs, including, but not limited to, Area Agencies on Aging, centers for independent living, and the MiChoice home and community-based waiver. Such options counseling must include approved marketing and discussion materials.

Sec. 1875. (1) The department and its contractual agents may not subject Medicaid prescriptions to prior authorization procedures during the current fiscal year if that drug is carved out and is not subject to prior authorization procedures as of January 22, 2021, and is generally recognized in a standard medical reference or the American Psychiatric Association's Diagnostic and Statistical Manual for the Treatment of a Psychiatric Disorder.

(2) The department and its contractual agents may not subject Medicaid prescriptions to prior authorization procedures during the current fiscal year if that drug is carved out or is not subject to prior authorization procedures as of January 22, 2021 and is a prescription drug that is generally recognized in a standard medical reference for the treatment of human immunodeficiency virus or acquired immunodeficiency syndrome, epilepsy or seizure disorder, or organ replacement therapy. The department shall explore including medications for the treatment of Duchenne Muscular Dystrophy on the list of Medicaid prescriptions not subject to prior authorization.

(3) As used in this section, "prior authorization" means a process implemented by the department or its contractual agents that conditions, delays, or denies delivery of particular pharmacy services to Medicaid beneficiaries upon application of predetermined criteria by the department or its contractual agents to those pharmacy services. The process of prior authorization often requires that a prescriber do 1 or both of the following:

(a) Obtain preapproval from the department or its contractual agents before prescribing a given drug.

(b) Verify to the department or its contractual agents that the use of a drug prescribed for an individual meets predetermined criteria from the department or its contractual agents for a prescription drug that is otherwise available under the Medicaid program in this state.

Sec. 1879. (1) The department shall maintain a single, standard preferred drug list to be used by all contracted Medicaid managed health care programs. Changes to the preferred drug list shall be made in consultation with all contracted managed health care programs and the Michigan pharmacy and therapeutics committee to ensure sufficient access to medically necessary drugs for each disease state. The department has final authority over the list and shall design the list to ensure access to clinically effective and appropriate drug therapies and maximize federal rebates and supplemental rebates.

(2) By July 15 of the current fiscal year, the department shall submit a 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 that compares the managed care pharmacy expenditures, utilization, and rebates before implementing a single, standard preferred drug list to managed care pharmacy expenditures, utilization, and rebates after implementing a single, standard preferred drug list. The report shall include data on collected rebates, pharmacy utilization, and expenditures by quarter for at least 8 quarters before implementing a single, standard preferred drug list, and the experienced rebates, pharmacy utilization, and expenditures for at least 6 quarters, and the projected rebates, pharmacy utilization, and expenditures for quarters 7 through 12 after implementing a single, standard preferred drug list. The data shall be aggregated by the department so as not to disclose the proprietary or confidential drug-specific information, or the proprietary or confidential information that directly or indirectly identifies financial information linked to a single manufacturer.

Sec. 1881. The managed care capitation rates for the fiscal year ending September 30, 2022 shall not include a 2-way risk corridor.

Sec. 1888. The department shall establish contract performance standards associated with the capitation withhold provisions for Medicaid health plans at least 3 months before the implementation of those standards. The determination of whether performance standards have been met shall be based primarily on recognized concepts such as 1-year continuous enrollment and the healthcare effectiveness data and information set, HEDIS, audited data.

Sec. 1894. By March 1 of the current fiscal year, the department shall 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 on the Healthy Kids Dental program. The report shall include, but is not limited to, the following:

(a) The number of children enrolled in the Healthy Kids Dental program who visited the dentist during the previous fiscal year broken down by dental benefit manager.

(b) The number of dentists who accept payment from the Healthy Kids Dental program 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.

INFORMATION TECHNOLOGY

Sec. 1901. (1) The department shall provide a report on a quarterly 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 outcomes.

(b) If the department decides not to contract the services out to design and implement each element of the information technology expansion, the department's own project plan that includes, at a minimum, the requirements in subdivision (a).

(c) A recommended project management plan with milestones and time frames.

(d) The proposed benefits from implementing the information technology expansion, including customer service improvement, form reductions, potential time savings, caseload reduction, and return on investment.

(e) Details on the implementation of the integrated service delivery project, and the progress toward meeting the outcomes and performance measures listed in section 1904(2) of this part.

(f) A list of projects approved in the previous quarter and the purpose for approving each project including any federal, state, court, or legislative requirement for each project.

(2) Once an award for an expansion of information technology is made, the department shall 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 a projected cost of the expansion broken down by use and type of expense.

Sec. 1902. From the funds appropriated in part 1 for the Michigan Medicaid information system (MMIS) line item, private revenue may be received from and allocated for other states interested in participating as part of the broader MMIS initiative. By March 1 of the current fiscal year, the department shall provide a report on the use of MMIS by other states for the previous fiscal year, including a list of states, type of use, and revenue and expenditures related to the agreements with the other states to use the MMIS. The report shall be provided to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the state budget office.

Sec. 1903. (1) The department shall 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 by November 1 of the current fiscal year the status of an implementation plan regarding the appropriation in part 1 to modernize the MiSACWIS. The report shall include, but not be limited to, an update on the status of the settlement and efforts to bring the system in compliance with the settlement and other federal guidelines set forth by the United States Department of Health and Human Services Administration for Children and Families.

(2) The department shall report quarterly 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 status report on the planning, implementation, and operation, regardless of the current operational status, regarding the appropriation in part 1 to implement the MiSACWIS. The report shall provide details on the planning, implementation, and operation of the MiSACWIS, including, but not limited to, all of the following:

(a) Areas where implementation went as planned, and in each area including whether the implementation results in either enhanced user interface or portal access, conversion to new modules, or substantial operation improvement to the MiSACWIS.

(b) The number of known issues.

(c) The average number of help tickets submitted per day.

(d) Any additional overtime or other staffing costs to address known issues and volume of help tickets.

(e) Any contract revisions to address known issues and volume of help tickets.

(f) Other strategies undertaken to improve implementation, and for each strategy area including whether the implementation results in either enhanced user interface or portal access, conversion to new modules, or substantial operation improvement to the MiSACWIS.

(g) Progress developing cross-system trusted data exchange with the MiSACWIS.

(h) Progress in moving away from a statewide automated child welfare information system (SACWIS) to a comprehensive child welfare information system (CCWIS).

(i) Progress developing and implementing a program to monitor data quality.

(j) Progress developing and implementing custom integrated systems for private agencies.

(k) A list of all change orders, planned or in progress.

(l) The status of all change orders, planned or in progress.

(m) The estimated costs for all planned change orders.

(n) The estimated and actual costs for all change orders in progress.

(3) By July 1 of the current fiscal year, the department shall submit to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the house and senate policy offices a report on the department's efforts and recommendations to develop and implement a simpler and more streamlined process for the annual renewal of the licenses for family foster care homes, and the development of a simpler and more efficient version of the application form for renewal of the licenses for family foster care homes.

Sec. 1904. (1) From the funds appropriated in part 1 for the technology supporting integrated service delivery line item, the department shall maintain information technology tools and enhance existing systems to improve the eligibility and enrollment process for citizens accessing department administered programs. This information technology system shall consolidate beneficiary information, support department caseworker efforts in building a success plan for beneficiaries, and better support department staff in supporting enrollees in assistance programs.

(2) Outcomes and performance measures for the initiative under subsection (1) include, but are not limited to, the following:

(a) Successful consolidation of data warehouses maintained by the department.

(b) The amount of time a department caseworker devotes to data entry when initiating an enrollee application.

(c) A reduction in wait times for persons enrolled in assistance programs to speak with department staff and get necessary changes made.

(d) A reduction in department caseworker workload.

Sec. 1905. (1) The department shall report on a quarterly basis to the chairs of the senate and house standing committees on appropriations, the senate and house appropriations subcommittees on the department budget, the senate and house appropriations subcommittees on the general government budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office on all of the following:

(a) Fiscal year-to-date information technology spending for the current fiscal year by service and project and by line-item appropriation.

(b) Planned information technology spending for the remainder of the current fiscal year by service and project and by line-item appropriation.

(c) Total fiscal year-to-date information technology spending and planned spending for the current fiscal year by service and project and by line-item appropriation.

(d) A list of all information technology projects estimated to cost more than \$250,000.00 that exceed their allotted budget and all information technology projects that have exceeded their allotted budget by 25% or more.

(2) As used in subsection (1), "project" includes, but is not limited to, all of the following major projects:

(a) Community health automated Medicaid processing system (CHAMPS).

(b) Bridges and MiBridges eligibility determination.

(c) MiSACWIS.

(d) Integrated service delivery.

(3) The department shall develop a strategic plan for information technology services and projects for the department. The strategic plan shall identify any scheduled changes in the federal and state shares of costs related to information technology services and projects over the 5-year period. As part of the strategic plan, the department shall include total information technology expenditures from the previous fiscal year by fund source and total information technology appropriations as a percentage of total department appropriations by fund source, by completed project, for all information technology expenditures in the previous fiscal year. All projects beginning after October 1, 2021 will follow department of technology, management and budget benefits realization methodology, for reporting when completed in a future fiscal year's report. The strategic plan shall also develop benchmarks for comparison that include, for the previous 5 fiscal years, the department's information technology spending compared to the spending in the areas of public health, Medicaid, child protective services, child welfare, family and social services, human services, and child support enforcement for similar departments in 3 other states located in the Midwest.

Sec. 1907. By October 1 and March 1 of the current fiscal year, the department shall report 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 all current, contracted information technology-related projects, total contractual costs, spending in previous fiscal years, planned spending for the current fiscal year, and fiscal year-to-date spending, by project.

Sec. 1909. (1) From the funds appropriated in part 1 for child support automation, the department shall only encumber or expend funds for the operation, maintenance, and improvements of the Michigan child support enforcement system (MiCSES).

(2) From the funds appropriated in part 1 for bridges information system, the department shall only encumber or expend funds for the operation, maintenance, and improvements of Bridges and MIBridges.

(3) From the funds appropriated in part 1 for technology supporting integrated service delivery, the department shall only encumber or expend funds for the operation, maintenance, and improvements of integrated service delivery.

(4) From the funds appropriated in part 1 for Michigan Medicaid information system, the department shall only encumber or expend funds for the operation, maintenance, and improvements of the community health automated Medicaid processing system (CHAMPS).

(5) From the funds appropriated in part 1 for Michigan statewide automated child welfare information system, the department shall only encumber or expend funds for the operation, maintenance, and improvements of MiSACWIS.

(6) From the funds appropriated in part 1 for comprehensive child welfare information system, the department shall only encumber or expend funds for the operation, maintenance, and improvements to the comprehensive child welfare information system.

(7) From the funds appropriated in part 1 for comprehensive child welfare information system, the department shall allocate \$3,762,200.00 to develop a new information system to replace MiSACWIS consistent with the plan provided by the department to the United States District Court for Eastern District of Michigan as a part of the settlement. The development of the comprehensive child welfare information system shall adhere to department of technology, management, and budget and IT Investment Fund (ITIF) policies and practices, including use of the state unified information technology environment methodology and agile development. The project team shall also participate in and comply with the enterprise portfolio management office process and product quality assurance. To ensure full transparency, the project shall be included in the ITIF portfolio for executive, legislative, and external reporting purposes. As a component of the ITIF portfolio, the project is subject to governance and oversight by the IT investment management board.

Sec. 1910. (1) From the funds appropriated in part 1, \$286,859,200.00 is appropriated for information technology services and projects including:

(a) \$63,867,200.00 for bridges information system.

(b) \$21,543,500.00 for Michigan statewide automated child welfare information system.

(c) \$137,882,200.00 for Michigan Medicaid information system.

(d) \$43,819,500.00 for child support automation.

(e) \$15,984,600.00 for technology supporting integrated service delivery.

(f) \$3,762,200.00 for comprehensive child welfare information system.

(2) For all expenditures of funds appropriated in subsection (1), the department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices by April 1 of the current fiscal year total information technology expenditures from the previous fiscal year and all information technology expenditures made under an agile software development plan from the previous fiscal year with details on the agile software implementation.

(3) From the funds appropriated as described in subsection (1)(f) for comprehensive child welfare information system, this state shall be the owner of any software purchased or developed from the expenditures made under this subsection or it shall be committed to the public domain.

(4) From the funds appropriated as described in subsection (1)(f) for comprehensive child welfare information system, \$1,000,000.00 of these funds shall be used by the department to choose a product owner that will implement a user-centered design that includes user stories into the development of a comprehensive child welfare information system. The department shall report by March 1 of the current fiscal year to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices on the selection of a product owner for the comprehensive child welfare information system.

(5) From the funds appropriated as described in subsection (1)(f) for comprehensive child welfare information system, \$1,000,000.00 of these funds shall be used by the department to provide updates as requested by the chairs of the house and senate appropriations committees or the chairs of the house and senate appropriations subcommittees on the department budget. Information updates provided by the department, upon request, shall also be accessible to the house and senate fiscal agencies, the house and senate policy offices, and the state budget office on the status of the work completed to date. The updates shall include demonstrations of the completed work during the sprint period. During these demonstrations, the department shall provide a quality assessment surveillance plan as shown in appendix B of “De-risking custom technology projects” from the United States General Services Administration. At each demonstration, the department shall validate which user stories have been included into the software development and the remaining user stories that will be included into the product.

(6) As used in this section:

(a) “Agile software development” means the use of development methodologies using iterative development with work completed by cross-functional teams of software development.

(b) “Product owner” means a department employee who iteratively prioritizes and defines the work for the product team, works with users, stakeholders, technologists, and the software vendor to envision the direction for the product, and ensures that value is being delivered to end users as quickly as possible.

(c) “User-centered design” means software development that places the highest priority on the needs of the specific people who are expected to use the software.

(d) “User stories” means a task that the agile software development team will focus on over a given 2-week development period and includes clearly labeled progress toward meeting the needs of the end users.

ONE-TIME APPROPRIATIONS

Sec. 1950. From the funds appropriated in part 1 for community-based coverage entity, the department shall allocate \$1,000,000.00 to a health care coverage program located in a county with a population between 172,000 and 173,000 according to the 2010 federal decennial census for low income workers in a “three-share model” where costs are shared between local business, local workers, and the public. The funds appropriated in this section must, at a minimum, be used to support the public share of the health coverage program.

Sec. 1951. From the funds appropriated in part 1 for lead poisoning prevention fund, the department shall allocate \$10,000,000.00 to the lead poisoning prevention fund established according to section 1913 of article 6 of 2020 PA 166 for loans to landlords and homeowners to remediate lead hazards from their property.

Sec. 1952. From the funds appropriated in part 1 for Special Olympics capital improvement project, the department shall allocate \$1,000,000.00 to a nonprofit organization organized under the laws of this state that is exempt from federal income tax under section 501(c)(3) of the internal revenue code of 1986, 26 USC 501, and with a stated mission to provide year-round sports training and athletic competition for children and adults with intellectual disabilities. The funding shall be used to perform capital improvements on a facility located in a county with a population between 500,000 and 825,000 according to the 2010 federal decennial census and ensure the facility complies with the Americans with disabilities act of 1990, Public Law 101-336.

Sec. 1953. From the funds appropriated in part 1 for hospital infrastructure improvements, the department shall appropriate \$2,826,000.00 to a hospital located in a village with a population between 250 and 1,000 within a county with a population between 61,300 and 63,900, according to the 2010 federal decennial census, for critical infrastructure improvements.

Sec. 1954. From the funds appropriated in part 1 for first responder and public safety staff mental health, the department shall allocate \$2,500,000.00 towards a program to support firefighters, police officers, emergency

medical services personnel, dispatchers, and correctional officers suffering from post-traumatic stress syndrome and other mental health conditions. The program will primarily provide grants to behavioral health providers and may also include funding to the Michigan crisis and action line established under section 165 of the mental health code, 1974 PA 258, MCL 330.1165, to improve information and referrals for these services. The program must coordinate and integrate with the Michigan crisis and access line established under section 165 of the mental health code, 1974 PA 258, MCL 330.1165.

Sec. 1955. (1) From the funds appropriated in part 1 for hospital behavioral health pilot program, the department shall appropriate \$4,500,000.00 to McLaren Greater Lansing for a pilot program located in a county with a population between 280,000 and 281,000 according to the 2010 federal decennial census for the purpose of operating a pilot program to ensure that the behavioral and physical health needs of residents of this state are addressed. This pilot program shall seek to provide additional behavioral health services in a more efficient manner due to a partnership with state-based institutions on staffing assistance and shared services with a Michigan-based health system. The pilot program shall do all of the following:

- (a) Connect participants with available benefits.
- (b) Help participants maintain eligibility.
- (c) Link participants with necessary health care services.
- (d) Maintain participants' medication routines.
- (e) Address participants' barriers to care.

(2) For the duration of the pilot program, the department shall allow for the direct referral of patients to the pilot program. It is the intent of the legislature that this pilot program shall be designed to last 3 years and that the pilot program not exceed a maximum bed capacity of 45 beds.

(3) By September 30 of the current fiscal year, the managing entity of the pilot program shall submit a report to the department, 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. The report shall include, at a minimum, all of the following:

- (a) The number of patients served by the pilot program.
- (b) A breakdown of state expenditures for the pilot program.
- (c) A breakdown of cost savings compared to a facility solely operated by the state.
- (d) The average length of a patient stay.
- (e) The number of readmissions of a patient in a 365-day period.
- (f) The number of staffing hours worked by university students.
- (g) The number of admitted patients.
- (h) The distance traveled to reach the facility.
- (i) The number of patients who had previously been admitted to a mental health facility.
- (j) The number of patients who were admitted to a mental health facility for the first time.

Sec. 1956. From the funds appropriated in part 1 for healthy communities grant, \$300,000.00 shall be allocated for a 1-time grant to Leaders Advancing and Helping Communities for community healthy living, obesity prevention, and substance abuse prevention programs.

Sec. 1957. From the funds appropriated in part 1 for kids' food basket, the department shall allocate \$525,000.00 to fund a project with a nonprofit, community-based organization organized under the laws of this state that is exempt from federal income tax under section 501(c)(3) of the internal revenue code of 1986, 26 USC 501, and is located in a city with a population between 185,000 and 195,000 according to the 2010 federal decennial census which city is located in a county with a population between 600,000 and 605,000 according to the 2010 federal decennial census. The nonprofit organization recipient shall have an existing network of food delivery to low-income children to at least 3 counties in this state. The nonprofit organization shall use the funds for increased operational costs due to the coronavirus pandemic and for expansion of services to additional schools and communities. The funding may be used to cover employee costs, food and supplies, equipment, and other operational costs identified by the organization to support their mission and goals.

Sec. 1958. From the funds appropriated in part 1 for narcotics awareness program, the department shall allocate \$4,000,000.00 to a nonprofit organization organized under the laws of this state that is exempt from federal income tax under section 501(c)(3) of the internal revenue code of 1986, 26 USC 501, and with headquarters in a township with a population between 96,500 and 97,000 within a county with a population between 700,000 and 1,000,000, according to the 2010 federal decennial census. To be eligible to receive funding, the nonprofit organization must have a stated mission to offer community-based, compassionate, best-practice/evidence-based services to those suffering from addiction, as well as their loved ones, and to erase the stigma of addiction and instill compassion and hope.

Sec. 1959. From the funds appropriated in part 1 for substance abuse community and school outreach, the department shall allocate \$250,000.00 to a coalition located in a county with a population of at least 1,500,000 with an aim to lead and support communities to dispel the myths and stigmas about drug addiction through public education, sharing stories of recovery, partnering with local and state leaders, creating positive social changes, and providing recovery support services for those in need.

Sec. 1960. (1) From the funds appropriated in part 1 for unified clinics resiliency center for families and children, the department shall allocate \$750,000.00 to a 4-year state university located in a county with a population between 250,000 and 251,000 according to the 2010 federal decennial census to be used to develop and operate a resiliency center for families and children to address the multifaceted needs of those experiencing trauma, toxic stress, chronic disability, neurodevelopmental disorders, or addictions.

(2) Outcomes and performance measures for the resiliency center funded under this section shall include, but not be limited to, the following:

- (a) The number of children and families who received services from the center.
- (b) The types of screening offered by the center and the number of clients that received each screening type.
- (c) The number of trauma assessments completed through the center's programs and the average cost of a trauma assessment for each type of client, including children, adults, and families.
- (d) The types of services offered by the center and the number of clients that received each service type.
- (e) The number of referrals for services made to children and families.
- (f) A breakdown of the expenditures made for the development of the resiliency center for families and children by major category.

(3) By August 1 of the current fiscal year, the resiliency center for families and children shall report 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 status of the development of the resiliency center funded under this section and on the information required in subsection (2).

(4) The unexpended portion of funds appropriated in part 1 for unified clinics resiliency center for families and children is designated as a work project appropriation. Any unencumbered or unallotted funds shall not lapse at the end of the fiscal year and shall be available for expenditure for the project under this section until the project has been completed. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the work project is to provide funding for the operation and maintenance of a unified clinics resiliency center for families and children as provided by this section.

(b) The project will be accomplished through funding to a 4-year state university for the operation and maintenance of the center.

(c) The total estimated cost of the work project is \$750,000.00 of general fund/general purpose revenue.

(d) The estimated completion date is September 30, 2024.

(5) It is the intent of the legislature that this is the second year out of 3 years that funding is to be provided by the legislature for the unified clinics resiliency center for families and children described in this section, and that in the following year, \$750,000.00 be provided by the legislature.

Sec. 1961. (1) From the funds appropriated in part 1 for jail diversion fund, the department shall allocate \$5,000,000.00 to create the jail diversion fund. The jail diversion fund shall be administered by the mental health diversion council, in accordance with recommendations of the Michigan joint task force on jail and pretrial incarceration.

(2) The mental health diversion council shall distribute grants to local entities for the purpose of establishing or expanding jail diversion programs in partnership with local law enforcement and private or public behavioral health service providers. Grants must be distributed as follows:

(a) Half shall be distributed to community-based mobile crisis intervention services in partnership between law enforcement and mental health practitioners. The mental health diversion council must give priority to grant applications that demonstrate a commitment to a comprehensive co-response model that includes at least all of the following:

- (i) Full integration with existing 911 dispatch centers.
- (ii) Inclusion of both co-responder clinicians and co-responder peers.
- (iii) Access to residential treatment facilities.
- (iv) Inclusion of telehealth response and follow-up services.
- (v) Mental health professionals employed independently from law enforcement.
- (vi) Other best practices as identified by the council.

(b) Half shall be distributed to any type of pre-arrest or post-arrest diversion program in which individuals with behavioral health needs are identified and diverted out of the criminal justice system. The mental health diversion council must give priority to local entities located in counties without an urbanized area of at least 50,000 people, according to the 2010 federal decennial census.

(3) Grant applications may be made by any applicable local entity and must be distributed to local entities using a prospective payment methodology.

(4) The department shall seek federal authority as outlined under section 9813 of the American Rescue Plan Act of 2021, Public Law 117-2, to utilize enhanced federal Medicaid matching funds for the operation of the programs described in this section. It is the intent of the legislature that local entities receiving grants under this section 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 shelters, food pantries, or other similar services.

(f) The number of individuals served by co-responder-attended calls broken down by age, gender, and race and ethnicity.

(g) The reduction in frequency of law enforcement interaction with known frequently served individuals.

(h) The number of follow-up visits, including method and location.

(i) The overall program costs broken down by administration, training, co-responder clinician, co-responder, and per-call costs.

(6) The unexpended funds appropriated in part 1 for jail diversion fund are designated as a work project appropriation, and any unencumbered or unallotted funds do not lapse at the end of the fiscal year and are available for expenditures for projects under this section until the fund is depleted. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to distribute grant funds to local entities establishing or expanding jail diversion programs.

(b) The projects will be accomplished through grants to local entities establishing or expanding jail diversion programs in partnership with local law enforcement and private or public behavioral health service providers.

(c) The total estimated cost of the work project is \$5,000,000.00.

(d) The tentative completion date is September 30, 2025.

Sec. 1962. From the funds appropriated in part 1 for statewide health information exchange projects, the department shall allocate \$1,750,000.00 to a public and private nonprofit collaboration that is designated as this state's statewide health information exchange by cooperative agreement to implement health information technology strategies for health information exchange development, data management, and population health at a statewide level.

Sec. 1963. From the funds appropriated in part 1 for senior citizen center program grants, the department shall allocate \$150,000.00 for a grant program administered by the aging and adult services agency to support health-related senior programs at multipurpose senior citizen centers. Program goals shall include mental and physical health maintenance and improvement for senior participants. Grant awards shall not exceed \$5,000.00 for a program. Grantees are encouraged to match the funding with participant fees or other nonstate source of funds. A private housing facility with senior activity programs is not eligible for the grant program.

Sec. 1964. From the funds appropriated in part 1 for nonprofit mental health clinics, the department shall allocate \$200,000.00 as grants to nonprofit mental health clinics that provide counseling services, accept clients regardless of their ability to pay for services through sliding scale copayments and volunteer services, and that use fundraising to support their clinic. The maximum grant per clinic is \$100,000.00 and as a condition of receiving these grants, the clinic must have at least a like amount of funds collected through fundraising as the state grant award. By December 15 of the current fiscal year, the department shall submit a report on the number of grant applications and the status of the grant awards 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.

Sec. 1965. From the funds appropriated in part 1 for behavioral health patient health information tool, the department shall allocate \$600,000.00 to create an online and interactive version of the protected health information consent tool and make any revisions to the tool to reflect any recent legislative changes. The contracting entity that receives the funds appropriated in this section must also develop accompanying trainings and resources for users. Additionally, the contracting entity that receives the funds appropriated in this section must work closely with the department and its vendors to effectuate the substance use disorder health information technology plan as cited in the special terms and conditions of the relevant federal demonstration waiver approved under section 1115 of the social security act, 42 USC 1315. This includes, but is not limited to, working with the Michigan Health Information Network and the department to develop the technical specifications for integrating the protected health information consent tool with other relevant systems and applications, including, but not limited to, the eConsent tool, provider electronic health records, and state databases such as the MDHHS Data Warehouse and CareConnect 360.

Sec. 1966. (1) From the funds appropriated in part 1 for human trafficking victims inclusive services grant program, the department shall allocate \$500,000.00 to create and implement the human trafficking victims services expansion pilot program. The pilot program shall utilize victim-centered and trauma informed approaches to serve human trafficking victims.

(2) The human trafficking victims services expansion pilot program is a 3-year project administered by the division of victim services and shall do all of the following:

(a) Encourage the development of specific and dedicated human trafficking victims services.

(b) Focus on building capacity within eligible organizations to offer services specifically designed to meet the needs of human trafficking victims.

(c) Provide training and technical assistance to established organizations that support the development of human trafficking victims services that align with the criteria set forth in subsection (4).

(d) Increase organizations' capacity to provide victim services designed to meet the unique needs of human trafficking victims.

(e) Fund human trafficking service organizations that agree to develop services and accompanying policies and procedures for human trafficking victims aligned with the criteria of subsection (4).

(3) By January 1 of the current fiscal year, the division of victim services shall make available to eligible entities the human trafficking victims service expansion pilot request for proposal.

(4) In order to be considered for funding under the human trafficking victims service expansion pilot program, eligible organizations must meet all of the following:

(a) Be a nonprofit organization that is exempt from taxation under section 501(c)(3) of the internal revenue code, 26 USC 501.

(b) Have engaged in at least 1 year of providing human trafficking victims services or demonstrate meaningful collaboration with a human trafficking organization in its community.

(c) Adhere to the mission of the human trafficking health advisory board created in the human trafficking health advisory board act, 2014 PA 461, MCL 752.991 to 752.994.

(d) Agree to develop policies and procedures and provide services in accordance with the standards set forth by the division of victim services throughout the duration of the pilot program that include, at a minimum, both of the following:

(i) Providing victim-centered services.

(ii) Providing empowerment-based services that encourage self-determination.

(5) The unexpended portion of funds appropriated in part 1 for human trafficking victims inclusive services grant program is designated as a work project appropriation. Any unencumbered or unallotted funds shall not lapse at the end of the fiscal year and shall be available for expenditure for the project under this section until the project has been completed. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the work project is to provide funding for human trafficking victims services expansion pilot as provided by this section.

(b) The project will be accomplished through funding to the division of victim services for administration of the pilot program.

(c) The total estimated cost of the work project is \$500,000.00 of general fund/general purpose revenue.

(d) The estimated completion date is September 30, 2024.

(6) As used in this section, "human trafficking" means any of the following:

(a) Sex trafficking in which a commercial sex act is induced by force, fraud, or coercion, or in which the person induced to perform that act has not attained 18 years of age.

(b) The recruitment, harboring, transportation, provision, or obtaining of a person for labor or services, through the use of force, fraud, or coercion for the purpose of subjection to involuntary servitude, peonage, debt bondage, or slavery.

(c) A violation under chapter LXVIIA of the penal code, 1931 PA 328, MCL 750.462a to 750.462h.

Sec. 1967. (1) From the funds appropriated in part 1 for legal assistance, \$20,000.00 shall be distributed to a county legal assistance center located in a city with a population between 4,900 and 5,000 according to the 2010 federal decennial census, within a county with a population between 111,400 and 111,500, according to the 2010 federal decennial census. The grantee must provide civil law legal assistance to low-income individuals.

(2) The funds appropriated in part 1 for legal assistance shall be disbursed no later than March 1 of the current fiscal year.

Sec. 1968. (1) From the funds appropriated in part 1 for long-term care facility supports – state fiscal recovery funds, the department shall allocate \$37,500,000.00 for a supplemental payment to nursing facilities.

(2) The intent of the payment described in subsection (1) is to address the economic impact of the COVID-19 public health emergency on nursing home providers in the current fiscal year.

Sec. 1969. (1) From the funds appropriated in part 1 for nurse practitioner expansion program, the department shall allocate \$1,573,000.00 general fund/general purpose funds for a 4-year pilot program to increase the number of prepared advanced practice psychiatric-mental health nurse practitioners to expand access to mental health services and provide care in underserved communities throughout the state. The office of nursing programs may oversee the program. The program shall be piloted through a college of nursing at a 4-year state university located in a county with a population greater than 1,500,000 according to the 2010 federal decennial census.

(2) The unexpended portion of funds appropriated in part 1 for nurse practitioner expansion program is designated as a work project appropriation. Any unencumbered or unallotted funds shall not lapse at the end of the fiscal year and shall be available for expenditure for the project under this section until the project has been completed. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the work project is to recruit, educate, and train an additional 32 advanced practice psychiatric-mental health nurse practitioners and to provide each new psychiatric-mental health nurse practitioner student with a 1-time stipend to commit to practicing for 2 years in a medically underserved community upon completion of the student's program.

(b) The work project will be accomplished through funding to a 4-year state university with oversight by the department and the office of nursing programs.

(c) The total estimated cost of the work project is \$1,573,000.00 of general fund/general purpose revenue.

(d) The estimated completion date of the work project is September 30, 2026.

Sec. 1970. From the funds appropriated in part 1 for primary care and wellness services, \$1,000,000.00 shall be allocated for facility needs and services to be provided in clinic locations in the city of Detroit and Wayne County by a public nonprofit organization with a stated mission of enhancing the well-being of individuals by providing an array of comprehensive behavioral and physical health services in a trauma informed environment that promotes quality of life, continuous improvement, social awareness, and healing. Facility needs supported by this appropriation may include establishment of a psychiatric urgent care and crisis stabilization unit which may include building improvements or renovations, or purchase of fixed assets or equipment. Services supported by this appropriation may include integrated services including primary care, mental health, substance use recovery, dental health, and other related support services. Facility needs and services supported by this appropriation shall be for underserved populations in Detroit and surrounding Wayne County communities.

Sec. 1971. (1) From the funds appropriated in part 1 for injury control intervention – traumatic brain injury, \$5,000,000.00 shall be allocated for implementation of evidence-based, real-time, quality assurance decision support software in the treatment of traumatic brain injury and for protocols that are to be available to all hospitals providing those trauma services. The funds shall be used to purchase statewide licenses for traumatic brain injury treatment software and related software services and to offset hospital software integration costs. The department shall seek federal matching funds that may be available for implementation of this section.

(2) Funds appropriated for injury control intervention – traumatic brain injury shall be considered work project funds and shall not lapse at the close 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(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the work project is to provide funding for purchase of software to support treatment of traumatic brain injury cases.

(b) The projects will be accomplished by allocations to support implementation of support software.

(c) The total estimated cost of the work project is \$5,000,000.00.

(d) The tentative completion date is September 30, 2025.

Sec. 1972. From the funds appropriated in part 1 for the special residential care facility, the department shall allocate \$300,000.00 to a private nonprofit organization organized under the laws of this state that is exempt from federal income tax under section 501(c)(3) of the internal revenue code of 1986, 26 USC 501, that was established in 1960 and is a residential community for children and adults with intellectual and developmental disabilities administered by the Servants of Charity and has the mission of serving individuals with intellectual and developmental disabilities in an intentional, faith-based community.

Sec. 1973. From the funds appropriated in part 1 for northern psychiatric residency program, \$2,600,000.00 general fund/general purpose is allocated as grant funding to 3 Michigan health care systems specified in this section to establish a psychiatric residency training program in Northern Michigan to train at least 1 psychiatric resident within the specified hospital or hospital system. Each health care system shall provide training for at least 1 psychiatric resident to assist with providing mental health services in Northern Michigan and the Upper Peninsula. The grant funding must be distributed as follows:

(a) \$866,700.00 to a nonprofit health care system organized under the laws of this state that is exempt from federal income tax under section 501(c)(3) of the internal revenue code of 1986, 26 USC 501, that is located in a county with a population between 38,500 and 38,700 and in a city with a population between 13,500 and 17,500 according to the 2010 federal decennial census.

(b) \$866,700.00 to a nonprofit health care system organized under the laws of this state that is exempt from federal income tax under section 501(c)(3) of the internal revenue code of 1986, 26 USC 501, that is located in a county with a population between 32,600 and 33,000 and in a city with a population between 5,650 and 5,850 according to the 2010 federal decennial census.

(c) \$866,700.00 to a federally designated Regional Referral health care system that is located in a county with a population between 67,000 and 68,000 and in a city with a population between 21,300 and 21,900 according to the 2010 federal decennial census.

Sec. 1974. (1) From the funds appropriated in part 1 for complex medical condition center, the department shall allocate \$900,000.00 as a grant to a nonprofit organization which operates a facility in a county with a population of between 600,000 and 700,000 according to the 2010 federal decennial census and where children up to age 26 with weak immune systems can fulfill their social, emotional, and physical needs. The facility must provide a safe and infection-controlled environment consisting of MERV 14 air filtration, building pressurization, anti-microbial surfaces, and other hospital grade features. Programming must be specifically designed for children with complex medical conditions and their immediate family to interact socially and to feel a sense of belonging through the use of therapeutic, evidence-based, and organizational-led activities targeted to address both behavioral and physical health outcomes.

(2) The nonprofit organization shall partner with the largest provider-owned nonprofit Medicaid health maintenance organization headquartered in the same county for which the nonprofit organization is providing services to identify and enroll 100 qualifying children up to age 26 for programmatic services. The provider-owned nonprofit Medicaid health maintenance organization shall be responsible for the collection of data and metric identification for each of the 100 enrollees, including, but not limited to, utilization trends and health outcomes associated with isolation and loneliness, mental health concerns, emergency department visits, and hospitalizations.

(3) The provider-owned nonprofit Medicaid health maintenance organization shall create and utilize a new pilot program code to track the metrics identified in subsection (2). This program code shall encompass a group of services provided by the nonprofit organization, some of which align with existing reimbursable service codes such as care management and group therapy already authorized under the state's Medicaid program, and select other services, including, but not limited to, play therapy, parent support services, and transportation services where no code exists currently or are not currently authorized under the state's Medicaid program as reimbursable. Under the terms of this grant, the pilot program code shall include the full bundle of services including those nonreimbursable services. The following existing codes shall be included in the new pilot program code, group

therapy: 90853, care management: 99487, 99495, 99496, 98968, 98962, 99484, G9001, G9002, and G9007. The following services without existing codes shall also be required to be provided, social support or social support programming, play therapy or recreation therapy, educational support services, and parent/caregiver respite or support.

(4) By September 30 of the current fiscal year, the grant recipient shall submit a report to the department, demonstrating the effectiveness of the program in fulfilling the social, emotional, and physical needs of the patients they serve. This report shall include the data and metrics identified in subsection (2).

(5) The department shall explore Medicaid waiver options available from the Centers for Medicare and Medicaid which, upon approval, would authorize the department to expend Medicaid funds on similar supports and services as those offered under this program and pilot program code for Medicaid recipients.

(6) From the funds appropriated in part 1 for complex medical condition center, \$2,050,000.00 is allocated as a grant to a year-round recreation center in a county with a population of between 600,000 and 700,000 according to the 2010 federal decennial census and where children up to age 26 with weak immune systems can fulfill their social, emotional, and physical needs to assist in the acquisition costs for a new facility. The facility must create a safe and infection-controlled environment consisting of MERV 14 air filtration, building pressurization, anti-microbial surfaces, and other hospital grade features. Programming must be specifically designed for children with complex medical conditions and their immediate family to interact socially and to feel a sense of belonging through the use of therapeutic, evidence-based, and organizational-led activities targeted to address both behavioral and physical health outcomes.

(7) From the funds appropriated in part 1 for complex medical condition center, \$2,050,000.00 is allocated as a grant to a nonprofit establishing a year-round recreation center in a city with a population of between 19,000 and 22,000 within a county with a population of between 340,000 and 350,000 according to the 2010 federal decennial census to repurpose, renovate, and update existing space of a facility. The year-round recreation center will serve children with weak immune systems up to age 26 to help fulfill their social, emotional, and physical needs. The facility must create a safe and infection-controlled environment consisting of MERV 14 air filtration, building pressurization, anti-microbial surfaces, and other hospital grade features. Programming must be specifically designed for children with complex medical conditions and their immediate family to interact socially and to feel a sense of belonging through the use of therapeutic, evidence-based, and organizational-led activities targeted to address both behavioral and physical health outcomes.

Sec. 1975. (1) From the funds appropriated in part 1 for multicultural integration funding – state fiscal recovery funds, the department shall allocate \$4,400,000.00 to agencies providing physical and behavioral health services to multicultural populations.

(2) The funds described in subsection (1) shall not be released until recipient agencies can demonstrate that they will use the funds for services to disproportionately impacted communities as defined in United States Department of Treasury guidance for eligible expenditures of state and local fiscal recovery funds released in June of 2021.

Sec. 1976. From the funds appropriated in part 1 for technology upgrades, the department shall do both of the following:

(a) Allocate \$1,750,000.00 general fund/general purpose revenue, and any associated federal revenue, in order to support application technology upgrades for the Michigan Medicaid information system. The purpose of these funds is to support improvements to enhance system security and enable implementation of state and federal compliance measures.

(b) Allocate \$400,000.00 general fund/general purpose revenue, and any associated federal revenue, in order to support an automated collaboration software system and portal with the purpose of promoting administrative simplification between state health care contractors to streamline receipt, validation, and visualization of health plan contract performance. The system must provide a centralized communication and collaboration portal for 1-stop submission of contract deliverables, and support performance visualizations to help improve quality, address social determinants of health, and reduce health disparities through transparent collaboration between state health care payers and their health plans.

Sec. 1977. From the funds appropriated in part 1 for free health clinics, the department shall allocate \$250,000.00 to free health clinics operating in this state. The department shall distribute the funds in the same manner as the funds allocated under section 1140 of this article.

Sec. 1978. From the funds appropriated in part 1 for home health and safety, \$5,000,000.00 is allocated for the department to create a pilot health and safety fund grant program. The creation of the pilot program shall be supported by a work group which may include representatives from the department, Michigan energy utility

companies, residential energy efficiency and weatherization experts and companies, community-action agencies, low-income and affordable housing organizations, affordable housing owners and renters, and environmental and public health organizations. Funds from the pilot program shall be used for the purpose of making grants for construction, reconstruction, improvement, or repair of single-family and multi-family residential buildings to correct health and safety conditions as identified by the department's weatherization assistance program's energy audit, directed by the weatherization assistance manager that would require a deferral from participation in energy efficiency and weatherization programs targeted at low-income residential buildings.

ARTICLE 7

DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of insurance and financial services for the fiscal year ending September 30, 2022, from the following funds:

DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES

APPROPRIATION SUMMARY			
Full-time equated unclassified positions	6.0		
Full-time equated classified positions	372.5		
GROSS APPROPRIATION		\$	72,987,600
Interdepartmental grant revenues:			
Total interdepartmental grants and intradepartmental transfers			724,600
ADJUSTED GROSS APPROPRIATIONS		\$	72,263,000
Federal revenues:			
Total federal revenues			1,017,100
Special revenue funds:			
Total local revenues			0
Total private revenues			0
Total other state restricted revenues			71,245,900
State general fund/general purpose		\$	0
SEC. 102. DEPARTMENTAL ADMINISTRATION AND SUPPORT			
Full-time equated unclassified positions	6.0		
Full-time equated classified positions	23.5		
Unclassified salaries—FTEs	6.0	\$	845,300
Administrative hearings			181,700
Department services—FTEs	20.0		3,876,900
Executive director programs—FTEs	3.5		954,100
Property management			1,292,000
Worker's compensation			400
GROSS APPROPRIATION		\$	7,150,400
Appropriated from:			
Special revenue funds:			
Bank fees			534,700
Captive insurance regulatory and supervision fund			3,000
Consumer finance fees			211,300
Credit union fees			889,900
Deferred presentment service transaction fees			281,900
Insurance bureau fund			2,520,200
Insurance continuing education fees			66,300

For Fiscal Year
Ending Sept. 30,
2022

Insurance licensing and regulation fees		\$	1,957,300
MBLSLA fund			684,500
Multiple employer welfare arrangement			1,300
State general fund/general purpose		\$	0
SEC. 103. INSURANCE AND FINANCIAL SERVICES REGULATION			
Full-time equated classified positions	349.0		
Consumer services and protection—FTEs	95.0	\$	13,935,300
Financial institutions evaluation—FTEs	135.0		25,345,300
Insurance evaluation—FTEs	119.0		24,249,200
GROSS APPROPRIATION		\$	63,529,800
Appropriated from:			
Interdepartmental grant revenues:			
IDG from LARA, for debt management			724,600
Federal revenues:			
Federal revenues			1,017,100
Special revenue funds:			
Bank fees			5,909,300
Captive insurance regulatory and supervision fund			699,800
Consumer finance fees			2,908,000
Credit union fees			9,141,600
Deferred presentment service transaction fees			2,448,500
Insurance bureau fund			22,694,500
Insurance continuing education fees			868,400
Insurance licensing and regulation fees			10,058,200
MBLSLA fund			6,573,500
Multiple employer welfare arrangement			486,300
State general fund/general purpose		\$	0
SEC. 104. INFORMATION TECHNOLOGY			
Information technology services and projects		\$	2,307,400
GROSS APPROPRIATION		\$	2,307,400
Appropriated from:			
Special revenue funds:			
Bank fees			231,000
Consumer finance fees			95,300
Credit union fees			378,200
Deferred presentment service transaction fees			116,100
Insurance bureau fund			451,500
Insurance continuing education fees			23,300
Insurance licensing and regulation fees			745,700
MBLSLA fund			266,300
State general fund/general purpose		\$	0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS FOR FISCAL YEAR 2021-2022

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2021-2022 is \$71,245,900.00 and state spending from state sources to be paid to local units of government for fiscal year 2021-2022 is \$0.00.

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

Sec. 203. As used in this part and part 1:

- (a) "Department" means the department of insurance and financial services.
- (b) "Director" means the director of the department.
- (c) "FTE" means full-time equated.
- (d) "IDG" means interdepartmental grant.
- (e) "LARA" means the department of licensing and regulatory affairs.
- (f) "MBLSLA fund" means the restricted account established under section 8 of the mortgage brokers, lenders, and servicers licensing act, 1987 PA 173, MCL 445.1658.
- (g) "Subcommittees" means the subcommittees of the house of representatives and senate appropriations committees with jurisdiction over the budget for the department.

Sec. 204. The department and agencies receiving appropriations in this part and part 1 shall use the internet to fulfill the reporting requirements of this part. This requirement shall include transmission of reports via email to the recipients identified for each reporting requirement and it shall include placement of reports on an internet site.

Sec. 205. To the extent permissible under section 261 of the management and budget act, 1984 PA 431, MCL 18.1261, all of the following apply to funds appropriated in part 1:

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

Sec. 206. The department shall not take disciplinary action against an employee of the department or departmental agency in the state classified civil service because the employee communicates with a member of the legislature or a member's staff unless the communication is prohibited by law and the department or agency taking disciplinary action is exercising its authority as provided by law.

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

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

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

Sec. 209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report must summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The state budget office shall transmit the report to the chairpersons of the senate and house of representatives appropriations committees and the senate and house fiscal agencies.

Sec. 210. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$200,000.00 for federal contingency authorization. These funds are not available for expenditure until they have

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

Sec. 211. The department shall cooperate with the department of technology, management, and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for the department or each 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. 212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the chairpersons of the senate and house appropriations committees, the chairpersons of the subcommittees, 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 prior 2 fiscal years.

Sec. 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. 214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2022 are estimated at \$9,583,100.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at \$5,369,000.00. Total agency appropriations for retiree health care legacy costs are estimated at \$4,214,100.00.

Sec. 215. To the extent permissible under the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, the director shall take all reasonable steps to ensure businesses in deprived and depressed communities compete for and perform contracts to provide services or supplies, or both. The director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 216. (1) On a quarterly basis, the department shall report to the senate and house appropriations committees, the subcommittees, and the senate and house fiscal agencies the following information:

- (a) The number of FTEs in pay status by type of staff and civil service classification.
- (b) A comparison by line item of the number of FTEs authorized from funds appropriated in part 1 to the actual number of FTEs employed by the department at the end of the reporting period.
- (2) By March 1 of the current fiscal year, the department shall report to the senate and house appropriations committees, the subcommittees, and the senate and house fiscal agencies the following information:
 - (a) Number of employees that were engaged in remote work in 2021.
 - (b) Number of employees authorized to work remotely and the actual number of those working remotely in the current reporting period.
 - (c) Estimated net cost savings achieved by remote work.
 - (d) Reduced use of office space associated with remote work.

Sec. 217. Appropriations in part 1 shall, to the extent possible by the department, not be expended until all existing work project authorization available for the same purposes is exhausted.

Sec. 218. If the state administrative board, acting under section 3 of 1921 PA 2, MCL 17.3, transfers funds from an amount appropriated under this article, the legislature may, by a concurrent resolution adopted by a

majority of the members elected to and serving in each chamber, intertransfer funds within this article for the particular department, board, commission, officer, or institution.

Sec. 219. The department and agencies receiving appropriations in this part and part 1 shall receive and retain copies of all reports funded from appropriations in part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The department may electronically retain copies of reports unless otherwise required by federal or state guidelines.

Sec. 220. Not later than April 1, the department shall report on each specific policy change made to implement a public act affecting the department that took effect during the prior calendar year to the senate and house of representatives appropriations committees, the subcommittees, the joint committee on administrative rules, and the senate and house fiscal agencies.

Sec. 221. (1) From the funds appropriated in part 1, the department shall do all of the following:

(a) Report to the house and senate appropriations committees, the house and senate fiscal agencies, the house and senate policy offices, and the state budget office any amounts of severance pay for a department director, deputy director, or other high-ranking department official not later than 14 days after a severance agreement with the director or official is signed. The name of the director or official and the amount of severance pay must be included in the report required by this subdivision.

(b) Maintain an internet site that posts any severance pay in excess of 6 weeks of wages, regardless of the position held by the former department employee receiving severance pay.

(c) By February 1, report 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 total amount of severance pay remitted to former department employees during the fiscal year ending September 30, 2021, and the number of former department employees that were remitted severance pay during the fiscal year ending September 30, 2021.

(2) As used in this section, "severance pay" means compensation that is both payable or paid upon the termination of employment and in addition to either wages or benefits earned during the course of employment or generally applicable retirement benefits.

Sec. 222. (1) Any department, agency, board, commission, or public officer that receives funding under part 1 shall not:

(a) Require as a condition of accessing any facility or receiving services that an individual provide proof that he or she has received a COVID-19 vaccine except as provided by federal law or as a condition of receiving federal Medicare or Medicaid funding.

(b) Produce, develop, issue, or require a COVID-19 vaccine passport.

(c) Develop a database or make any existing database publicly available to access an individual's COVID-19 vaccine status by any person, company, or governmental entity.

(d) Require as a condition of employment that an employee or official provide proof that he or she has received a COVID-19 vaccine. This subdivision does not apply to any hospital, congregate care facility, or other medical facility or any hospital, congregate care facility, or other medical facility operated by a local subdivision that receives federal Medicare or Medicaid funding.

(2) A department, agency, board, commission, or public officer may not subject any individual to any negative employment consequence, retaliation, or retribution because of that individual's COVID-19 vaccine status.

(3) Subsection (1) does not prohibit any person, department, agency, board, commission, or public officer from transmitting proof of an individual's COVID-19 vaccine status to any person, company, or governmental entity, so long as the individual provides affirmative consent.

(4) If a department, agency, board, commission, subdivision, or official or public officer is required to establish a vaccine policy due to a federal mandate, it must provide exemptions to any COVID-19 vaccine policy to the following individuals:

(a) An individual for whom a physician certifies that a COVID-19 vaccine is or may be detrimental to the individual's health or is not appropriate.

(b) An individual who provides a written statement to the effect that the requirements of the COVID-19 vaccine policy cannot be met because of religious convictions or other consistently held objection to immunization.

(5) As used in this section, "public officer" means a person appointed by the governor or another executive department official or an elected or appointed official of this state or a political subdivision of this state.

Sec. 223. Unless prohibited by law, the department may accept credit card or other electronic means of payment for licenses, fees, or permits.

Sec. 224. 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, 2022. The report must include all of the following information for each expenditure:

- (a) Total amount of the expenditure.
- (b) Fund source for the expenditure.
- (c) Name of any vendors that created the production and the amount paid to each vendor.
- (d) Purpose of the production.

Sec. 225. From the funds appropriated in part 1 from the insurance bureau fund, funds may be expended to support legislative participation in insurance activities coordinated by insurance and legislative associations, in accordance with section 225 of the insurance code of 1956, 1956 PA 218, MCL 500.225.

INSURANCE AND FINANCIAL SERVICES REGULATION

Sec. 301. The department shall provide a report to the subcommittees, the senate and house fiscal agencies, and the state budget director by September 30 based on the annual rate filings from health insurance issuers that includes all of the following:

- (a) The number that are approved by the department.
- (b) The number that are denied by the department.
- (c) The percentage of rate filings processed within the applicable statutory time frames.
- (d) The average number of calendar days to process rate filings.

Sec. 302. In addition to the funds appropriated in part 1, the funds collected by the department in connection with a conservatorship under section 32 of the mortgage brokers, lenders, and servicers licensing act, 1987 PA 173, MCL 445.1682, and funds collected by the department from corporations being liquidated under the insurance code of 1956, 1956 PA 218, MCL 500.100 to 500.8302, must be appropriated for all expenses necessary to provide for the required services. Funds are available for expenditure when they are received by the department of treasury and must not lapse to the general fund at the end of the fiscal year. The total amount appropriated under this section and section 303 must not exceed \$400,000.00.

Sec. 303. The department may make available to interested entities customized listings of nonconfidential information in its possession. The department may establish and collect a reasonable charge to provide this service. The revenue from this service is appropriated when received and must be used to offset expenses to provide the service. Any balance of this revenue collected and unexpended at the end of the fiscal year must lapse to the appropriate restricted fund. The total amount appropriated under this section and section 302 must not exceed \$400,000.00.

Sec. 306. The department must electronically transmit the annual report prepared pursuant to section 238 of the insurance code of 1956, 1956 PA 218, MCL 500.238, and section 2108 of the banking code of 1999, 1999 PA 276, MCL 487.12108, to the subcommittees, senate and house fiscal agencies, and state budget director at the time of the publication of the report.

Sec. 307. The department must update examination manuals and letters of guidance to state-chartered financial institutions as necessary to reflect how the department will evaluate institutions that provide banking or other financial services to marijuana-related businesses or businesses that transport, test, grow, process, or sell marijuana based on the most recent state laws and guidance. The department may also include guidance or information on how federal law and regulations may impact state-chartered institutions.

Sec. 308. From any federal funds received by the department for the establishment of a state or regional health care claims database, the department shall consider all of the following qualifications for potential entities when awarding any grant for the creation of the database:

- (a) Status as a not-for-profit Michigan-based organization or partnership.
- (b) Prior experience collecting and analyzing health care data, preferably claims data or similar datasets.
- (c) Prior experience working with researchers on health care outcomes and utilization.
- (d) Prior experience working with public health officials on public health outcomes and utilization.
- (e) Prior experience collecting and analyzing data related to health care pricing.
- (f) Ability of organization to provide data that could enhance the value of a database, such as health outcomes, health status, and analysis of care delivery models.

ARTICLE 8

JUDICIARY

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the judiciary for the fiscal year ending September 30, 2022, from the following funds:

JUDICIARY**APPROPRIATION SUMMARY**

Full-time equated exempted positions	524.0		
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GROSS APPROPRIATION		\$	320,463,100
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Interdepartmental grant revenues:			
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Total interdepartmental grants and intradepartmental transfers			1,652,300
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ADJUSTED GROSS APPROPRIATION		\$	318,810,800
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Federal revenues:			
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Total federal revenues			6,374,800
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Special revenue funds:			
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Total local revenues			7,619,800
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Total private revenues			1,222,600
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Total other state restricted revenues			94,312,700
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State general fund/general purpose		\$	209,280,900
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Sec. 102. SUPREME COURT

Full-time equated exempted positions	251.0		
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Community dispute resolution—FTEs	3.0	\$	3,367,700
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Direct trial court automation support—FTEs	44.0		7,619,800
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Drug treatment courts			12,483,000
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Foster care review board—FTEs	10.0		1,360,400
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Jail reform advisory support—FTE	1.0		150,000
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Judicial information systems—FTEs	24.0		5,626,700
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Judicial institute—FTEs	13.0		2,115,400
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Mental health courts and diversion services—FTE	1.0		5,571,800
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Next generation Michigan court system			4,116,000
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Other federal grants			275,100
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State court administrative office—FTEs	63.0		11,331,000
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Supreme court administration—FTEs	92.0		14,164,500
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Swift and sure sanctions program			3,350,000
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Veterans courts			1,036,400
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GROSS APPROPRIATION		\$	72,567,800
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Appropriated from:			
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Interdepartmental grant revenues:			
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IDG from department of corrections			52,300
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IDG from department of state police			1,500,000
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IDG from department of state police, Michigan justice training fund			100,000
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Federal revenues:			
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DOJ, drug court training and evaluation			300,000
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DOT, National Highway Traffic Safety Administration			1,949,300
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HHS, access and visitation grant			496,200
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HHS, children's justice grant			246,000
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HHS, court improvement project			942,700
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HHS, state opioid response grant			350,000
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HHS, title IV-D child support program			836,500
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HHS, title IV-E foster care program			408,800
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For Fiscal Year
Ending Sept. 30,
2022

Other federal grant revenues		\$	275,100
Special revenue funds:			
Local - user fees			7,619,800
Private			201,100
Private - interest on lawyers trust accounts			404,100
Private - state justice institute			529,000
Community dispute resolution fund			2,403,600
Court of appeals filing/motion fees			1,450,000
Drug court fund			1,920,500
Justice system fund			605,700
Law exam fees			758,700
Miscellaneous revenue			248,600
State court fund			404,100
State general fund/general purpose		\$	48,565,700
Sec. 103. COURT OF APPEALS			
Full-time equated exempted positions	175.0		
Court of appeals operations—FTEs	175.0	\$	25,591,400
GROSS APPROPRIATION		\$	25,591,400
Appropriated from:			
State general fund/general purpose		\$	25,591,400
Sec. 104. BRANCHWIDE APPROPRIATIONS			
Full-time equated exempted positions	4.0		
Branchwide appropriations—FTEs	4.0	\$	9,010,100
GROSS APPROPRIATION		\$	9,010,100
Appropriated from:			
State general fund/general purpose		\$	9,010,100
Sec. 105. JUSTICES' AND JUDGES' COMPENSATION			
Judges positions—586.0 justices and judges			
Supreme court justices' salaries—7.0 justices		\$	1,270,500
Circuit court judges' state base salaries—217.0 judges			24,779,800
Circuit court judicial salary standardization			9,922,100
Court of appeals judges' salaries—25.0 judges			4,327,300
District court judges' state base salaries—234.0 judges			26,279,000
District court judicial salary standardization			10,699,500
Probate court judges' state base salaries—103.0 judges			11,667,700
Probate court judicial salary standardization			4,669,600
Judges' retirement system defined contributions			5,733,600
OASI, Social Security			6,683,000
GROSS APPROPRIATION		\$	106,032,100
Appropriated from:			
Special revenue funds:			
Court fee fund			1,970,800
State general fund/general purpose		\$	104,061,300
Sec. 106. JUDICIAL AGENCIES			
Full-time equated exempted positions	8.0		
Judicial tenure commission—FTEs	8.0	\$	1,583,800
GROSS APPROPRIATION		\$	1,583,800
Appropriated from:			
State general fund/general purpose		\$	1,583,800
Sec. 107. INDIGENT DEFENSE - CRIMINAL			
Full-time equated exempted positions	56.0		
Appellate public defender program—FTEs	56.0	\$	8,982,800
GROSS APPROPRIATION		\$	8,982,800

For Fiscal Year
Ending Sept. 30,
2022

Appropriated from:		
Federal revenues:		
Other federal grant revenues	\$	570,200
Special revenue funds:		
Private - interest on lawyers trust accounts		88,400
Miscellaneous revenue		172,400
State general fund/general purpose	\$	8,151,800
Sec. 108. INDIGENT CIVIL LEGAL ASSISTANCE		
Indigent civil legal assistance	\$	7,937,000
GROSS APPROPRIATION	\$	7,937,000
Appropriated from:		
Special revenue funds:		
State court fund		7,937,000
State general fund/general purpose	\$	0
Sec. 109. TRIAL COURT OPERATIONS		
Full-time equated exempted positions	21.0	
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—FTE	1.0	6,608,000
Statewide e-file system—FTEs	20.0	11,028,300
GROSS APPROPRIATION	\$	86,817,000
Appropriated from:		
Special revenue funds:		
Court equity fund		50,440,000
Drug fund		250,000
Drunk driving fund		3,300,000
Electronic filing fee fund		11,028,300
Judicial technology improvement fund		4,815,000
Juror compensation fund		6,608,000
State general fund/general purpose	\$	10,375,700
Sec. 110. ONE-TIME APPROPRIATIONS		
Full-time equated exempted positions	9.0	
Compliance with <i>Montgomery v Louisiana</i> —FTEs	7.0	\$ 939,100
Judicial tenure commission		204,000
Justice for all initiative—FTEs	2.0	798,000
GROSS APPROPRIATION	\$	1,941,100
Appropriated from:		
State general fund/general purpose	\$	1,941,100

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2021-2022

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2021-2022 is \$303,593,600.00 and state spending from state sources to be paid

to local units of government is \$148,056,300.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

JUDICIARY		
SUPREME COURT		
Drug treatment courts	\$	8,838,000
Mental health courts and diversion services		5,571,800
Next generation Michigan court system		4,116,000
Swift and sure sanctions program		3,350,000
Veterans courts		1,036,400
COURT OF APPEALS		
Court of appeals operations	\$	200,000
JUSTICES' AND JUDGES' COMPENSATION		
Circuit court judicial salary standardization	\$	9,922,100
District court judicial salary standardization		10,699,500
Probate court judges' state base salaries		11,667,700
Probate court judicial salary standardization		4,669,600
OASI, Social Security		1,168,200
TRIAL COURT OPERATIONS		
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		6,608,000
Statewide e-file system		11,028,300
TOTAL	\$	148,056,300

Sec. 202. (1) The appropriations authorized under this part and part 1 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 agent of the judicial entity. If the authorized agent of the judicial entity notifies the state budget director of its approval of an expenditure or transfer, the state budget director shall immediately make the expenditure or transfer. The authorized judicial entity agent shall be designated by the chief justice of the supreme court.

Sec. 203. As used in this part and part 1:

- (a) "DOJ" means the United States Department of Justice.
- (b) "DOT" means the United States Department of Transportation.
- (c) "FTE" means full-time equated.
- (d) "HHS" means the United States Department of Health and Human Services.
- (e) "IDG" means interdepartmental grant.
- (f) "OASI" means old age survivor's insurance.
- (g) "SADO" means the state appellate defender office created under the appellate defender act, 1978 PA 620, MCL 780.711 to 780.719.
- (h) "Title IV-D" means the part of the federal social security act, 42 USC 301 to 1397mm, pertaining to the child support enforcement program.
- (i) "Title IV-E" means the part of the federal social security act, 42 USC 301 to 1397mm, pertaining to the foster care program.

Sec. 204. The reporting requirements of this part shall be completed with the approval of, and at the direction of, the supreme court, except as otherwise provided in this part. The judicial branch shall use the internet to fulfill the reporting requirements of this part. This requirement shall include transmission of reports via email to the recipients identified for each reporting requirement and it shall include placement of reports on an internet site.

Sec. 205. To the extent permissible under section 261 of the management and budget act, 1984 PA 431, MCL 18.1261, all of the following apply to funds appropriated in part 1:

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

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

Sec. 207. Not later than January 1 of each year, the state court administrative office shall prepare a report on out-of-state travel listing all travel by judicial branch employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the budget for the judicial branch. The report shall be submitted to the senate and house appropriations committees, the senate and house fiscal agencies, and the state budget office. The report shall include the following information:

(a) The dates of each travel occurrence.

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

Sec. 209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 211. From the funds appropriated in part 1, the judicial branch shall maintain a searchable website accessible by the public at no cost that includes all expenditures made by the judicial branch within a fiscal year. The posting shall include the purpose for which each expenditure is made. The judicial branch shall not provide financial information on its website under this section if doing so would violate a federal or state law, rule, regulation, or guideline that establishes privacy or security standards applicable to that financial information.

Sec. 212. Within 14 days after the release of the executive budget recommendation, the judicial branch shall cooperate with the state budget office to provide the senate and house appropriations committee chairs, the senate and house appropriations subcommittee 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 prior 2 fiscal years.

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

Sec. 214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2022 are estimated at \$14,001,700.00. From this amount, total judiciary appropriations for pension-related legacy costs are estimated at \$7,844,500.00. Total judiciary appropriations for retiree health care legacy costs are estimated at \$6,157,200.00.

Sec. 215. The judicial branch shall not take disciplinary action against an employee for communicating with a member of the legislature or his or her staff, unless the communication is prohibited by law and the judicial branch is exercising its authority as provided by law.

Sec. 218. From the funds appropriated in part 1, the state court administrative office shall identify programs, within the department of health and human services, the department of labor and economic opportunity, and the department of corrections, that have programmatic connections with the participants in the swift and sure sanctions program. The purpose of this relationship is to leverage collaborations and to determine avenues of success for offenders who are eligible for state-provided programs. The state court administrative office shall provide guidance to courts participating in the swift and sure sanctions program, under the probation swift and sure sanctions act, chapter XIA of the code of criminal procedure, 1927 PA 175, MCL 771A.1 to 771A.8, regarding the available department of health and human services, department of labor and economic opportunity, and department of corrections programming.

Sec. 219. The judicial branch shall receive and retain copies of all reports funded from appropriations in part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The judicial branch may electronically retain copies of reports unless otherwise required by federal and state guidelines.

JUDICIAL BRANCH

Sec. 301. From the funds appropriated in part 1, the direct trial court automation support program of the state court administrative office shall recover direct and overhead costs from trial courts by charging for services rendered. The fee shall cover the actual costs incurred to the direct trial court automation support program in providing the service, including development of future versions of case management systems.

Sec. 302. Funds appropriated within the judicial branch shall not be expended by any component within the judicial branch without the approval of the supreme court.

Sec. 303. Of the amount appropriated in part 1 for the judicial branch, \$711,900.00 is allocated for circuit court reimbursement under section 3 of 1978 PA 16, MCL 800.453, and for costs associated with the court of claims.

Sec. 304. A member of the legislature may request a report or data from the data collected in the judicial data warehouse. The report shall be made available to the public upon request, unless disclosure is prohibited by court order or state or federal law. Any data provided under this section shall be public and non-identifying information.

Sec. 305. From the funds appropriated in part 1 for community dispute resolution, community dispute resolution centers shall provide dispute resolution services specified in the community dispute resolution act, 1988 PA 260, MCL 691.1551 to 691.1564, and shall help to reduce suspensions and truancy, and improve school climate. Funding appropriated in part 1 for community dispute resolution may be used to develop or expand juvenile diversion services in cooperation with local prosecutors. Participation in the dispute resolution processes is voluntary for all parties.

Sec. 307. From the funds appropriated in part 1 for mental health courts and diversion services, \$1,730,000.00 is intended to address the recommendations of the mental health diversion council.

Sec. 308. If sufficient funds are not available from the court fee fund to pay judges' compensation, the difference between the appropriated amount from that fund for judges' compensation and the actual amount available after the amount appropriated for trial court reimbursement is made shall be appropriated from the state general fund for judges' compensation. If an appropriation is made under this section, the state court administrative office shall notify, within 14 days of the appropriation, the senate and house standing committees on appropriations, the senate and house appropriations subcommittees on judiciary, the senate and house fiscal agencies, and the state budget office.

Sec. 309. By April 1, the state court administrative office shall provide a report on drug treatment, mental health, and veterans court programs in this state. The report shall include information on the number of each type of program that has been established, the number of program participants in each jurisdiction, the impact of the programs on offender criminal involvement and recidivism, and an accounting of prior year expenditures, including grant amounts requested by the courts, grant amounts awarded to the courts, and grant amounts expended by the courts. The report shall be submitted to the senate and house appropriations subcommittees on judiciary, the senate and house fiscal agencies, and the state budget office.

Sec. 310. (1) From the funds appropriated in part 1 for problem solving courts, \$100,000.00 shall be used by the state court administrative office for a program in a veterans treatment court or a mental health treatment court, or both, that investigates the effectiveness of oral fluid testing to determine compliance with required mental health medicine prescriptions or requirements.

(2) By April 1, the state court administrative office shall provide a report on the oral fluid testing programs established in this state. The report shall include information on the number of programs established, the number of program participants in each jurisdiction, and the rearrest rate of participants while participating in the program. The report shall be submitted to the senate and house appropriations subcommittees on judiciary, the senate and house fiscal agencies, and the state budget office.

Sec. 311. (1) The funds appropriated in part 1 for drug treatment courts as that term is defined in section 1060 of the revised judicature act of 1961, 1961 PA 236, MCL 600.1060, shall be administered by the state court administrative office to operate drug treatment court programs. A drug treatment court shall be responsible for handling cases involving substance abusing nonviolent offenders through comprehensive supervision, testing, treatment services, and immediate sanctions and incentives. A drug treatment court shall use all available county and state personnel involved in the disposition of cases including, but not limited to, parole and probation agents, prosecuting attorneys, defense attorneys, and community corrections providers. The funds may be used in connection with other federal, state, and local funding sources.

(2) From the funds appropriated in part 1, the chief justice shall allocate sufficient funds for the Michigan judicial institute to provide in-state training for those identified in subsection (1), including training for new drug treatment court judges.

(3) For drug treatment court grants, consideration for priority may be given to those courts where higher instances of substance abuse cases are filed.

(4) The judiciary shall receive \$1,500,000.00 in Byrne formula grant funding as an interdepartmental grant from the department of state police to be used for expansion of drug treatment courts, to assist in avoiding prison bed space growth for nonviolent offenders in collaboration with the department of corrections.

Sec. 312. From the funds appropriated in part 1, the state court administrator shall produce a statistical report regarding the implementation of the parental rights restoration act, 1990 PA 211, MCL 722.901 to 722.908, as it pertains to minors seeking court-issued waivers of parental consent. The state court administrative office shall report the total number of petitions filed and the total number of petitions granted under that act.

Sec. 320. (1) From the funds appropriated in part 1 for the swift and sure sanctions program, created under section 3 of chapter XIA of the code of criminal procedure, 1927 PA 175, MCL 771A.3, the state court administrative office shall administer a program to distribute grants to qualifying courts in accordance with the objectives and requirements of the probation swift and sure sanctions act, chapter XIA of the code of criminal procedure, 1927 PA 175, MCL 771A.1 to 771A.8. Of the funds designated for the program, not more than \$100,000.00 shall be available to the state court administrative office to pay for employee costs associated with the administration of the program funds. Of the funds designated for the program, \$500,000.00 is reserved for programs in counties that had more than 325 individuals sentenced to prison in the previous calendar year. Courts interested in participating in the swift and sure sanctions program may apply to the state court administrative office for a portion of the funds appropriated in part 1 under this section.

(2) By April 1, the state court administrative office, in cooperation with the department of corrections, shall provide a report on the courts that receive funding under the swift and sure sanctions program described in subsection (1) to the senate and house appropriations subcommittees on judiciary, the senate and house fiscal agencies, and the state budget office. The report shall include all of the following:

- (a) The number of offenders who participate in the program.
- (b) The criminal history of offenders who participate in the program.
- (c) The recidivism rate of offenders who participate in the program, including the rate of return to jail, prison, or both.
- (d) A detailed description of the establishment and parameters of the program.
- (e) A list of courts participating in the program.
- (f) An accounting of prior year expenditures, including grant amounts requested by the courts, grant amounts awarded to the courts, and grant amounts expended by the courts.

(3) As used in this section, "program" means a swift and sure sanctions program described in subsection (1).

Sec. 321. From the funds appropriated in part 1, the judicial branch shall support a statewide legal self-help internet website and local nonprofit self-help centers that use the statewide website to provide assistance to individuals representing themselves in civil legal proceedings. The state court administrative office shall summarize the costs of maintaining the website, provide statistics on the number of people visiting the website, and provide information on content usage, form completion, and user feedback. By March 1, the state court administrative office shall report this information for the preceding fiscal year to the senate and house appropriations subcommittees on judiciary, the senate and house fiscal agencies, and the state budget office.

Sec. 322. 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. If the appellate defender appointed under section 3 of the appellate defender act, 1978 PA 620, MCL 780.713, 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 as other federal grants.

Sec. 324. (1) From the funds appropriated in part 1 for the medication-assisted treatment program, 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. 402. (1) From the funds appropriated in part 1, the state appellate defender office attorneys and support staff 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 SADO counsel will create opportunities for release, saving prison costs for the state.

(2) The state appellate defender office shall submit a report by September 30 to the senate and house appropriations subcommittees on judiciary, the senate and house fiscal agencies, and the state budget office 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.

ARTICLE 9

DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of licensing and regulatory affairs for the fiscal year ending September 30, 2022, from the following funds:

DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

APPROPRIATION SUMMARY			
Full-time equated unclassified positions	30.0		
Full-time equated classified positions	1,827.9		
GROSS APPROPRIATION		\$	517,236,400
Interdepartmental grant revenues:			
Total interdepartmental grants and intradepartmental transfers			45,079,800
ADJUSTED GROSS APPROPRIATION		\$	472,156,600
Federal revenues:			
Total federal revenues			29,030,900
Special revenue funds:			
Total local revenues			0
Total private revenues			0
Total other state restricted revenues			258,929,800
State general fund/general purpose		\$	184,195,900

Sec. 102. DEPARTMENTAL ADMINISTRATION AND SUPPORT

Full-time equated unclassified positions	30.0		
Full-time equated classified positions	100.0		
Unclassified salaries—FTEs	30.0	\$	2,649,500
Administrative services—FTEs	73.0		8,594,600
Executive director programs—FTEs	24.0		2,886,900
FOIA coordination—FTEs	3.0		329,900
Property management			8,263,000
Worker's compensation			124,900
GROSS APPROPRIATION		\$	22,848,800
Appropriated from:			
Interdepartmental grant revenues:			
IDG from DIFS, accounting services			150,000
Federal revenues:			
EPA, underground storage tanks			30,300

For Fiscal Year
Ending Sept. 30,
2022

HHS-Medicaid, certification of health care providers and suppliers	\$	411,200
HHS-Medicare, certification of health care providers and suppliers		599,400
Special revenue funds:		
Aboveground storage tank fees		94,000
Accountancy enforcement fund		66,200
Boiler inspection fund		286,200
Builder enforcement fund		102,700
Construction code fund		775,700
Corporation fees		4,398,900
Elevator fees		307,600
Fire alarm fees		7,300
Fire safety standard and enforcement fund		2,100
Fire service fees		461,800
Fireworks safety fund		60,300
Health professions regulatory fund		1,715,800
Health systems fees		242,400
Licensing and regulation fund		976,600
Liquor license revenue		340,000
Liquor purchase revolving fund		3,187,700
Marihuana registry fund		817,900
Marihuana regulation fund		451,300
Marihuana regulatory fund		686,700
Michigan unarmed combat fund		5,900
Mobile home code fund		284,800
Nurse professional fund		38,700
PMECSEMA fund		46,200
Property development fees		7,300
Public utility assessments		3,158,200
Real estate appraiser education fund		2,600
Real estate education fund		11,300
Real estate enforcement fund		11,600
Refined petroleum fund		173,300
Restructuring mechanism assessments		31,600
Securities fees		1,640,200
Securities investor education and training fund		9,200
Security business fund		6,900
Survey and remonumentation fund		98,100
Tax tribunal fund		825,300
Utility consumer representation fund		54,000
State general fund/general purpose	\$	271,500
Sec. 103. PUBLIC SERVICE COMMISSION		
Full-time equated classified positions	188.0	
Public service commission—FTEs	188.0	\$ 33,215,100
GROSS APPROPRIATION	\$	33,215,100
Appropriated from:		
Federal revenues:		
DOT, gas pipeline safety		2,625,800
Special revenue funds:		
Public utility assessments		30,019,800
Restructuring mechanism assessments		569,500
State general fund/general purpose	\$	0
Sec. 104. LIQUOR CONTROL COMMISSION		
Full-time equated classified positions	145.0	

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2022

Liquor licensing and enforcement—FTEs	116.0	\$	16,492,000
Management support services—FTEs	29.0		4,675,200
GROSS APPROPRIATION		\$	21,167,200
Appropriated from:			
Special revenue funds:			
Direct shipper enforcement revolving fund			301,900
Liquor control enforcement and license investigation revolving fund			175,000
Liquor license fee enhancement fund			76,400
Liquor license revenue			7,806,200
Liquor purchase revolving fund			12,807,700
State general fund/general purpose		\$	0
Sec. 105. OCCUPATIONAL REGULATION			
Full-time equated classified positions	1,166.9		
Adult foster care and camps licensing and regulation—FTEs	96.0	\$	13,423,300
Bureau of community and health systems administration—FTEs	20.0		2,390,100
Bureau of construction codes—FTEs	182.0		24,382,200
Bureau of fire services—FTEs	79.0		12,455,000
Bureau of professional licensing—FTEs	205.0		40,564,600
Child care licensing and regulation—FTEs	117.0		20,231,000
Corporations, securities, and commercial licensing bureau—FTEs	109.0		15,204,400
Health facilities regulation—FTEs	192.9		31,054,900
Marihuana treatment research			20,000,000
Medical marihuana facilities licensing and tracking—FTEs	99.0		11,641,700
Medical marihuana program—FTEs	25.0		5,141,700
Nurse aide program—FTEs	8.0		1,755,500
Recreational marihuana regulation—FTEs	34.0		7,351,800
Urban search and rescue			1,000,000
GROSS APPROPRIATION		\$	206,596,200
Appropriated from:			
Interdepartmental grant revenues:			
IDG from MDE, child care licensing			19,729,300
Federal revenues:			
DHS, fire training systems			528,000
DOT, hazardous materials training and planning			20,000
EPA, underground storage tanks			799,300
HHS-Medicaid, certification of health care providers and suppliers			8,767,900
HHS-Medicare, certification of health care providers and suppliers			14,161,700
Special revenue funds:			
Aboveground storage tank fees			229,100
Accountancy enforcement fund			777,800
Adult foster care facilities licenses fund			411,600
Boiler inspection fund			3,429,500
Builder enforcement fund			644,000
Child care home and center licenses fund			501,700
Construction code fund			9,384,200
Corporation fees			7,705,200
Division on deafness fund			93,400
Elevator fees			4,396,500
Fire alarm fees			133,100
Fire safety standard and enforcement fund			40,900
Fire service fees			2,647,400
Fireworks safety fund			1,233,800
Health professions regulatory fund			25,294,100

For Fiscal Year
Ending Sept. 30,
2022

Health systems fees	\$	3,922,300
Licensing and regulation fund		12,593,000
Liquor purchase revolving fund		148,800
Marihuana registry fund		5,141,700
Marihuana regulation fund		27,351,800
Marihuana regulatory fund		12,141,700
Mobile home code fund		2,085,900
Nurse aide registration fund		597,500
Nurse professional fund		1,966,800
Nursing home administrative penalties		100,000
PMECSEMA fund		1,889,500
Property development fees		192,600
Real estate appraiser education fund		65,500
Real estate education fund		346,800
Real estate enforcement fund		554,400
Refined petroleum fund		2,647,400
Securities fees		5,491,200
Securities investor education and training fund		493,300
Security business fund		236,200
Survey and remonumentation fund		882,200
State general fund/general purpose	\$	26,819,100

Sec. 106. MICHIGAN OFFICE OF ADMINISTRATIVE HEARINGS AND RULES

Full-time equated classified positions	212.0		
Michigan office of administrative hearings and rules—FTEs	212.0	\$	37,236,200
GROSS APPROPRIATION		\$	37,236,200

Appropriated from:

Interdepartmental grant revenues:

IDG revenues - administrative hearings and rules			25,200,500
Special revenue funds:			
Construction code fund			26,700
Corporation fees			4,272,700
Health professions regulatory fund			408,400
Health systems fees			161,600
Licensing and regulation fund			883,800
Liquor purchase revolving fund			709,400
Marihuana regulation fund			100,000
Marihuana regulatory fund			252,000
Public utility assessments			2,657,500
Securities fees			1,036,700
Tax tribunal fund			847,600
State general fund/general purpose		\$	679,300

Sec. 107. COMMISSIONS

Full-time equated classified positions	16.0		
Michigan indigent defense commission—FTEs	16.0	\$	2,699,400
Michigan unarmed combat commission			126,200
GROSS APPROPRIATION		\$	2,825,600

Appropriated from:

Special revenue funds:

Michigan unarmed combat fund			126,200
State general fund/general purpose		\$	2,699,400

Sec. 108. GRANTS

Firefighter training grants		\$	2,300,000
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For Fiscal Year
Ending Sept. 30,
2022

Liquor law enforcement grants	\$	8,400,000
Medical marihuana operation and oversight grants		3,000,000
Michigan indigent defense commission grants		148,917,400
Remonumentation grants		6,800,000
Utility consumer representation		750,000
GROSS APPROPRIATION	\$	170,167,400
Appropriated from:		
Special revenue funds:		
Fireworks safety fund		2,300,000
Liquor license revenue		8,400,000
Local indigent defense reimbursement		300,000
Marihuana registry fund		3,000,000
Survey and remonumentation fund		6,800,000
Utility consumer representation fund		750,000
State general fund/general purpose	\$	148,617,400
Sec. 109. INFORMATION TECHNOLOGY		
Information technology services and projects	\$	19,329,900
GROSS APPROPRIATION	\$	19,329,900
Appropriated from:		
Federal revenues:		
DOT, gas pipeline safety		45,000
EPA, underground storage tanks		100,200
HHS-Medicaid, certification of health care providers and suppliers		358,300
HHS-Medicare, certification of health care providers and suppliers		583,800
Special revenue funds:		
Aboveground storage tank fees		34,600
Accountancy enforcement fund		1,100
Boiler inspection fund		318,800
Construction code fund		1,228,800
Corporation fees		4,178,000
Elevator fees		476,900
Fire safety standard and enforcement fund		3,000
Fire service fees		519,200
Fireworks safety fund		47,200
Health professions regulatory fund		1,806,300
Health systems fees		298,200
Licensing and regulation fund		1,101,700
Liquor purchase revolving fund		3,374,800
Marihuana registry fund		447,100
Marihuana regulation fund		270,900
Marihuana regulatory fund		731,800
Michigan unarmed combat fund		6,800
Mobile home code fund		171,400
PMECSEMA fund		38,600
Public utility assessments		1,238,100
Real estate appraiser education fund		1,000
Real estate education fund		1,900
Refined petroleum fund		170,800
Restructuring mechanism assessments		28,100
Securities fees		229,700
Securities investor education and training fund		1,000
Survey and remonumentation fund		74,100
Tax tribunal fund		183,500

		For Fiscal Year Ending Sept. 30, 2022
State general fund/general purpose	\$	1,259,200
Sec. 110. ONE-TIME APPROPRIATIONS		
Michigan saves	\$	1,500,000
Nursing facility infection control surveys		1,100,000
Public service commission renewable natural gas study		250,000
Urban search and rescue equipment upgrades		1,000,000
GROSS APPROPRIATION	\$	3,850,000
Appropriated from:		
State general fund/general purpose	\$	3,850,000

PART 2
PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2021-2022

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2021-2022 is \$443,125,700.00 and state spending from state sources to be paid to local units of government for fiscal year 2021-2022 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
Medical marihuana operation and oversight grants		3,000,000
Michigan indigent defense commission grants		148,917,400
Remonumentation grants		6,800,000
TOTAL	\$	169,417,400

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

Sec. 203. As used in this part and part 1:

(a) "Abatement potential" means the magnitude of potential greenhouse gas reductions achieved through technology, practice, or alternative fuels, including renewable natural gas.

(b) "Biogas" means a mixture of gases produced by the anaerobic breakdown of organic matter in the absence of oxygen, primarily consisting of methane and carbon dioxide.

(c) "Department" means the department of licensing and regulatory affairs.

(d) "DHS" means the United States Department of Homeland Security.

(e) "DIFS" means the department of insurance and financial services.

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

(g) "DOT" means the United States Department of Transportation.

(h) "EPA" means the United States Environmental Protection Agency.

(i) "FOIA" means the freedom of information act, 1976 PA 442, MCL 15.231 to 15.246.

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

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

(l) "IDG" means interdepartmental grant.

(m) "MDE" means the Michigan department of education.

(n) "PMECSEMA" means pain management education and controlled substances electronic monitoring and antidiversion.

(o) "Renewable natural gas" or "RNG" means a biogas that has been processed or upgraded to be interchangeable with conventional natural gas and to meet pipeline quality standards or transportation fuel grade requirements.

(p) "Subcommittees" means the subcommittees of the house and senate appropriations committees with jurisdiction over the budget for the department.

Sec. 204. The department shall use the internet to fulfill the reporting requirements of this part. This requirement shall include transmission of reports via email to the recipients identified for each reporting requirement and it shall include placement of reports on an internet site.

Sec. 205. To the extent permissible under section 261 of the management and budget act, 1984 PA 431, MCL 18.1261, all of the following apply to funds appropriated in part 1:

(a) The funds 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.

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

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

Sec. 206. The department shall not take disciplinary action against an employee of the department or departmental agency in the state classified civil service because the employee communicates with a member of the legislature or his or her staff, unless the communication is prohibited by law and the department or agency taking disciplinary action is exercising its authority as provided by law.

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

(a) The dates of each travel occurrence.

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

Sec. 208. Funds appropriated in part 1 shall not be used by the department to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 210. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$1,000,000.00 for federal contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$1,500,000.00 for state restricted contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$200,000.00 for local contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$100,000.00 for private contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 211. The department shall cooperate with the department of technology, management, and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for the department:

- (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. 212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the chairpersons of the senate and house appropriations committees, the chairpersons of the subcommittees, 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 prior 2 fiscal years.

Sec. 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. 214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2022 are estimated at \$41,260,100.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at \$23,116,100.00. Total agency appropriations for retiree health care legacy costs are estimated at \$18,144,000.00.

Sec. 215. To the extent permissible under the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, the director shall take all reasonable steps to ensure businesses in deprived and depressed communities compete for and perform contracts to provide services or supplies, or both. The director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 216. (1) On a quarterly basis, the department shall report to the senate and house appropriations committees, the subcommittees, and the senate and house fiscal agencies the following information:

- (a) The number of FTEs in pay status by type of staff and civil service classification.
 - (b) A comparison by line item of the number of FTEs authorized from funds appropriated in part 1 to the actual number of FTEs employed by the department at the end of the reporting period.
- (2) By March 1 of the current fiscal year, the department shall report to the senate and house appropriations committees, the subcommittees, and the senate and house fiscal agencies the following information:
- (a) Number of employees that were engaged in remote work in 2021.
 - (b) Number of employees authorized to work remotely and the actual number of those working remotely in the current reporting period.
 - (c) Estimated net cost savings achieved by remote work.
 - (d) Reduced use of office space associated with remote work.

Sec. 217. Appropriations in part 1 shall, to the extent possible by the department, not be expended until all existing work project authorization available for the same purposes is exhausted.

Sec. 218. If the state administrative board, acting under section 3 of 1921 PA 2, MCL 17.3, transfers funds from an amount appropriated under this article, the legislature may, by a concurrent resolution adopted by a majority of the members elected to and serving in each chamber, intertransfer funds within this article for the particular department, board, commission, office, or institution.

Sec. 219. The department and agencies receiving appropriations in part 1 shall receive and retain copies of all reports funded from appropriations in part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The department may electronically retain copies of reports unless otherwise required by federal or state guidelines.

Sec. 220. The department shall report no later than April 1 on each specific policy change made to implement a public act affecting the department that took effect during the prior calendar year to the senate and house appropriations committees, the subcommittees, the joint committee on administrative rules, and the senate and house fiscal agencies.

Sec. 221. (1) From the funds appropriated in part 1, the department shall do all of the following:

(a) Report to the house and senate appropriations committees, the house and senate fiscal agencies, the house and senate policy offices, and the state budget office any amount of severance pay for a department director, deputy director, or other high-ranking department official not later than 14 days after a severance agreement with the director or official is signed. The name of the director or official and the amount of severance pay must be included in the report required by this subdivision.

(b) Maintain an internet site that posts any severance pay in excess of 6 weeks of wages, regardless of the position held by the former department employee receiving severance pay.

(c) By February 1, report 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 total amount of severance pay remitted to former department employees during the fiscal year ending September 30, 2021, and the number of former department employees that were remitted severance pay during the fiscal year ending September 30, 2021.

(2) As used in this section, "severance pay" means compensation that is both payable or paid upon the termination of employment and in addition to either wages or benefits earned during the course of employment or generally applicable retirement benefits.

Sec. 222. (1) Any department, agency, board, commission, or public officer that receives funding under part 1 shall not:

(a) Require as a condition of accessing any facility or receiving services that an individual provide proof that he or she has received a COVID-19 vaccine except as provided by federal law or as a condition of receiving federal Medicare or Medicaid funding.

(b) Produce, develop, issue, or require a COVID-19 vaccine passport.

(c) Develop a database or make any existing database publicly available to access an individual's COVID-19 vaccine status by any person, company, or governmental entity.

(d) Require as a condition of employment that an employee or official provide proof that he or she has received a COVID-19 vaccine. This subdivision does not apply to any hospital, congregate care facility, or other medical facility or any hospital, congregate care facility, or other medical facility operated by a local subdivision that receives federal Medicare or Medicaid funding.

(2) A department, agency, board, commission, or public officer may not subject any individual to any negative employment consequence, retaliation, or retribution because of that individual's COVID-19 vaccine status.

(3) Subsection (1) does not prohibit any person, department, agency, board, commission, or public officer from transmitting proof of an individual's COVID-19 vaccine status to any person, company, or governmental entity, so long as the individual provides affirmative consent.

(4) If a department, agency, board, commission, subdivision, or official or public officer is required to establish a vaccine policy due to a federal mandate, it must provide exemptions to any COVID-19 vaccine policy to the following individuals:

(a) An individual for whom a physician certifies that a COVID-19 vaccine is or may be detrimental to the individual's health or is not appropriate.

(b) An individual who provides a written statement to the effect that the requirements of the COVID-19 vaccine policy cannot be met because of religious convictions or other consistently held objection to immunization.

(5) As used in this section, "public officer" means a person appointed by the governor or another executive department official or an elected or appointed official of this state or a political subdivision of this state.

Sec. 223. The department may carry into the succeeding fiscal year unexpended federal pass-through funds to local institutions and governments that do not require additional state matching funds. Federal pass-through funds to local institutions and governments that are received in amounts in addition to those included in part 1 and that do not require additional state matching funds are appropriated for the purposes intended. Within 14 days after the receipt of federal pass-through funds, the department shall notify the chairpersons of the subcommittees, the senate and house fiscal agencies, and the state budget director of pass-through funds appropriated under this section.

Sec. 224. (1) Grants supported with private revenues received by the department are appropriated upon receipt and are available for expenditure by the department, subject to subsection (3), for purposes specified within the grant agreement and as permitted under state and federal law.

(2) Within 10 days after the receipt of a private grant appropriated in subsection (1), the department shall notify the chairpersons of the subcommittees, the senate and house fiscal agencies, and the state budget director of the receipt of the grant, including the fund source, purpose, and amount of the grant.

(3) The amount appropriated under subsection (1) shall not exceed \$1,500,000.00.

Sec. 225. (1) The department may charge registration fees to attendees of informational, training, or special events sponsored by the department, and related to activities that are under the department's purview.

(2) These fees shall reflect the costs for the department to sponsor the informational, training, or special events.

(3) Revenue generated by the registration fees is appropriated upon receipt and available for expenditure to cover the department's costs of sponsoring informational, training, or special events.

(4) Revenue generated by registration fees in excess of the department's costs of sponsoring informational, training, or special events shall carry forward to the subsequent fiscal year and not lapse to the general fund.

(5) The amount appropriated under subsection (3) shall not exceed \$500,000.00.

Sec. 226. The department may make available to interested entities otherwise unavailable customized listings of nonconfidential information in its possession, such as names and addresses of licensees. The department may establish and collect a reasonable charge to provide this service. The revenue received from this service is appropriated when received and shall be used to offset expenses to provide the service. Any balance of this revenue collected and unexpended at the end of the fiscal year shall lapse to the appropriate restricted fund.

Sec. 227. (1) The department shall 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 for the following documents:

(a) Corporation and securities division documents, reports, and papers required or permitted by law pursuant to section 1060(6) of the business corporation act, 1972 PA 284, MCL 450.2060.

(b) The Michigan liquor control code of 1998, 1998 PA 58, MCL 436.1101 to 436.2303.

(c) The mobile home commission act, 1987 PA 96, MCL 125.2301 to 125.2350; the business corporation act, 1972 PA 284, MCL 450.1101 to 450.2098; the nonprofit corporation act, 1982 PA 162, MCL 450.2101 to 450.3192; and the uniform securities act (2002), 2008 PA 551, MCL 451.2101 to 451.2703.

(d) Construction code manuals.

(e) Copies of transcripts from administrative law hearings.

(2) In addition to the funds appropriated in part 1, funds appropriated for the department under sections 57, 58, and 59 of the administrative procedures act of 1969, 1969 PA 306, MCL 24.257, 24.258, and 24.259, and section 203 of the legislative council act, 1986 PA 268, MCL 4.1203, are appropriated for all expenses necessary to provide for the cost of publication and distribution.

(3) 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. 228. (1) Not later than December 31, the department shall submit a report to the subcommittees, the senate and house fiscal agencies, and the state budget director pertaining to licensing and regulatory programs during the previous 3 fiscal years, if available, for the following agencies:

(a) Liquor control commission.

(b) Bureau of fire services.

(c) Bureau of construction codes.

(d) Corporations, securities, and commercial licensing bureau.

(e) Bureau of professional licensing.

(f) Bureau of community and health systems.

(2) The report shall be in a format that is consistent between the agencies listed in subsection (1) and shall provide, but is not limited to, the following information for the 3 previous fiscal years, as applicable, for each agency; agencies listed in subsection (1)(a) and (b) shall report by regulated activity and agencies listed in subsection (1)(c), (d), (e), and (f) shall report by regulatory product or regulated activity, or both:

(a) Revenue generated by and expenditures disbursed by regulatory fund.

(b) Revenue generated by regulatory product or regulated activity.

(c) The renewal cycle and amount of each fee charged.

(d) Number of initial applications.

(e) Number of initial applications denied.

(f) Number of license renewals.

(g) Average amount of time to approve or deny completed applications.

(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. 229. It is the intent of the legislature that the department establish an employee performance monitoring process that is consistent throughout the department in addition to current civil service commission evaluations. By April 1, the department shall submit a report to the subcommittees, the senate and house fiscal agencies, and the state budget office on changes to the employee performance monitoring process that are planned or implemented, as well as the number of employee evaluations performed.

Sec. 230. Unless prohibited by law, the department may accept credit card or other electronic means of payment for licenses, fees, or permits.

Sec. 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, 2022. 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.

Sec. 232. Pending litigation related to a licensee must not delay investigations and licensing actions taken by the department toward that licensee under its statutory authority unless otherwise prohibited by law.

PUBLIC SERVICE COMMISSION

Sec. 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. 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, with priority directed toward unlicensed out-of-state retailers and third-party marketers. 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. The liquor control commission must refer all unlicensed out-of-state retailers and third-party marketers identified with the shipping records to the attorney general.

(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.

(e) Number of unlicensed out-of-state entities found to have illegally shipped wine into Michigan identified with the shipping records under subsection (1).

(f) Number of notices sent under subsection (3).

(3) From the appropriations in part 1 from the direct shipper enforcement revolving fund, the liquor control commission shall send a notice to each unlicensed out-of-state entity found to have illegally shipped wine into Michigan that has been identified via the shipping records under subsection (1). The notice must include all of the following:

(a) Notification that shipping wine into Michigan by retailers and third-party marketers is illegal, and wineries shipping into Michigan must obtain a direct shipper license.

(b) Under section 909 of the Michigan liquor control code of 1998, 1998 PA 58, MCL 436.1909, making unlawful shipments of wine into Michigan may be a felony punishable by imprisonment for not more than 4 years or a fine of not more than \$5,000.00, or both.

(c) Notice that the matter has been referred to the attorney general.

OCCUPATIONAL REGULATION

Sec. 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:

<u>Operation and maintenance inspection fee</u>		
<u>Facility type</u>	<u>Facility size</u>	<u>Fee</u>
Hospitals	Any	\$8.00 per bed
<u>Plan review and construction inspection fees for hospitals and schools</u>		
<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. 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. 503. Not later than February 15, the department shall submit a report to the subcommittees, the senate and house fiscal agencies, and the state budget director providing the following information:

(a) The number of veterans who were separated from service in the Armed Forces of the United States with an honorable character of service or under honorable conditions (general) character of service, individually or if a majority interest of a corporation or limited liability company, that were exempted from paying licensure, registration, filing, or any other fees collected under each licensure or regulatory program administered by the bureau of construction codes, the bureau of professional licensing, and the corporations, securities, and commercial licensing bureau during the preceding fiscal year.

(b) The specific fees and total amount of revenue exempted under each licensure or regulatory program administered by the bureau of construction codes, the bureau of professional licensing, and the corporations, securities, and commercial licensing bureau during the preceding fiscal year.

(c) The actual costs of providing licensing and other regulatory services to veterans exempted from paying licensure, registration, filing, or any other fees during the preceding fiscal year and a description of how these costs were calculated.

(d) The estimated amount of revenue that will be exempted under each licensure or regulatory program administered by the bureau of construction codes, the bureau of professional licensing, and the corporations, securities, and commercial licensing bureau in both the current and subsequent fiscal years and a description of how the exempted revenue was estimated.

Sec. 504. The department shall submit a comprehensive annual report for all programs administered by the marijuana regulatory agency by January 31 to the senate and house appropriations committees, the senate and house fiscal agencies, and the state budget director. This report shall include, but is not limited to, all of the following information for the prior fiscal year regarding the marihuana programs under the Michigan Medical Marihuana Act, 2008 IL 1, MCL 333.26421 to 333.26430; the medical marihuana facilities licensing act, 2016 PA 281, MCL 333.27101 to 333.27801, and the Michigan Regulation and Taxation of Marihuana Act, 2018 IL 1, MCL 333.27951 to 333.27967:

- (a) The number of initial applications received, by license category.
- (b) The number of initial applications approved and the number of initial applications denied, by license category.
- (c) The average amount of time, from receipt to approval or denial, to process an initial application, by license category.
- (d) The number of renewal applications approved, by license category and by county.
- (e) The number of renewal applications received, by license category, and by county, if applicable.
- (f) The number of renewal applications denied, by license category and by county.
- (g) The average amount of time, from receipt to approval or denial, to process a renewal application, by license category, if applicable.
- (h) The percentage of initial applications not approved or denied within the time requirements established in the respective act, by license category, if applicable.
- (i) The percentage of renewal applications not approved or denied within the time requirements established in the respective act, by license category, if applicable.
- (j) The total amount collected from application fees or established regulatory assessment and the specific fund this amount is deposited into, by license category.
- (k) The costs of administering the licensing program under each of the above-referenced acts.
- (l) The registered name and addresses of all facilities licensed under the above-referenced acts, by license category and by county.
- (m) Number of complaints received pertaining to the above-referenced acts, by license type or regulatory activity.
- (n) A description of the types of complaints received.
- (o) A description of the process used to resolve complaints.
- (p) Number of investigations opened pertaining to each license category.
- (q) Number of investigations closed pertaining to each license category.
- (r) Average amount of time to complete investigations pertaining to each license category.
- (s) Number of enforcement actions pertaining to each license category.
- (t) A description of the types of enforcement actions taken against licensees.
- (u) Number of administrative hearing adjudications pertaining to each license type.
- (v) A list of the fees charged for license applications, license renewals, and registry cards.

Sec. 505. If the revenue collected by the department for health systems administration 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.

Sec. 506. Not later than February 1, the department shall submit a report to the subcommittees, the senate and house fiscal agencies, and the state budget director providing the following information:

- (a) The total amount of reimbursements made to local units of government for delegated inspections of fireworks retail locations pursuant to section 11 of the Michigan fireworks safety act, 2011 PA 256, MCL 28.461, from the funds appropriated in part 1 for the bureau of fire services during the preceding fiscal year.
- (b) The amount of reimbursement for delegated inspections of fireworks retail locations for each local unit of government that received reimbursement from the funds appropriated in part 1 for the bureau of fire services during the preceding fiscal year.

Sec. 507. (1) Beginning October 1, for the purpose of defraying the costs associated with responding to false final inspection appointments and to discourage the practice of calling for final inspections when the project is incomplete or noncompliant with a plan of correction previously provided by the bureau of fire services, the bureau of fire services may assess a fee not to exceed \$200.00 for responding to a second or subsequent confirmed false inspection appointment. Fees collected under this section shall be deposited into the restricted account referenced by section 2c(2) of the fire prevention code, 1941 PA 207, MCL 29.2c, and explicitly identified within the statewide integrated governmental management applications system.

(2) Not later than September 30, the department shall prepare a report that provides the amount of the fee assessed under subsection (1), the number of fees assessed and issued per region, the cost allocation for the work performed and reduced as a result of this section, and any recommendations for consideration by the legislature. The department shall submit this information to the subcommittees, the senate and house fiscal agencies, and the state budget office.

Sec. 508. The department shall submit a report on the Michigan automated prescription system to the senate and house appropriations committees, the senate and house fiscal agencies, and the state budget director by November 30. The report shall include, but is not limited to, the following:

- (a) Total number of licensed health professionals registered to the Michigan automated prescription system.
- (b) Total number of dispensers registered to the Michigan automated prescription system.
- (c) Total number of prescribers using the Michigan automated prescription system.
- (d) Total number of dispensers using the Michigan automated prescription system.
- (e) Number of cases related to overprescribing, overdispensing, and drug diversion where the department took administrative action as a result of information and data generated from the Michigan automated prescription system.
- (f) The number of hospitals, doctor's offices, pharmacies, and other health facilities that have integrated the Michigan automated prescription system into their electronic health records systems.
- (g) Total number of delegate users registered to the Michigan automated prescription system.

Sec. 509. From the amount appropriated in part 1 for bureau of community and health systems administration, upon receipt of the order of suspension of a licensed adult foster care home, home for the aged, or nursing home, the department shall serve the facility and provide contemporaneous notice to the offices of legislators representing a district where the licensed facility is situated and to the senate and house subcommittees on health and human services.

Sec. 510. The department shall not enforce any directive requiring the masking of children less than 5 years of age and shall not take any licensing or administrative action against any licensee for failure to enforce or require the masking of children less than 5 years of age.

Sec. 511. From the funds appropriated in part 1 for bureau of construction codes, at least \$500,000.00 must be allocated for additional inspections and enforcement activities related to the carnival-amusement safety act of 1966, 1966 PA 225, MCL 408.651 to 408.670.

COMMISSIONS

Sec. 801. If Byrne formula grant funding is awarded to the Michigan indigent defense commission, the Michigan indigent defense commission 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. The Michigan indigent defense commission, created under section 5 of the Michigan indigent defense commission act, 2013 PA 93, MCL 780.985, may receive and expend federal grant funding from the United States Department of Justice in an amount not to exceed \$300,000.00 as other federal grants.

Sec. 802. From the funds appropriated in part 1, the Michigan indigent defense commission shall submit a report by September 30 to the subcommittees, the senate and house fiscal agencies, and the state budget director on the incremental costs associated with the standard development process, the compliance plan process, and the collection of data from 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.

Sec. 803. A grant distributed by the Michigan indigent defense commission must not be used by an indigent defense system to support any construction expenses for a new structure. This section does not prohibit expenditures for renovations to existing structures, if such a renovation is part of an indigent defense system's approved compliance plan.

GRANTS

Sec. 901. (1) The department shall expend the funds appropriated in part 1 for medical marihuana operation and oversight grants for grants to counties for education and outreach programs relating to the Michigan medical

marihuana program pursuant to section 6(l) of the Michigan Medical Marihuana Act, 2008 IL 1, MCL 333.26426. 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. 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 director, the subcommittees, and the senate and house fiscal agencies detailing the grant amounts by recipient and the reported uses of the grants in the preceding fiscal year.

Sec. 902. (1) The amount appropriated in part 1 for firefighter training grants shall only be expended for payments to counties to reimburse organized fire departments for firefighter training and other activities required under the firefighters training council act, 1966 PA 291, MCL 29.361 to 29.377.

(2) If the amount appropriated in part 1 for firefighter training grants is expended by the firefighters training council, established in section 3 of the firefighters training council act, 1966 PA 291, MCL 29.363, for payments to counties under section 14 of the firefighters training council act, 1966 PA 291, MCL 29.374, it is the intent of the legislature that:

(a) The amount appropriated in part 1 for firefighter training grants shall be allocated pursuant to section 14(2) of the firefighters training council act, 1966 PA 291, MCL 29.374.

(b) If the amount allocated to any county under subdivision (a) is less than \$5,000.00, the amounts disbursed to each county under subdivision (a) shall be adjusted to provide for a minimum payment of \$5,000.00 to each county.

(3) Not later than February 1, the department shall submit a financial report to the subcommittees, the senate and house fiscal agencies, and the state budget director identifying the following information for the preceding fiscal year:

(a) The amount of the payments that would be made to each county if the distribution formula described by the first sentence of section 14(2) of the firefighters training council act, 1966 PA 291, MCL 29.374, would have been utilized to allocate the total amount appropriated in part 1 for firefighter training grants.

(b) The amount of the payments approved by the firefighters training council for allocation to each county.

(c) The amount of the payments actually expended or encumbered within each county.

(d) A description of any other payments or expenditures made under the authority of the firefighters training council.

(e) The amount of payments approved for allocations to counties that was not expended or encumbered and lapsed back to the fireworks safety fund.

ONE-TIME APPROPRIATIONS

Sec. 1001. From the funds appropriated in part 1 for Michigan saves, the Michigan public service commission may award a \$1,500,000.00 grant to a nonprofit green bank with experience in leveraging energy-efficiency and renewable energy improvements, for the purpose of making such loans more affordable for Michigan families, businesses, and public entities. Grant funds may be used to support a loan loss reserve fund or other comparable financial instrument to further leverage private investment in clean energy improvements.

Sec. 1002. (1) From the funds appropriated in part 1 for public service commission renewable natural gas study, the public service commission must conduct a study into the potential for renewable natural gas development in this state. The study shall do all of the following:

(a) Identify existing and potential sources of renewable natural gas in this state and provide, to the greatest extent possible, an estimate of the energy content and greenhouse gas abatement potential of these sources.

(b) Estimate the cost per unit of heat, should the potential sources of renewable natural gas identified in subdivision (a) be utilized to the greatest practical extent.

(c) Estimate the greenhouse gas emission reduction, per unit of heat, that would be achieved should the potential sources of renewable natural gas in subdivision (a) be utilized to the greatest practical extent.

(d) Compare the estimated per-unit cost savings of greenhouse gas emission reductions estimated for RNG sources to the estimated per-unit cost savings likely to be achieved by comparable use of other carbon abatement technologies, including, but not limited to, hydrogen blending, building electrification, and similar technologies.

- (e) Estimate the production potential by applicable feedstock sources for renewable natural gas in this state.
- (f) Identify barriers to developing and utilizing renewable natural gas in this state.
- (2) The commission shall identify and engage interested stakeholders in the development of the study provided for in subsection (1). The commission may engage an independent contractor to conduct the study under the commission's direction.
- (3) By July 30, 2022, the commission shall submit a draft report on the study to interested stakeholders for comment to the commission. By September 30, 2022, the commission shall submit a final report to the standing committees of the senate and house with primary jurisdiction over energy and environmental issues.

ARTICLE 10

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of military and veterans affairs for the fiscal year ending September 30, 2022, from the following funds:

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

APPROPRIATION SUMMARY			
Full-time equated unclassified positions	9.0		
Full-time equated classified positions	1,054.5		
GROSS APPROPRIATION		\$	220,852,600
Total interdepartmental grants and intradepartmental transfers		\$	101,800
ADJUSTED GROSS APPROPRIATION			220,750,800
Federal revenues:			
Total federal revenues			120,015,300
Special revenue funds:			
Total local revenues			0
Total private revenues			640,000
Total other state restricted revenues			21,336,700
State general fund/general purpose		\$	78,758,800
Sec. 102. MILITARY			
Full-time equated unclassified positions	9.0		
Full-time equated classified positions	371.0		
Unclassified salaries—FTEs	9.0	\$	1,613,700
Departmentwide			1,803,600
Headquarters and armories—FTEs	86.0		20,966,100
Michigan youth challenge academy—FTEs	68.0		9,757,900
Military family relief fund			150,000
Military retirement			875,000
Military training sites and support facilities—FTEs	215.0		41,317,800
National guard operations			298,200
National guard tuition assistance fund—FTEs	2.0		6,515,200
Starbase grant			2,322,000
GROSS APPROPRIATION		\$	85,619,500
Appropriated from:			
Interdepartmental grant revenues:			
IDG - state police			101,800
Federal revenues:			
DOD - DOA - NGB			60,475,100
Federal counternarcotics revenues			100,000

For Fiscal Year
Ending Sept. 30,
2022

Special revenue funds:		
Private donations	\$	90,000
Billeting fund		1,375,000
Military family relief fund		150,000
Morale, welfare, and recreation fund		100,000
Rental fees		192,100
Test project fees		100,000
State general fund/general purpose	\$	22,935,500
Sec. 103. MICHIGAN VETERANS AFFAIRS AGENCY		
Full-time equated classified positions	52.0	
County veteran service fund	\$	4,250,000
Michigan veterans affairs agency administration—FTEs	44.0	7,458,600
Veterans trust fund administration—FTEs	8.0	1,142,900
Veterans trust fund grants		2,500,000
Veterans service grants		4,250,000
GROSS APPROPRIATION	\$	19,601,500
Appropriated from:		
Special revenue funds:		
Private donations		10,000
Michigan veterans trust fund		3,642,900
Veterans license plate fund		50,000
State general fund/general purpose	\$	15,898,600
Sec. 104. MICHIGAN VETERANS' FACILITY AUTHORITY		
Full-time equated classified positions	631.5	
Chesterfield Township home for veterans—FTEs	115.0	\$ 20,937,000
D.J. Jacobetti home for veterans—FTEs	200.0	24,639,200
Grand Rapids home for veterans—FTEs	298.5	22,889,900
Information technology services and projects		1,405,200
Michigan veterans' facility authority		634,100
Michigan veteran homes administration—FTEs	18.0	3,005,200
Veterans cemetery		85,200
GROSS APPROPRIATION	\$	73,595,800
Appropriated from:		
Federal revenues:		
DVA - VHA		21,078,900
HHS - HCFA title XVIII, medicare		1,376,000
HHS - HCFA title XIX, medicaid		4,996,700
Special revenue funds:		
Private - veterans' home post and posthumous		540,000
Income and assessments		14,166,700
State general fund/general purpose	\$	31,437,500
Sec. 105. CAPITAL OUTLAY		
Armory maintenance	\$	1,000,000
Land and acquisitions		1,000,000
Special maintenance - National Guard		30,000,000
Special maintenance - veterans homes		500,000
GROSS APPROPRIATION	\$	32,500,000
Appropriated from:		
Federal revenues:		
DOD - DOA - NGB		30,000,000
Special revenue funds:		
Michigan national guard construction fund		1,000,000
State general fund/general purpose	\$	1,500,000

For Fiscal Year
Ending Sept. 30,
2022

Sec. 106. INFORMATION TECHNOLOGY		
Information technology services and projects	\$	579,800
GROSS APPROPRIATION	\$	579,800
Appropriated from:		
Federal revenues:		
DOD - DOA - NGB		157,600
State general fund/general purpose	\$	422,200
Sec. 107. ONE-TIME APPROPRIATIONS		
Grand Rapids home for veterans transition	\$	6,456,000
Record consolidation and digitization project		2,500,000
GROSS APPROPRIATION	\$	8,956,000
Appropriated from:		
Federal revenues:		
HHS - HCFA title XVIII, medicare		110,000
HHS - HCFA title XIX, medicaid		1,000
DVA - VHA		1,720,000
Special revenue funds:		
Income and assessments		520,000
Lease revenue		40,000
State general fund/general purpose	\$	6,565,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS FOR FISCAL YEAR 2021-2022

GENERAL SECTIONS

Sec. 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 ending September 30, 2022 is \$100,095,500.00 and state spending from state sources to be paid to local units of government for fiscal year ending September 30, 2022 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		
County veteran service fund	\$	4,250,000
Michigan veterans affairs agency administration		90,000
Military training sites and support facilities		46,500
TOTAL	\$	4,386,500

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

Sec. 203. As used in this part and part 1:

- (a) "CENA" means competency evaluated nursing assistant.
- (b) "Core services" means that term as defined in section 373 of the management and budget act, 1984 PA 431, MCL 18.1373.
- (c) "Department" means the department of military and veterans affairs.
- (d) "Director" means the director of the department.
- (e) "FTE" means full-time equated.
- (f) "HVAC" means heating, ventilation, and air conditioning.
- (g) "IDG" means interdepartmental grant.

(h) "Michigan veterans' facility authority" means the authority created under section 3 of the Michigan veterans' facility authority act, 2016 PA 560, MCL 36.103.

(i) "MVAA" means the Michigan veterans affairs agency.

(j) "MVH" means the Michigan veteran homes.

(k) "Subcommittees" means the subcommittees of the senate and house appropriations committees with jurisdiction over the budget of the department.

(l) "Support services" means an activity, such as information technology, accounting, human resources, legal, and other support functions that are required to support the ongoing delivery of core services.

(m) "USDVA" means the United States Department of Veterans Affairs.

(n) "USDVA-VHA" means the USDVA Veterans Health Administration.

(o) "VSO" means veterans service organization.

(p) "Work project" means that term as defined in section 404 of the management and budget act, 1984 PA 431, MCL 18.1404, and that meets the criteria in section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a.

Sec. 204. The department and agencies receiving appropriations in part 1 shall use the internet to fulfill the reporting requirements of this part. This requirement shall include transmission of reports via email to the recipients identified for each reporting requirement, and it shall include placement of reports on an internet site.

Sec. 205. To the extent permissible under section 261 of the management and budget act, 1984 PA 431, MCL 18.1261, all of the following apply to funds appropriated in part 1:

(a) The funds 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.

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

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

Sec. 206. The department shall not take disciplinary action against an employee of the department or departmental agency in the state classified civil service because the employee communicates with a member of the senate or house or a member's staff, unless the communication is prohibited by law and the department or agency taking disciplinary action is exercising its authority as provided by law.

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

(a) The dates of each travel occurrence.

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

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

Sec. 209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees, the subcommittees, and the senate and house fiscal agencies.

Sec. 210. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$8,600,000.00 for federal contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$1,100,000.00 for state restricted contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$250,000.00 for local contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$100,000.00 for private contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 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. 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 2 prior fiscal years.

Sec. 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. 214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2022 are estimated at \$18,414,700.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at \$10,316,900.00. Total agency appropriations for retiree health care legacy costs are estimated at \$8,097,800.00.

Sec. 215. To the extent permissible under the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, the director shall take all reasonable steps to ensure businesses in deprived and depressed communities compete for and perform contracts to provide services or supplies, or both. The director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 216. (1) On a quarterly basis, the department shall report to the senate and house appropriations committees, the senate and house appropriations subcommittees on the department budget, and the senate and house fiscal agencies the following information:

- (a) The number of FTEs in pay status by type of staff and civil service classification.
 - (b) A comparison by line item of the number of FTEs authorized from funds appropriated in part 1 to the actual number of FTEs employed by the department at the end of the reporting period.
- (2) By March 1 of the current fiscal year, the department shall report to the senate and house appropriations committees, the senate and house appropriations subcommittees on the department budget, and the senate and house fiscal agencies the following information:
- (a) Number of employees that were engaged in remote work in 2021.
 - (b) Number of employees authorized to work remotely and the actual number of those working remotely in the current reporting period.
 - (c) Estimated net cost savings achieved by remote work.
 - (d) Reduced use of office space associated with remote work.

Sec. 217. Appropriations in part 1 shall, to the extent possible by the department, not be expended until all existing work project authorization available for the same purposes is exhausted.

Sec. 218. If the state administrative board, acting under section 3 of 1921 PA 2, MCL 17.3, transfers funds from an amount appropriated under this article, the legislature may, by a concurrent resolution adopted by a majority of the members elected to and serving in each house, intertransfer funds within this article for the particular department, board, commission, officer, or institution.

Sec. 219. The departments and agencies receiving appropriations in part 1 shall receive and retain copies of all reports funded from appropriations in part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The department may electronically retain copies of reports unless otherwise required by federal and state guidelines.

Sec. 220. The department shall report no later than April 1 on each specific policy change made to implement a public act affecting the department that took effect during the prior calendar year to the senate and house appropriations committees, the subcommittees, the joint committee on administrative rules, and the senate and house fiscal agencies.

Sec. 221. The department shall provide biannual reports to the subcommittees, the senate and house fiscal agencies, and the state budget office, which shall provide the following data:

- (a) A list of all major work projects, including a status report of each project.
- (b) The department's financial status, featuring a report of budgeted versus actual expenditures by part 1 line item including a year-end projection of budget requirements.
- (c) The number of active employees at the close of the reporting period by job classification and departmental branch of service.

Sec. 222. The appropriations in part 1 are for the core services, support services, and work projects of the department, including, but not limited to, the following core services:

- (a) Armories and joint force readiness.
- (b) National Guard training facilities and air bases.
- (c) Michigan youth challenge academy.
- (d) Military family relief fund.
- (e) Starbase grant.
- (f) National Guard tuition assistance program.
- (g) Michigan veterans affairs agency administration.
- (h) Veterans service grants.
- (i) Veterans' trust fund administration.
- (j) Veterans' trust fund grants.
- (k) County veteran service fund.
- (l) Michigan veterans' facility authority.
- (m) Michigan veterans homes.

Sec. 223. The appropriations in part 1 for capital outlay shall be carried forward at the end of the fiscal year consistent with section 248 of the management and budget act, 1984 PA 431, MCL 18.1248.

Sec. 224. Sixty days prior to the public announcement of the intention to sell any department real property, the department shall submit notification of that intent to the subcommittees and the senate and house fiscal agencies.

Sec. 225. The department shall report to the subcommittees tentative plans for the required payment of any court judgment against the department, as soon as those plans are developed. The report must include, but is not limited to, all of the following information:

- (a) A listing of all known court judgments that would result in a financial obligation for the department.
- (b) The amount of time in which each of those financial obligations must be met.
- (c) The proposed budget line items from which a payment for a court judgment of \$100,000.00 or more would be made.
- (d) The estimated impact of the loss of revenue on the programs funded by the line items from which payments would be made.

Sec. 226. (1) Money privately donated to the department for the Grand Rapids home for veterans, D.J. Jacobetti home for veterans, or Chesterfield Township home for veterans 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 notify the subcommittees and the house and senate fiscal agencies of the receipt of a donation under this subsection within 14 calendar days of receiving the donation. The notification must include the amount of the donation and the purpose for which the funds will be expended, if known.

Sec. 227. (1) From the funds appropriated in part 1, the department and agencies that receive funding shall do all of the following:

(a) Report to the house and senate appropriations committees, the house and senate fiscal agencies, the house and senate policy offices, and the state budget office any amounts of severance pay for a department or agency director, deputy director, or other high-ranking department or agency official not later than 14 days after a severance agreement with the director or official is signed. The name of the director or official and the amount of severance pay must be included in the report required by this subdivision.

(b) Maintain an internet site that posts any severance pay in excess of 6 weeks of wages, regardless of the position held by the former department or agency employee receiving severance pay.

(c) By February 1, report 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 total amount of severance pay remitted to former department or agency employees during the fiscal year ending September 30, 2021 and the total number of former department or agency employees that were remitted severance pay during the fiscal year ending September 30, 2021.

(2) As used in this section, “severance pay” means compensation that is both payable or paid upon the termination of employment and in addition to either wages or benefits earned during the course of employment or generally applicable retirement benefits.

Sec. 228. (1) Any department, agency, board, commission, or public officer that receives funding under part 1 shall not:

(a) Require as a condition of accessing any facility or receiving services that an individual provide proof that he or she has received a COVID-19 vaccine except as provided by federal law or as a condition of receiving federal Medicare or Medicaid funding.

(b) Produce, develop, issue, or require a COVID-19 vaccine passport.

(c) Develop a database or make any existing database publicly available to access an individual’s COVID-19 vaccine status by any person, company, or governmental entity.

(d) Require as a condition of employment that an employee or official provide proof that he or she has received a COVID-19 vaccine. This subdivision does not apply to any hospital, congregate care facility, or other medical facility or any hospital, congregate care facility, or other medical facility operated by a local subdivision that receives federal Medicare or Medicaid funding.

(2) A department, agency, board, commission, or public officer may not subject any individual to any negative employment consequence, retaliation, or retribution because of that individual’s COVID-19 vaccine status.

(3) Subsection (1) does not prohibit any person, department, agency, board, commission, or public officer from transmitting proof of an individual’s COVID-19 vaccine status to any person, company, or governmental entity, so long as the individual provides affirmative consent.

(4) If a department, agency, board, commission, subdivision, or official or public officer is required to establish a vaccine policy due to a federal mandate, it must provide exemptions to any COVID-19 vaccine policy to the following individuals:

(a) An individual for whom a physician certifies that a COVID-19 vaccine is or may be detrimental to the individual’s health or is not appropriate.

(b) An individual who provides a written statement to the effect that the requirements of the COVID-19 vaccine policy cannot be met because of religious convictions or other consistently held objection to immunization.

(5) As used in this section, “public officer” means a person appointed by the governor or another executive department official or an elected or appointed official of this state or a political subdivision of this state.

Sec. 229. The department shall provide annually to the subcommittees and the senate and house fiscal agencies its updated departmental strategic plan.

MILITARY

Sec. 301. (1) From the funds appropriated in part 1, there is funding to support unclassified employee positions as authorized by section 5 of article XI of the state constitution of 1963.

(2) The department shall report quarterly to the subcommittees and house and senate fiscal agencies a list of the current unclassified positions, which shall include the official titles and responsibilities of each position.

(3) Upon the department being granted a request for an additional unclassified employee position from the civil service commission, or for any substantive changes to the duties of an existing unclassified employee position, the department shall notify the subcommittees and the senate and house fiscal agencies within 15 days.

Sec. 302. (1) From the funds appropriated in part 1 for military operations, effective and efficient executive direction and administrative leadership shall be provided to the department.

(2) The department shall operate and maintain National Guard armories.

(3) The department shall evaluate armories and submit a report biannually, on the status of the armories.

(4) The department shall maintain a system to measure the condition and adequacy of the armories.

(5) The Michigan Army National Guard and Air National Guard shall work to provide a culture that is free of sexual assault, through an environment of prevention, education and training, response capability, victim support, reporting procedures, and appropriate accountability that enhances the safety and well-being of all guard members.

(6) By December 1, the department shall report the following information to the subcommittees, the senate and house fiscal agencies, and the state budget office:

(a) An assessment of the grounds and facilities of each armory to objectively measure and determine the current facility condition and capability to support authorized manpower, unit training, and operations.

(b) Recommendations for the placement of new armories, the relocation or consolidation of existing armories, or a change in the mission of units assigned to armories to ideally position the National Guard in current or projected population centers.

(c) Recommendations for the enhanced use of armories to facilitate family support programs during deployments.

(d) An analysis of the feasibility, potential costs, and benefits of use of armories shared with other local, state, or federal agencies to improve responses to local emergencies as well as the community support provided to armories.

(e) An investment strategy and proposed funding amounts in a prioritized project list to correct the most critical facility shortfalls across the inventory of armories in this state.

Sec. 303. (1) The department shall maintain the Michigan youth challenge academy to provide values, skills, education, and self-discipline instruction for at-risk youth as provided under 32 USC 509.

(2) The department shall take steps to recruit candidates to the challenge academy from economically disadvantaged areas, including those with low-income and high-unemployment backgrounds.

(3) The department shall partner with the department of health and human services to identify youth who may be eligible for the challenge academy from those youth served by department of health and human services programs. These eligible youth shall be given priority for enrollment in the academy.

(4) The department shall maintain the staffing and resources necessary to train and graduate at least 114 students per cohort (228 annually).

(5) The department shall ensure individual academic success as measured by the number of individuals who have received a general equivalency diploma, high school diploma, or high school credit recovery or by the improvement of tests of adult basic education scores, or both.

(6) Any unexpended private donations to support the Michigan youth challenge academy at the close of this fiscal year shall not lapse to the general fund but shall be carried forward to the subsequent fiscal year.

Sec. 304. (1) The department shall provide grants for disbursement from the military family relief fund, as provided under the military family relief fund act, 2004 PA 363, MCL 35.1211 to 35.1216, and R 200.5 to R 200.95 of the Michigan Administrative Code.

(2) The department shall provide information on the revenues, expenditures for advertising and assistance grants, and fund balance of the Michigan military family relief fund, biannually.

(3) From the funds appropriated in part 1, the department shall provide sufficient staffing and other resources to provide outreach to the Michigan families of members of the reserve component of the Armed Forces of the United States called into active duty and to support the processing and approval of grant applications for this fiscal year under the Michigan military relief fund and report those applications biannually.

Sec. 305. (1) The department shall provide Army and Air National Guard forces, when directed, for state and local emergencies and in support of national military requirements.

(2) The department shall operate and maintain Army National Guard training facilities, including Fort Custer and Camp Grayling.

(3) The department shall maintain a system that measures the condition and adequacy of air facilities using both quality and functionality criteria.

(4) The department shall operate and maintain Air National Guard air bases, including Selfridge Air National Guard base, Battle Creek Air National Guard base, and Alpena combat readiness training center.

(5) The department shall provide the following information biannually:

(a) The apportioned and assigned strength of the Michigan Army National Guard.

- (b) The apportioned and assigned strength of the Michigan Air National Guard.
- (c) Recruiting, retention, and attrition data, including measurement against stated performance goals, for the Michigan Army National Guard.
- (d) Recruiting, retention, and attrition data, including measurement against stated performance goals, for the Michigan Air National Guard.

Sec. 306. There is created and established under the jurisdiction and control of the department a revolving account to be known as the billeting fund account. All of the fees and other revenues generated from the operation of the chargeable transient quarters program shall be deposited in the billeting fund account. Appropriations will be made from the account for the support of program operations and the maintenance and operations of the chargeable transient quarters program and will not exceed the estimated revenues for the fiscal year in which they are made, together with unexpended balances from prior years. The department shall submit an annual report of operations and expenditures regarding the billeting fund account to the appropriations committees of the senate and house of representatives, the senate and house fiscal agencies, and the state budget office at the end of the fiscal year.

Sec. 307. (1) The department shall maintain a National Guard tuition assistance program under section 3 of the Michigan national guard tuition assistance act, 2014 PA 259, MCL 32.433, for eligible persons as defined in section 2 of the Michigan national guard tuition assistance act, 2014 PA 259, MCL 32.432.

(2) The objective of the National Guard tuition assistance program is to bolster military readiness by increasing recruitment and retention of Michigan Army and Air National Guard service members, to fill federally authorized strength levels for the state, to improve the Michigan Army and Air National Guard's competitive draw from other military enlistment options in the state, to enhance the ability of the Michigan Army and Air National Guard to compete for members and federal dollars with surrounding states, and to increase the pool of eligible candidates within the Michigan Army and Air National Guard to become commissioned officers.

(3) The department shall make efforts to increase the number of national guard members who have received a credential or are still enrolled in the Michigan National Guard tuition assistance program after their initial term of enlistment with the goal of 55% of program participants, or at the current 4-year college graduation rate in Michigan, whichever is higher. To evaluate the effectiveness of the program, the department shall monitor the number of new recruits and new reenlistments and the percentage of those who become participants in the program to determine whether the percentage of authorized Michigan Army and Air National Guard strength obtained and retained is competitive in comparison with the neighboring army and air national guards from Illinois, Indiana, Ohio, and Wisconsin.

(4) Not later than March 1, the department shall provide a report to the subcommittees on the Michigan National Guard tuition assistance program. The report shall include the number of guard members receiving tuition assistance, where those guard members received education or training under the program, the average amount of financial assistance received, the total funds spent on the program, and, in the opinion of the department, after those expenditures, whether any unmet needs remained. The report shall also include performance data regarding the number of members denied benefits from the program. The report shall include, but is not limited to, all of the following information:

- (a) The total number of applications for tuition assistance denied.
- (b) A delineated list of the grounds for denial and the number of the total applicable to each reason for denial.
- (c) A list of specific actions undertaken to increase the opportunities for expanding qualified educational and training programs.
- (d) A list of any educational and training programs removed from eligibility and the rationale for their removal.
- (e) An explanation of any identified barriers to the successful utilization of funds appropriated in part 1 for the National Guard tuition assistance fund and applicable proposals for legislative action to address those barriers.

(5) The general fund/general purpose funds appropriated in part 1 for the National Guard tuition assistance fund shall be deposited to the restricted Michigan National Guard tuition assistance fund created in section 4 of the Michigan National Guard tuition assistance act, 2014 PA 259, MCL 32.434. All funds in the restricted Michigan National Guard tuition assistance fund are appropriated and available for expenditure to support the Michigan National Guard tuition assistance program.

Sec. 308. The department shall maintain the starbase program at Air National Guard facilities, as provided under 10 USC 2193b, to improve the knowledge, skills, and interest of students, primarily in the fifth grade, in math, science, and technology. The starbase program is to specifically target minority and at-risk students for participation.

Sec. 309. There is created and established under the jurisdiction and control of the department a revolving account to be known as the test project fees account. All of the fees and other revenues generated from the operation of the test project program shall be deposited in the test project fees fund account. Funds 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. 310. The morale, welfare, and recreation fund is created within the state treasury. The state treasurer may receive money or other assets from any source for deposit into the fund. The state treasurer shall direct the investment of the fund. The state 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. 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. 312. On December 1, 2021, the department shall send a report to the subcommittees and the house and senate fiscal agencies 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. 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 notify the subcommittees and the house and senate fiscal agencies of the receipt of a donation under this subsection within 14 calendar days of receiving the donation. The notification must include the amount of the donation and the purpose for which the funds will be expended, if known.

Sec. 405. (1) The MVAA shall provide a report biannually on the financial status of the Michigan veterans' trust fund, including the number and amount of emergency grants, state operating and administrative expenses, and county administrative expenses.

(2) The Michigan veterans' trust fund board together with the agency shall maintain the staffing and resources necessary to process a minimum of 2,000 applications for veterans' trust fund emergency grants.

(3) The Michigan veterans' trust fund board together with the MVAA shall provide emergency grants for disbursement from the Michigan veterans' trust fund, as provided under the following program authorities:

(a) Sections 37, 38, and 39 of article IX of the state constitution of 1963.

(b) 1946 (1st Ex Sess) PA 9, MCL 35.602 to 35.610.

(c) R 35.1 to R 35.7 of the Michigan Administrative Code.

(d) R 35.621 to R 35.623 of the Michigan Administrative Code.

(4) No later than February 1, the MVAA shall provide a detailed report of the Michigan veterans' trust fund that includes, for the immediately preceding fiscal year, information on grants provided from the emergency grant program, including details concerning the methodology of allocations, the selection of emergency grant program authorized agents, a description of how the emergency grant program is administered in each county, and a detailed breakdown of trust fund expenditures for that year, including the amount distributed to each county for operating costs, administrative costs and emergency grants. The report shall also include the number of approved applications, by category of assistance, and the number of denied applications, by reason of denial. The report shall also provide an update on the department's efforts to reduce program administrative costs and maintain the Michigan veterans' trust fund corpus at or above its original amount of at least \$50,000,000.00.

Sec. 406. (1) The MVAA shall provide outreach services to Michigan veterans to advise them on the benefits to which they are entitled, as provided under Executive Reorganization Order No. 2013-2, MCL 32.92. The MVAA shall also do the following:

(a) Develop and operate an outreach program that communicates benefit eligibility information to at least 50% of Michigan's population of veterans, as assessed by annual census estimates, with a goal of reaching 100% and enabling 100% to access benefit information online.

(b) Communicate veteran benefit information pertaining to the Michigan military family relief fund, Michigan veterans' trust fund, and USDVA health, financial, and memorial benefits to which veterans are entitled.

(c) Provide sufficient staffing and other resources to approve requests for military discharge certificates (DD-214) annually.

(d) Continue the process to digitize all medical records, military discharge documents, and burial records that are currently on paper and microfilm.

(e) Provide a report biannually to the subcommittees, the senate and house fiscal agencies, and the state budget office providing, to the extent known, data on the estimated number of homeless veterans, by county, in this state.

(f) Provide the percentage of Michigan veterans contacted through its outreach programs, with a goal of 90%, and report that percentage to the subcommittees biannually on the status of outreach.

(2) From the funds appropriated in part 1, the MVAA shall provide for the regional coordination of services, as follows:

(a) The MVAA shall coordinate with veteran benefit counselors throughout a specified region.

(b) The MVAA shall coordinate services with the department of health and human services and the department of corrections.

(c) The MVAA shall coordinate with regional workforce and economic development agencies.

(d) The MVAA shall coordinate activities among local foundations, nonprofit organizations, and community groups to improve accessibility, enrollment, and utilization of the array of health care, education, employment assistance, and quality of life services provided at the local level.

(e) The MVAA may work with MVAA service officers, county veteran counselors, VSO service officers, and other service providers to incorporate the provision of information relating to mental health care resources into their daily operations to aid veterans in understanding the mental health care support services they may be eligible to receive.

(f) The MVAA shall coordinate with the department of health and human services to identify Medicaid recipients who are veterans and who may be eligible for federal veterans health care benefits or other benefits, to the extent that the identification does not violate applicable confidentiality requirements.

(g) The MVAA shall collaborate with the department of corrections to create and maintain a process by which prisoners can obtain a copy of their DD-214 form or other military discharge documentation if necessary.

(h) The MVAA shall ensure that all MVAA service officers and VSO service officers receive appropriate training in processing applications for benefits payable to veterans due to military sexual trauma, post-traumatic stress disorder, depression, anxiety, substance abuse, or other mental health issues.

(3) The MVAA shall provide claims processing services to Michigan veterans in support of benefit claims submitted to the USDVA for the health, financial, and memorial benefits for which they are eligible, and shall do both of the following:

(a) Report biannually on the number of benefit claims, by type, submitted to the USDVA by MVAA.

(b) Maintain the staffing and resources necessary to process a minimum of 500 claims per year.

(4) The MVAA shall maintain staffing and resources necessary to develop and implement a process to ensure that all county counselors receive the training and accreditation necessary to provide quality services to veterans. The MVAA shall report information biannually on the number and percentage of county veterans counselors trained by the MVAA, and the number and percentage who received funding from the MVAA to attend training, with an overall goal of 100% of county veterans counselors trained.

(5) From the funds appropriated in part 1 for MVAA, the MVAA is authorized to expend up to \$50,000.00 to hire legal services to represent veterans benefit cases before federal court to maintain accreditation under 38 CFR 14.628(d)(1)(iv).

Sec. 407. (1) The MVAA shall disburse grants to achieve agency goals and performance objectives in partnership with counties, VSOs, and tribal governments. Grants will be disbursed to fund programs and projects that are determined by the agency to meet agency performance objectives and ensure that grantees communicate the availability of emergency grants through the Michigan veterans' trust fund. In disbursing grants, the MVAA shall do all of the following:

(a) Ensure that each grantee is issued performance standards.

(b) Ensure that each grantee uses those funds for veterans advocacy and outreach.

- (c) Monitor the performance of each grantee.
- (d) Require each grantee to report not less than quarterly on services provided to veterans and account for all grant fund expenditures.
- (e) Require that each grantee report not less than quarterly both of the following:
 - (i) The number and type of claims originated and submitted by the grantee to the USDVA.
 - (ii) The number and type of claims originated by an organization other than the grantee and submitted by the grantee to the USDVA.
- (f) Promulgate monthly benchmark requirements, based upon contractual obligations, that each grantee must meet and require each grantee to report on achieving the benchmark requirements not less than quarterly to the MVAA, in order to ensure that each grantee meets MVAA veteran service goals.
- (g) Assess the accuracy rate of claims reported by grantees and the attendance rate of grantees, based upon contractual obligations.
- (h) Ensure that each grantee adheres to the MVAA approved schedule of operations.
- (i) Report biannually to the subcommittees and senate and house fiscal agencies on grantee operations monitored under this subsection.
- (2) Grants awarded to a VSO by the MVAA shall provide for the following, as developed by the MVAA:
 - (a) The provision of service to veterans statewide, using a regional service delivery model, with services provided at specified locations and times, including service provided in state correctional facilities.
 - (b) A specified number of service hours within each geographic region of this state, including a statewide goal for service hours provided to eligible incarcerated veterans who are within 1 year of their earliest release date.
 - (c) Use of an MVAA-designated internet-based claims data system.
- (3) Biannually, the MVAA shall report a summary of activities supported through the appropriation in part 1 for grants, including the amount of expenditures to date, number of service hours, number of claims for benefits submitted by type of claim, and other information deemed appropriate by the MVAA.

Sec. 409. (1) The department shall enter into an interagency agreement in cooperation with the department of health and human services in order to work with the federal public assistance reporting information system to identify Medicaid recipients who are veterans and who may be eligible for federal veterans' health care benefits or other benefits. The interagency agreement shall include the specific outcome and performance reporting requirements described in this section. The interagency agreement shall require the department to provide all of the following items by January 1 for the current fiscal year to the subcommittees, the senate and house fiscal agencies, and the policy offices:

- (a) The number of veterans identified by the department of health and human services through eligibility determinations.
- (b) The number of veterans referred to the department.
- (c) The number of referrals made by the department of health and human services that were contacted by the department.
- (d) The number of referrals made to the department that were eligible for veterans health care benefits or other benefits.
- (e) The specific actions and efforts undertaken by the department of health and human services and the department to identify female veterans who are applying for public assistance benefits, but who are eligible for veterans benefits.
- (2) By October 1 of the current fiscal year, the department of health and human services shall change the public assistance application form from asking whether the prospective applicant was a veteran to asking whether the applicant had ever served in the military.
- (3) This section does not prohibit the department from entering into interagency agreements with any other public department or agency in this state in order to obtain the information detailed in subsection (1).

Sec. 410. (1) The general fund/general purpose funds appropriated in part 1 for the county veteran service fund shall be deposited to the restricted county veteran service fund created in section 3a of 1953 PA 192, MCL 35.623a. All funds in the restricted county veteran service fund are appropriated and available for expenditure to support county veteran service grants.

(2) From the funds appropriated in part 1 for the county veteran service fund, \$200,000.00 shall be allocated to the MVAA to be used to cover costs associated with administering and providing technical assistance to counties for this grant program.

MICHIGAN VETERANS' FACILITY AUTHORITY

Sec. 451. The Michigan veterans' facility authority shall exercise certain regulatory and governance authority regarding admission and member affairs at the Grand Rapids, D.J. Jacobetti, and Chesterfield Township homes for veterans.

Sec. 452. (1) The MVH and the Michigan veterans' facility authority shall provide compassionate and quality nursing and domiciliary care services at the Grand Rapids, D.J. Jacobetti, and Chesterfield Township homes for veterans so that members can achieve their highest potential of wellness, independence, self-worth, and dignity.

(2) From the funds appropriated in part 1, the department shall provide resources necessary to provide nursing care services to veterans in accordance with federal standards and provide the results of the annual USDVA survey and certification as proof of compliance.

(3) Appropriations in part 1 for a home operated by the MVH and the D.J. Jacobetti and Chesterfield Township homes for veterans shall not be used for any purpose other than for veterans and veterans' families.

(4) Any contractor providing mental health services to the Grand Rapids, D.J. Jacobetti, and Chesterfield Township homes for veterans shall utilize mental health interventions that have been shown to be effective with the conditions they are treating, in accordance with evidence-based best practices supported by the USDVA-VHA, United States Department of Defense, the Substance Abuse and Mental Health Services Administration, the American Psychological Association, and the National Association of Social Workers.

(5) Any contractor providing CENAs to a home operated by the MVH shall ensure that each CENA has at least 8 hours of training on information provided by the home.

(6) Any contractor providing CENAs to a home operated by the MVH shall ensure that each CENA has at least one 8-hour shift of shadowing at the veterans' home.

(7) Any contractor providing CENAs to a home operated by the MVH shall ensure that each CENA is competent in the basic skills needed to perform his or her assigned duties at the home.

(8) A home operated by the MVH shall provide each CENA at least 12 hours of in-service training once that individual has been assigned to the home.

(9) All complaints of abusive or neglectful care at the Grand Rapids, D.J. Jacobetti, and Chesterfield Township homes for veterans by a resident member, a resident member's family or legal guardian, or staff of the veterans' homes received by a supervisor shall be referred to the director of nursing or his or her designee upon receipt of the complaint. The director of nursing or his or her designee shall report on not less than a monthly basis, except that the Michigan veterans' facility authority may specify a more frequent reporting period to the home administrator, Michigan veterans' facility authority, agency, subcommittees, senate and house fiscal agencies, and state budget office the following information:

(a) A description of the process by which resident members and others may file complaints of alleged abuse or neglect at the Grand Rapids, D.J. Jacobetti, and Chesterfield Township homes for veterans.

(b) Summary statistics on the number and general nature of complaints of abuse or neglect.

(c) Summary statistics on the final disposition of complaints of abuse or neglect received.

(10) The MVH shall provide an on-site, board-certified psychiatrist for all resident members with mental health disorders in order to ensure that those resident members receive needed services in a professional and timely manner. The MVH shall provide all members and staff a safe and secure environment.

(11) The MVH shall ensure that they effectively develop, execute, and monitor all comprehensive care plans in accordance with federal regulations and their internal policies, with a goal that a comprehensive care plan is fully developed for all resident members.

(12) The MVH shall implement controls over their food, maintenance supplies, pharmaceuticals, and medical supplies inventories.

(13) The MVH shall establish sufficient controls for calculating resident member maintenance assessments in order to accurately calculate resident member maintenance assessments for each billing cycle. The MVH shall establish sufficient controls to ensure that all past due resident member maintenance assessments are addressed within 30 days.

(14) The MVH shall establish sufficient controls over monetary donations and donated goods.

(15) The MVH shall implement sufficient controls over the handling of resident member funds to ensure the release of funds within 15 calendar days upon the resident member leaving the home and to ensure that a representative of a resident member is provided a full accounting of that resident member's funds within 30 calendar days after the death of that resident member.

(16) The MVH shall post on its website all policies adopted by the Michigan veterans' facility authority and the veterans' homes related to the administrative operations of the veterans' homes.

(17) The process by which visitors, residents, and employees of the Grand Rapids, D.J. Jacobetti, and Chesterfield Township homes for veterans may register complaints shall be displayed in high-traffic areas throughout the home.

(18) The MVH shall provide copies of each facility's USDVA State Veteran Home quarterly report to the legislature and the state budget office. These quarterly reports shall be posted on the MVH website.

(19) The MVH shall provide to the legislature and the state budget office biannual reports regarding the status of Centers for Medicare and Medicaid certification efforts, including, but not limited to, descriptions of incremental milestones, associated expenditures, and the percentage of plan completed until such time certification has been achieved and reported.

(20) The MVH shall provide to the subcommittees, the senate and house fiscal agencies, and the state budget office the results of any annual or for-cause survey conducted by any entity with oversight over the homes and any corresponding corrective action plan for the homes in its system. This information shall also be made available publicly through the MVH's website.

Sec. 453. The department shall ensure that the quality of care for members of the Grand Rapids, D.J. Jacobetti, and Chesterfield Township homes for veterans shall meet or exceed the quality of care for the full spectrum of health care services to meet or exceed the Centers for Medicare and Medicaid Services certification standards. The department shall provide a report biannually to the subcommittees that contains evidence that the quality of care for the full spectrum of health care services has met or exceeded Centers for Medicare and Medicaid Services certification standards.

CAPITAL OUTLAY

Sec. 501. (1) The department shall provide for the acquisition and disposition of National Guard armories, facilities, and lands as provided under sections 368, 382, and 382a of the Michigan military act, 1967 PA 150, MCL 32.768, 32.782, and 32.782a.

(2) The department shall provide a listing of property sales and acquisitions biannually.

Sec. 502. (1) The appropriations in part 1 for special maintenance – National Guard shall be carried forward at the end of the fiscal year consistent with section 248 of the management and budget act, 1984 PA 431, MCL 18.1248.

(2) The appropriations for special maintenance – National Guard shall be expended in accordance with the requirements of sections 302 and 305 of this part and shall be expended according to the maintenance priorities of the department to repair and modernize military training sites and support facilities, including armories, which may include projects such as roof, HVAC, or boiler replacement, interior renovations, facility expansion, improvements to parking facilities, and other projects.

(3) The department shall provide a report biannually providing information on the status, projected costs, and projected completion date of current and planned special maintenance projects at the armories and other National Guard facilities funded from capital outlay appropriations made in part 1 and in prior appropriations years.

Sec. 503. (1) The appropriations in part 1 for special maintenance – veterans homes shall be carried forward at the end of the fiscal year consistent with section 248 of the management and budget act, 1984 PA 431, MCL 18.1248.

(2) The appropriations for special maintenance – veterans homes shall be expended in accordance with the requirements of section 452 of this part and shall be expended according to the maintenance priorities of the department to repair and modernize the state's veterans' homes, which may include projects such as roof, HVAC, or boiler replacement, interior renovations, facility expansion, improvements to parking facilities, and other projects designed to enhance the quality of life and medical care of members.

(3) The MVH shall provide a report biannually providing information on the status, projected costs, and projected completion date of current and planned special maintenance projects at the Grand Rapids, D.J. Jacobetti, and Chesterfield Township homes for veterans funded from capital outlay appropriations made in part 1 and in prior appropriations years.

Sec. 504. (1) The appropriations in part 1 for armory maintenance shall be carried forward at the end of the fiscal year consistent with section 248 of the management and budget act, 1984 PA 431, MCL 18.1248.

(2) The appropriations for armory maintenance shall be expended in accordance with the requirements of sections 302 and 305 of this part and shall be expended according to the maintenance priorities of the department to repair and modernize military training sites and support facilities, including armories.

ONE-TIME APPROPRIATIONS

Sec. 601. (1) From the funds appropriated in part 1 for the record consolidation and digitization project, the department must digitize, index, and store all veteran records under its control and possession in an appropriate digital or cloud-based, secure platform. The intent of this project is to provide better accessibility and more timely delivery of service members' records once requested by the veteran, and to provide a digital record of these records for safety and security.

(2) The department must submit a report to the speaker of the house of representatives and the majority leader of the senate, the house and senate appropriations committees, the subcommittees, the house and senate fiscal agencies, and the state budget office by February 1 and August 1 on progress made on the record consolidation and digitization project.

(3) It is the intent of the legislature that the department provide, as allowed by federal and state law or regulation, access to national guard servicemembers' and veterans' records to veteran service organizations, county departments of veterans affairs as created under 1953 PA 192, MCL 35.621 to 35.624, and other third-party entities, accredited or established by law, that work on behalf of veterans.

ARTICLE 11

DEPARTMENT OF NATURAL RESOURCES

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of natural resources for the fiscal year ending September 30, 2022, from the following funds:

DEPARTMENT OF NATURAL RESOURCES

APPROPRIATION SUMMARY		
Full-time equated unclassified positions	6.0	
Full-time equated classified positions	2,354.9	
GROSS APPROPRIATION		\$ 464,341,400
Total interdepartmental grants and intradepartmental transfers		203,100
ADJUSTED GROSS APPROPRIATIONS		\$ 464,138,300
Federal revenues:		
Total federal revenues		91,291,300
Special revenue funds:		
Total local revenues		0
Total private revenues		7,039,200
Total other state restricted revenues		317,195,300
State general fund/general purpose		\$ 48,612,500

Sec. 102. DEPARTMENTAL ADMINISTRATION AND SUPPORT

Full-time equated unclassified positions	6.0	
Full-time equated classified positions	141.1	
Unclassified salaries—FTE positions	6.0	\$ 853,700
Accounting service center		1,555,100
Executive direction—FTEs	11.6	2,278,800
Finance and operations—FTEs	105.5	17,214,300
Gifts and pass-through transactions		5,003,600
Legal services—FTEs	4.0	675,300
Minerals management—FTEs	20.0	2,977,700
Natural resources commission		77,100
Property management		4,225,300
GROSS APPROPRIATION		\$ 34,860,900
Appropriated from:		
Interdepartmental grant revenues:		
IDG, land acquisition services-to-work orders		203,100
Federal revenues:		
Federal funds		356,900
Special revenue funds:		
Private funds		5,003,600

For Fiscal Year
Ending Sept. 30,
2022

Deer habitat reserve		\$	162,000
Forest development fund			3,136,500
Forest land user charges			7,700
Forest recreation account			54,000
Game and fish protection fund			7,761,100
Land exchange facilitation and management fund			4,549,300
Local public recreation facilities fund			206,300
Marine safety fund			830,000
Michigan natural resources trust fund			1,377,500
Michigan state parks endowment fund			4,213,900
Michigan state waterways fund			857,000
Nongame wildlife fund			13,800
Off-road vehicle safety education fund			700
Off-road vehicle trail improvement fund			238,700
Park improvement fund			1,917,000
Public use and replacement deed fees			28,800
Recreation improvement account			85,700
Snowmobile registration fee revenue			50,200
Snowmobile trail improvement fund			127,500
Sportsmen against hunger fund			500
Turkey permit fees			79,800
Waterfowl fees			3,400
Wildlife resource protection fund			43,300
State general fund/general purpose		\$	3,552,600
Sec. 103. DEPARTMENT INITIATIVES			
Full-time equated classified positions	13.0		
Great Lakes restoration initiative		\$	2,905,300
Invasive species prevention and control—FTEs	13.0		5,085,100
GROSS APPROPRIATION		\$	7,990,400
Appropriated from:			
Federal revenues:			
Federal funds			2,905,300
State general fund/general purpose		\$	5,085,100
Sec. 104. COMMUNICATION AND CUSTOMER SERVICES			
Full-time equated classified positions	137.3		
Marketing and outreach—FTEs	80.8	\$	14,705,400
Michigan historical center—FTEs	56.5		7,071,500
Michigan wildlife council campaign management			80,000
Michigan wildlife council media			936,000
Michigan wildlife council messaging and implementation			448,000
Michigan wildlife council research			136,000
GROSS APPROPRIATION		\$	23,376,900
Appropriated from:			
Federal revenues:			
Federal funds			2,415,500
State park improvement, federal			320,000
Special revenue funds:			
Forest development fund			163,100
Forest recreation account			17,400
Game and fish protection fund			8,630,100
Land exchange facilitation and management fund			49,200
Marine safety fund			37,200
Michigan historical center operations fund			1,215,200

For Fiscal Year
Ending Sept. 30,
2022

Michigan state parks endowment fund		\$	113,100
Michigan state waterways fund			155,900
Nongame wildlife fund			11,000
Off-road vehicle trail improvement fund			45,900
Park improvement fund			2,988,400
Recreation passport fees			53,200
Snowmobile registration fee revenue			20,100
Snowmobile trail improvement fund			47,800
Sportsmen against hunger fund			250,000
Wildlife management public education fund			1,600,000
Youth hunting and fishing education and outreach fund			100,000
State general fund/general purpose		\$	5,143,800
Sec. 105. WILDLIFE MANAGEMENT			
Full-time equated classified positions	230.5		
Natural resources heritage—FTEs	9.0	\$	642,900
Wildlife management—FTEs	221.5		46,042,300
GROSS APPROPRIATION		\$	46,685,200
Appropriated from:			
Federal revenues:			
Federal funds			25,846,200
Special revenue funds:			
Private funds			315,700
Cervidae licensing and inspection fees			85,100
Deer habitat reserve			1,773,300
Forest development fund			277,600
Game and fish protection fund			12,335,900
Nongame wildlife fund			435,400
Turkey permit fees			1,049,300
Waterfowl fees			114,100
State general fund/general purpose		\$	4,452,600
Sec. 106. FISHERIES MANAGEMENT			
Full-time equated classified positions	223.5		
Aquatic resource mitigation—FTEs	2.0	\$	634,100
Fish production—FTEs	63.0		10,549,300
Fisheries resource management—FTEs	158.5		21,714,000
GROSS APPROPRIATION		\$	32,897,400
Appropriated from:			
Federal revenues:			
Federal funds			11,670,400
Special revenue funds:			
Private funds			136,700
Fisheries settlement			634,000
Game and fish protection fund			19,914,500
Invasive species fund			100
State general fund/general purpose		\$	541,700
Sec. 107. LAW ENFORCEMENT			
Full-time equated classified positions	293.0		
General law enforcement—FTEs	293.0	\$	45,768,100
GROSS APPROPRIATION		\$	45,768,100
Appropriated from:			
Federal revenues:			
Federal funds			6,768,600
Special revenue funds:			

For Fiscal Year
Ending Sept. 30,
2022

Cervidae licensing and inspection fees		\$	53,400
Forest development fund			45,400
Forest recreation account			72,800
Game and fish protection fund			20,443,700
Marine safety fund			1,352,600
Michigan state parks endowment fund			71,400
Michigan state waterways fund			21,700
Off-road vehicle safety education fund			162,700
Off-road vehicle trail improvement fund			2,244,500
Park improvement fund			72,800
Snowmobile registration fee revenue			724,800
Wildlife resource protection fund			1,106,000
State general fund/general purpose		\$	12,627,700
Sec. 108. PARKS AND RECREATION DIVISION			
Full-time equated classified positions	980.0		
Forest recreation and trails—FTEs	62.9	\$	7,466,300
MacMullan conference center—FTEs	15.0		1,204,000
Michigan conservation corps			934,400
Recreational boating—FTEs	176.6		21,406,300
State parks—FTEs	725.5		80,310,100
State park improvement revenue bonds - debt service			1,201,800
GROSS APPROPRIATION		\$	112,522,900
Appropriated from:			
Federal revenues:			
Federal funds			141,400
Michigan state waterways fund, federal			1,677,900
Special revenue funds:			
Private funds			428,300
Forest recreation account			3,239,600
MacMullan conference center account			1,204,000
Michigan state parks endowment fund			11,389,400
Michigan state waterways fund			19,731,600
Off-road vehicle safety education fund			7,500
Off-road vehicle trail improvement fund			1,525,400
Park improvement fund			65,302,500
Park improvement fund - Belle Isle subaccount			1,201,800
Pure Michigan trails fund			100
Recreation improvement account			502,400
Recreation passport fees			220,300
Snowmobile registration fee revenue			16,200
Snowmobile trail improvement fund			1,673,800
State general fund/general purpose		\$	4,260,700
Sec. 109. MACKINAC ISLAND STATE PARK COMMISSION			
Full-time equated classified positions	17.0		
Historical facilities system—FTEs	13.0	\$	1,859,800
Mackinac Island State Park operations—FTEs	4.0		337,900
GROSS APPROPRIATION		\$	2,197,700
Appropriated from:			
Special revenue funds:			
Mackinac Island State Park fund			1,652,400
Mackinac Island State Park operation fund			132,000
State general fund/general purpose		\$	413,300

For Fiscal Year
Ending Sept. 30,
2022

Sec. 110. FOREST RESOURCES DIVISION

Full-time equated classified positions	319.5	
Adopt-a-forest program		\$ 25,000
Cooperative resource programs—FTEs	11.0	1,607,200
Forest fire equipment		931,500
Forest management and timber market development—FTEs	185.0	43,827,700
Forest management initiatives—FTEs	8.5	906,900
Wildfire protection—FTEs	115.0	15,030,900
GROSS APPROPRIATION		\$ 62,329,200

Appropriated from:

Federal revenues:

Federal funds	3,429,100
Federal national forest timber fund	9,063,400

Special revenue funds:

Private funds	1,054,900
Commercial forest fund	25,400
Fire equipment fund	668,700
Forest development fund	40,216,500
Forest land user charges	235,500
Game and fish protection fund	803,200
Michigan state waterways fund	53,400

State general fund/general purpose \$ 6,779,100

Sec. 111. GRANTS

Dam management grant program	\$ 350,000
Deer habitat improvement partnership initiative	200,000
Federal - clean vessel act grants	400,000
Federal - forest stewardship grants	2,000,000
Federal - land and water conservation fund payments	13,000,000
Federal - rural community fire protection	400,000
Federal - urban forestry grants	900,000
Fisheries habitat improvement grants	1,250,000
Grants to communities - federal oil, gas, and timber payments	3,450,000
Grants to counties - marine safety	3,074,700
National recreational trails	3,904,200
Nonmotorized trail development and maintenance grants	200,000
Off-road vehicle safety training grants	60,000
Off-road vehicle trail improvement grants	5,388,800
Recreation improvement fund grants	916,200
Recreation passport local grants	2,000,000
Snowmobile law enforcement grants	380,100
Snowmobile local grants program	8,090,400
Trail easements	2,200,000
Wildlife habitat improvement grants	1,502,500
GROSS APPROPRIATION	\$ 49,666,900

Appropriated from:

Federal revenues:

Federal funds	25,621,600
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Special revenue funds:

Private funds	100,000
Deer habitat reserve	200,000
Game and fish protection fund	2,752,500
Local public recreation facilities fund	2,000,000
Marine safety fund	1,407,300

For Fiscal Year
Ending Sept. 30,
2022

Off-road vehicle safety education fund	\$	60,000
Off-road vehicle trail improvement fund		5,388,800
Permanent snowmobile trail easement fund		2,200,000
Recreation improvement account		916,200
Snowmobile registration fee revenue		380,100
Snowmobile trail improvement fund		8,090,400
State general fund/general purpose	\$	550,000
Sec. 112. INFORMATION TECHNOLOGY		
Information technology services and projects	\$	10,375,000
GROSS APPROPRIATION	\$	10,375,000
Appropriated from:		
Special revenue funds:		
Commercial forest fund		2,100
Deer habitat reserve		61,600
Forest development fund		1,514,400
Forest land user charges		23,900
Forest recreation account		42,100
Game and fish protection fund		3,793,400
Land exchange facilitation and management fund		30,600
Marine safety fund		163,600
Michigan natural resources trust fund		22,300
Michigan state parks endowment fund		1,336,000
Michigan state waterways fund		494,100
Nongame wildlife fund		30,500
Off-road vehicle safety education fund		10,400
Off-road vehicle trail improvement fund		21,800
Park improvement fund		1,401,300
Pure Michigan trails fund		100
Recreation improvement account		48,900
Snowmobile registration fee revenue		11,600
Snowmobile trail improvement fund		74,400
Sportsmen against hunger fund		600
Turkey permit fees		33,800
Waterfowl fees		3,300
Wildlife resource protection fund		42,100
Youth hunting and fishing education and outreach fund		2,000
State general fund/general purpose	\$	1,210,100
Sec. 113. CAPITAL OUTLAY		
(1) RECREATIONAL LANDS AND INFRASTRUCTURE		
State parks repair and maintenance	\$	16,100,000
GROSS APPROPRIATION	\$	16,100,000
Appropriated from:		
Special revenue funds:		
Michigan state parks endowment fund		4,500,000
Recreation passport fees		10,100,000
State general fund/general purpose	\$	1,500,000
(2) WATERWAYS BOATING PROGRAM		
Local boating infrastructure maintenance and improvements	\$	3,322,500
State boating infrastructure maintenance		7,752,500
GROSS APPROPRIATION	\$	11,075,000
Appropriated from:		
Federal revenues:		
Federal funds		875,000

		For Fiscal Year Ending Sept. 30, 2022
Michigan state waterways fund, federal	\$	200,000
Special revenue funds:		
Michigan state waterways fund		10,000,000
State general fund/general purpose	\$	0
Sec. 114. ONE-TIME APPROPRIATIONS		
Chronic wasting disease testing	\$	500,000
Fish hatchery energy efficiencies		1,995,800
Kalamazoo River watershed improvements - capital outlay		6,000,000
GROSS APPROPRIATION	\$	8,495,800
Appropriated from:		
Environmental protection fund		6,000,000
State general fund/general purpose	\$	2,495,800

PART 2
PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2021-2022

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for the fiscal year ending September 30, 2022 is \$365,807,800.00 and state spending from state resources to be paid to local units of government for the fiscal year ending September 30, 2022 is \$10,491,100.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF NATURAL RESOURCES		
Dam management grant program	\$	175,000
Fisheries habitat improvement grants		125,000
Grants to counties – marine safety		1,407,300
Invasive species prevention and control		1,900,000
Local boating infrastructure maintenance and improvements		3,322,500
Nonmotorized trail development and maintenance grants		100,000
Off-road vehicle safety training grants		60,000
Off-road vehicle trail improvement grants		779,400
Recreation improvement fund grants		91,600
Recreation passport local grants		2,000,000
Snowmobile law enforcement grants		380,100
Wildlife habitat improvement grants		150,200
TOTAL	\$	10,491,100

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

Sec. 203. As used in this part and part 1:

- (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. 204. The department shall use the internet to fulfill the reporting requirements of this part. This requirement shall include transmission of reports via email to the recipients identified for each reporting requirement, or it shall include placement of reports on an internet site.

Sec. 205. To the extent permissible under section 261 of the management and budget act, 1984 PA 431, MCL 18.1261, all of the following apply to funds appropriated in part 1:

(a) The funds 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.

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

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

Sec. 206. The department shall not take disciplinary action against an employee of the department or departmental agency in the state classified civil service because the employee communicates with a member of the senate or house or his or her staff, unless the communication is prohibited by law and the department or agency taking disciplinary action is exercising its authority as provided by law.

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

(a) The dates of each travel occurrence.

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

Sec. 208. Funds appropriated in part 1 shall not be used by the department to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairs of the senate and house appropriations committees, and the senate and house fiscal agencies.

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

Sec. 211. The department shall cooperate with the department of technology, management, and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for the department:

(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. 212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the chairpersons of the senate and house appropriations committees, the chairpersons of the senate and house appropriations subcommittees on natural resources, 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 prior 2 fiscal years.

Sec. 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. 214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2022 are estimated at \$43,528,600.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at \$24,387,100.00. Total agency appropriations for retiree health care legacy costs are estimated at \$19,141,500.00.

Sec. 215. To the extent permissible under the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, the director shall take all reasonable steps to ensure businesses in deprived and depressed communities compete for and perform contracts to provide services or supplies, or both. The director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 216. (1) On a quarterly basis, the department shall report to the senate and house appropriations committees, the senate and house appropriations subcommittees on natural resources, and the senate and house fiscal agencies the following information:

(a) The number of FTEs in pay status by type of staff and civil service classification.

(b) A comparison by line item of the number of FTEs authorized from funds appropriated in part 1 to the actual number of FTEs employed by the department at the end of the reporting period.

(2) By March 1 of the current fiscal year, the department shall report to the senate and house appropriations committees, the senate and house appropriations subcommittees on natural resources, and the senate and house fiscal agencies the following information:

(a) Number of employees that were engaged in remote work in 2021.

(b) Number of employees authorized to work remotely and the actual number of those working remotely in the current reporting period.

(c) Estimated net cost savings achieved by remote work.

(d) Reduced use of office space associated with remote work.

Sec. 217. Appropriations in part 1 shall, to the extent possible for the department, not be expended until all existing work project authorization available for the same purpose is exhausted.

Sec. 218. If the state administrative board, acting under section 3 of 1921 PA 2, MCL 17.3, transfers funds from an amount appropriated under part 1, the legislature may, by a concurrent resolution adopted by a majority of the members elected to and serving in each house, intertransfer funds within part 1 for the particular department, board, commission, officer, or institution.

Sec. 219. The departments and agencies receiving appropriations in part 1 shall receive and retain copies of all reports funded from appropriations in part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The department may electronically retain copies of reports unless otherwise required by federal and state guidelines.

Sec. 220. The department shall report no later than April 1 on each specific policy change made to implement a public act affecting the department that took effect during the prior calendar year to the senate and house appropriations committees, the senate and house subcommittees on natural resources, the joint committee on administrative rules, and the senate and house fiscal agencies.

Sec. 221. (1) From the funds appropriated in part 1, the department shall do all of the following:

(a) Report to the house and senate appropriations committees, the house and senate fiscal agencies, the house and senate policy offices, and the state budget office any amount of severance pay for a department director, deputy director, or other high-ranking department official not later than 14 days after a severance agreement with the director or official is signed. The name of the director or official and the amount of severance pay must be included in the report required by this subdivision.

(b) Maintain an internet site that posts any severance pay in excess of 6 weeks of wages, regardless of the position held by the former department employee receiving severance pay.

(c) By February 1, report 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 total amount of severance pay remitted to former department employees during the fiscal year ending September 30, 2021 and the total number of former department employees that were remitted severance pay during the fiscal year ending September 30, 2021.

(2) As used in this section, "severance pay" means compensation that is both payable or paid upon the termination of employment and in addition to either wages or benefits earned during the course of employment or generally applicable retirement benefits.

Sec. 222. (1) Any department, agency, board, commission, or public officer that receives funding under part 1 shall not:

(a) Require as a condition of accessing any facility or receiving services that an individual provide proof that he or she has received a COVID-19 vaccine except as provided by federal law or as a condition of receiving federal Medicare or Medicaid funding.

(b) Produce, develop, issue, or require a COVID-19 vaccine passport.

(c) Develop a database or make any existing database publicly available to access an individual's COVID-19 vaccine status by any person, company, or governmental entity.

(d) Require as a condition of employment that an employee or official provide proof that he or she has received a COVID-19 vaccine. This subdivision does not apply to any hospital, congregate care facility, or other medical facility or any hospital, congregate care facility, or other medical facility operated by a local subdivision that receives federal Medicare or Medicaid funding.

(2) A department, agency, board, commission, or public officer may not subject any individual to any negative employment consequence, retaliation, or retribution because of that individual's COVID-19 vaccine status.

(3) Subsection (1) does not prohibit any person, department, agency, board, commission, or public officer from transmitting proof of an individual's COVID-19 vaccine status to any person, company, or governmental entity, so long as the individual provides affirmative consent.

(4) If a department, agency, board, commission, subdivision, or official or public officer is required to establish a vaccine policy due to a federal mandate, it must provide exemptions to any COVID-19 vaccine policy to the following individuals:

(a) An individual for whom a physician certifies that a COVID-19 vaccine is or may be detrimental to the individual's health or is not appropriate.

(b) An individual who provides a written statement to the effect that the requirements of the COVID-19 vaccine policy cannot be met because of religious convictions or other consistently held objection to immunization.

(5) As used in this section, "public officer" means a person appointed by the governor or another executive department official or an elected or appointed official of this state or a political subdivision of this state.

Sec. 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	\$	550,300
Michigan state waterways fund		130,700
Park improvement fund		204,500
Forest development fund		273,500

(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	\$	654,900
Michigan state waterways fund		146,400

(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	\$	3,378,900
Michigan state waterways fund		400,200
Michigan natural resources trust fund		2,540,800

(5) In addition to the money appropriated in part 1, there is appropriated from the following state restricted funds to the civil service commission the amount calculated for each fund pursuant to section 5 of article XI of the state constitution of 1963:

- (a) Game and fish protection fund.
- (b) Michigan state waterways fund.
- (c) Park improvement fund.
- (d) Forest development fund.
- (e) Michigan natural resources trust fund.
- (f) Michigan state parks endowment fund.
- (g) Nongame wildlife fund.

Sec. 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 protection trust fund to the game and fish protection account of the Michigan conservation and recreation legacy fund, \$6,000,000.00 for the fiscal year ending September 30, 2022.

Sec. 225. The department may contract with or provide grants to local units of government, institutions of higher education, or nonprofit organizations to support activities authorized by appropriations in part 1. As used in this section, contracts and grants include, but are not limited to, contracts and grants for research, wildlife and fisheries management, forest management, invasive species monitoring and control, and natural resource-related programs.

DEPARTMENT INITIATIVES

Sec. 251. From the amounts appropriated in part 1 for invasive species prevention and control, the department shall allocate not less than \$3,600,000.00 for grants for the prevention, detection, eradication, and control of invasive species.

DEPARTMENT SUPPORT SERVICES

Sec. 302. The department may charge land acquisition projects appropriated for the fiscal year ending September 30, 2022, and for prior fiscal years, a standard percentage fee to recover actual costs, and may use the revenue derived to support the land acquisition service charges provided for in part 1.

Sec. 303. As appropriated in part 1, the department may charge both application fees and transaction fees related to the exchange or sale of state-owned land or rights in land authorized by part 21 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.2101 to 324.2165. The fees shall be set by the director at a rate that allows the department to recover its costs for providing these services.

COMMUNICATION AND CUSTOMER SERVICES

Sec. 408. By October 21, the department shall submit to the senate and house appropriations subcommittees on natural resources a report on all land transactions approved by the natural resources commission in the fiscal year ending September 30, 2021. For each land transaction, the report shall include the size of the parcel, the county and municipality in which the parcel is located, the dollar amount of the transaction, the fund source affected by the transaction, and whether the transaction is by purchase, public auction, transfer, exchange, or conveyance.

WILDLIFE DIVISION

Sec. 506. The United States Department of Agriculture, Wildlife Services, is encouraged to harvest all deer during targeted removal required under the enhanced wildlife biosecurity program.

Sec. 507. (1) With the authority vested in section 43521 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.43521, the department may discount the price of antlerless deer licenses to \$5.00 for deer management units 452 and 487 to achieve a harvest or management objective for that species.

(2) From the funds appropriated in part 1 for wildlife management, up to \$505,000.00 from the general fund shall be credited to the game and fish protection account to supplant lost revenue that would otherwise be collected from full-price antlerless deer licenses sold for deer management units 452 and 487 pursuant to the fees set in section 43527a of the natural resources and environmental protection act, 1994 PA 451, MCL 324.43527a, if not for the discount in subsection (1). The state budget director shall authorize the expenditure of these funds only upon confirmation of the license discount under subsection (1).

(3) The department may terminate the discount in subsection (1) once the lost revenue from that discount reaches \$505,000.00.

(4) If lost revenue from the discount in subsection (1) does not exceed \$505,000.00 by February 1, the department shall then terminate the discount in subsection (1) and allocate the remaining funds to the deer habitat improvement partnership initiative.

FISHERIES DIVISION

Sec. 601. (1) From the appropriation in part 1 for aquatic resource mitigation, not more than \$758,000.00 shall be allocated for grants to watershed councils, resource development councils, soil conservation districts, local governmental units, and other nonprofit organizations for stream habitat stabilization and soil erosion control.

(2) The fisheries division in the department shall develop priority and cost estimates for all projects recommended for grants under subsection (1).

Sec. 602. As a condition of expenditure of fisheries management appropriations under part 1, the department shall not impede the certification process for water control structures on Michigan waterways. The department shall fund from funds appropriated in part 1 all non-water-quality studies or requirements that the department requests of either of the following:

(a) The department of environment, Great Lakes, and energy as a condition for issuance of a certification under section 401 of the federal water pollution control act, 33 USC 1341.

(b) The Federal Energy Regulatory Commission as a condition of licensing under the federal power act, 16 USC 791a to 825r.

FOREST RESOURCES DIVISION

Sec. 802. (1) From the funds appropriated in part 1, the department shall provide quarterly reports on the number of acres of state forestland marked or treated for timber harvesting.

(2) The department shall complete and deliver these reports, within 45 days after the end of each fiscal quarter, to the senate and house appropriations subcommittees on natural resources and the standing committees of the senate and house with primary responsibility for issues with natural resources. The report must contain the following information:

(a) The number of acres prepared in the last quarter and the year to date total.

(b) The number of acres sold in the last quarter and the year to date total.

(c) The amount of revenue generated by the sale and harvesting of state land in the last quarter and the year to date total.

Sec. 803. In addition to the money appropriated in part 1, the department may receive and expend money from federal sources to provide response to wildfires as required by a compact with the federal government. If additional expenditure authorization is required, the department shall notify the state budget office that expenditure under this section is required. The department shall notify the house and senate appropriations subcommittees on natural resources and the house and senate fiscal agencies by November 1 of the expenditures under this section during the fiscal year ending September 30, 2021.

Sec. 807. (1) In addition to the funds appropriated in part 1, there is appropriated from the disaster and emergency contingency fund up to \$800,000.00 to cover department costs related to any disaster as defined in section 2 of the emergency management act, 1976 PA 390, MCL 30.402.

(2) Funds appropriated under subsection (1) shall not be expended unless the state budget director recommends the expenditure and the department notifies the house and senate committees on appropriations. By December 1 each year, the department shall provide a report to the senate and house fiscal agencies and the state budget office on the use of the disaster and emergency contingency fund during the prior fiscal year.

(3) If Federal Emergency Management Agency (FEMA) reimbursement is approved for costs paid from the disaster and emergency contingency fund, the federal revenue shall be deposited into the disaster and emergency contingency fund.

(4) Unexpended and unencumbered funds remaining in the disaster and emergency contingency fund at the close of the fiscal year shall not lapse to the general fund and shall be carried forward and be available for expenditures in subsequent fiscal years.

LAW ENFORCEMENT

Sec. 901. The appropriation in part 1 for snowmobile law enforcement grants shall be used by the department to provide grants to county law enforcement agencies to enforce part 821 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.82101 to 324.82161, including rules promulgated under that part and ordinances enacted pursuant to that part. The department shall consider the number of enforcement hours and the number of miles of snowmobile trails in each county in allocating these grants. Any funds not distributed to counties revert back to the snowmobile registration fee subaccount created under section 82111 of

the natural resources and environmental protection act, 1994 PA 451, MCL 324.82111. Counties shall provide semiannual reports to the department on the use of grant money received under this section.

Sec. 902. The department shall provide a report on the marine safety grant program to the senate and house appropriations subcommittees on natural resources and the senate and house fiscal agencies by December 1. The report shall include the following information for the preceding year: the total amount of revenue received for watercraft registrations, the amount deposited into the marine safety fund, and the expenditures made from the marine safety fund, including the amounts expended for department administration, other state agencies, the law enforcement division, and grants to counties. The report shall also include the distribution methodology used by the department to distribute the marine safety grants and a list of the grants and the amounts awarded by county.

GRANTS

Sec. 1001. Federal pass-through funds to local institutions and governments that are received in amounts in addition to those included in part 1 for grants to communities - federal oil, gas, and timber payments and that do not require additional state matching funds are appropriated for the purposes intended. By November 30, the department shall report to the senate and house appropriations subcommittees on natural resources, the senate and house fiscal agencies, and the state budget director on all amounts appropriated under this section during the fiscal year ending September 30, 2021.

CAPITAL OUTLAY

Sec. 1103. The appropriations in part 1 for capital outlay shall be carried forward at the end of the fiscal year consistent with section 248 of the management and budget act, 1984 PA 431, MCL 18.1248.

ONE-TIME APPROPRIATIONS

Sec. 1201. From the funds appropriated in part 1 for chronic wasting disease (CWD) testing, before the 2022 deer hunting season, the department shall make at least 1 CWD check station or drop station available during any deer season in any county that is included in a core CWD area, a CWD management zone, or a core CWD surveillance area.

Sec. 1202. From the funds appropriated in part 1, the department may provide project funds for Kalamazoo River watershed improvements in a form and manner prescribed by the department and in accordance with the Kalamazoo River Supplemental Restoration Plan. In addition to the funds appropriated in part 1, any interest or earnings from the settlement payments from NCR Corporation under the consent decree entered on December 2, 2020, in *United States v NCR Corporation*, Case No. 1:19-CV-1041 (WD Mich) deposited into the environmental protection fund are appropriated and may be expended for Kalamazoo River watershed improvements.

ARTICLE 12

DEPARTMENT OF STATE POLICE

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of state police for the fiscal year ending September 30, 2022, from the following funds:

DEPARTMENT OF STATE POLICE

APPROPRIATION SUMMARY

Full-time equated unclassified positions	3.0
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Full-time equated classified positions	3,692.0
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GROSS APPROPRIATION	\$	829,457,700
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Interdepartmental grant revenues:

For Fiscal Year
Ending Sept. 30,
2022

Total interdepartmental grants and intradepartmental transfers		24,816,300
ADJUSTED GROSS APPROPRIATIONS	\$	804,641,400
Federal revenues:		
Total federal revenues		125,953,100
Special revenue funds:		
Total local revenues		4,832,700
Total private revenues		35,000
Total other state restricted revenues		145,998,100
State general fund/general purpose	\$	527,822,500
Sec. 102. DEPARTMENTAL ADMINISTRATION AND SUPPORT		
Full-time equated unclassified positions	3.0	
Full-time equated classified positions	120.0	
Unclassified salaries—FTEs	3.0	\$ 524,600
Accounting service center		1,506,200
Department services—FTEs	17.0	5,959,100
Departmentwide		43,283,700
Executive direction—FTEs	42.0	6,741,000
Mobile office and system support—FTEs	39.0	5,685,700
Professional development bureau—FTEs	22.0	4,500,000
GROSS APPROPRIATION	\$	68,200,300
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of corrections, contract		26,000
IDG from department of state		1,200
IDG from department of transportation, state trunkline fund		41,100
IDG from department of treasury, casino gaming fees		162,700
IDG, training academy charges		192,200
Intradepartmental transfers		55,400
Federal revenues:		
Total federal revenues		1,630,900
Special revenue funds:		
Total local revenues		8,400
Michigan merit award trust fund		15,800
Total other state restricted revenues		4,674,100
State general fund/general purpose	\$	61,392,500
Sec. 103. LAW ENFORCEMENT SERVICES		
Full-time equated classified positions	596.0	
Biometrics and identification—FTEs	60.0	\$ 9,819,100
Criminal justice information center—FTEs	155.0	22,076,200
Forensic science—FTEs	279.0	47,018,300
Grants and community services—FTEs	47.0	18,038,600
Office of school safety—FTEs	6.0	1,338,400
State 9-1-1 administration—FTEs	5.0	1,110,600
Training—FTEs	44.0	8,728,700
GROSS APPROPRIATION	\$	108,129,900
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of state		383,900
IDG from department of transportation, state trunkline fund		724,000
IDG, training academy charges		2,753,400
Intradepartmental transfers		750,000
Federal revenues:		
Total federal revenues		13,788,900

For Fiscal Year
Ending Sept. 30,
2022

Special revenue funds:			
Total local revenues		\$	919,200
Total private revenues			20,000
Total other state restricted revenues			37,589,900
State general fund/general purpose		\$	51,200,600
Sec. 104. MICHIGAN COMMISSION ON LAW ENFORCEMENT STANDARDS			
Full-time equated classified positions	20.0		
De-escalation training		\$	500,000
Justice training grants			5,810,000
Public safety officers benefit fund			302,600
Standards and training—FTEs	20.0		3,874,900
Training only to local units			654,500
GROSS APPROPRIATION		\$	11,142,000
Appropriated from:			
Federal revenues:			
Total federal revenues			275,000
Special revenue funds:			
Total other state restricted revenues			9,750,300
State general fund/general purpose		\$	1,116,700
Sec. 105. FIELD SERVICES			
Full-time equated classified positions	2,345.0		
Investigative services—FTEs	148.5	\$	36,025,900
Post operations—FTEs	2,166.5		355,284,700
Secure cities partnership—FTEs	30.0		8,405,800
GROSS APPROPRIATION		\$	399,716,400
Appropriated from:			
Interdepartmental grant revenues:			
IDG from department of treasury, casino gaming fees			5,284,800
Intradepartmental transfers			821,000
Federal revenues:			
Total federal revenues			9,844,600
Special revenue funds:			
Total local revenues			1,200,200
Michigan merit award trust fund			853,200
Total other state restricted revenues			51,286,200
State general fund/general purpose		\$	330,426,400
Sec. 106. SPECIALIZED SERVICES			
Full-time equated classified positions	611.0		
Commercial vehicle enforcement—FTEs	211.0	\$	31,562,800
Emergency management and homeland security—FTEs	64.0		16,137,600
Hazardous materials programs—FTEs	25.0		23,561,200
Highway safety planning—FTEs	26.0		18,162,200
Intelligence operations—FTEs	209.0		29,003,800
Secondary road patrol program—FTE	1.0		13,073,200
Special operations—FTEs	75.0		15,207,600
GROSS APPROPRIATION		\$	146,708,400
Appropriated from:			
Interdepartmental grant revenues:			
IDG from department of transportation, state trunkline fund			11,024,700
IDG from department of treasury, public safety answer point training 911 fund			100,000
Intradepartmental transfers			1,971,800
Federal revenues:			

		For Fiscal Year Ending Sept. 30, 2022
Total federal revenues	\$	54,453,300
Special revenue funds:		
Total local revenues		1,753,200
Total private revenues		15,000
Total other state restricted revenues		29,352,600
State general fund/general purpose	\$	48,037,800
Sec. 107. INFORMATION TECHNOLOGY		
Information technology services and projects	\$	29,575,200
GROSS APPROPRIATION	\$	29,575,200
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of state		3,400
IDG from department of transportation, state trunkline fund		364,700
IDG from department of treasury, casino gaming fees		122,800
IDG, training academy charges		11,500
Intradepartmental transfers		21,700
Federal revenues:		
Total federal revenues		960,400
Special revenue funds:		
Total local revenues		951,700
Michigan merit award trust fund		3,400
Total other state restricted revenues		12,472,600
State general fund/general purpose	\$	14,663,000
Sec. 108. ONE-TIME APPROPRIATIONS		
Breathalyzer replacement	\$	2,500,000
Contracts and services		3,100,000
Emergency and disaster response and mitigation		45,000,000
Lawsuit settlement		8,500,000
Secondary road patrol program – supplemental support		2,000,000
Trooper school		4,885,500
GROSS APPROPRIATION	\$	65,985,500
Appropriated from:		
Federal revenues:		
Total federal revenues		45,000,000
State general fund/general purpose	\$	20,985,500

PART 2
PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2021-2022

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2021-2022 is \$673,820,600.00 and state spending from state sources to be paid to local units of government for fiscal year 2021-2022 is \$20,253,300.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

<u>DEPARTMENT OF STATE POLICE</u>		
Justice training grants	\$	4,655,200
Secondary road patrol program		14,943,600
Training only to local units		654,500
TOTAL	\$	20,253,300

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

Sec. 203. As used in this part and part 1:

- (a) "CJIS" means Criminal Justice Information Systems.
- (b) "Core service" means that term as defined in section 373 of the management and budget act, 1984 PA 431, MCL 18.1373.
- (c) "Department" means the department of state police.
- (d) "Director" means the director of the department.
- (e) "DNA" means deoxyribonucleic acid.
- (f) "DTMB" means the department of technology, management, and budget.
- (g) "FTE" means full-time equated.
- (h) "IDG" means interdepartmental grant.
- (i) "MCOLES" means the Michigan commission on law enforcement standards created in section 3 of the Michigan commission on law enforcement standards act, 1965 PA 203, MCL 28.603.
- (j) "Subcommittees" means the subcommittees of the senate and house standing committees on appropriations with jurisdiction over the budget for the department.

Sec. 204. The department and agencies receiving appropriations in part 1 shall use the internet to fulfill the reporting requirements of this part. This requirement must include transmission of reports via email to the recipients identified for each reporting requirement and it must include placement of reports on an internet site.

Sec. 205. To the extent permissible under section 261 of the management and budget act, 1984 PA 431, MCL 18.1261, all of the following apply to the funds appropriated in part 1:

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

Sec. 206. The department shall not take disciplinary action against an employee of the department or a departmental agency in the state classified civil service because the employee communicates with a member of the legislature or a member's staff, unless the communication is prohibited by law and the department or departmental agency taking disciplinary action is exercising its authority as provided by law.

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

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

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

Sec. 209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees, the subcommittees, and the senate and house fiscal agencies.

Sec. 210. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$2,000,000.00 for federal contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 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 \$4,000,000.00 for state restricted contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 211. From the funds appropriated in part 1, the department shall provide to the DTMB 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 the department:

- (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. 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 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, 2021 and September 30, 2022.

Sec. 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. 214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2022 are estimated at \$138,955,600.00. From this amount, total department appropriations for pension-related legacy costs are estimated at \$83,109,900.00. Total department appropriations for retiree health care legacy costs are estimated at \$55,845,700.00.

Sec. 215. To the extent permissible under the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, the director shall take all reasonable steps to ensure businesses in deprived and depressed communities compete for and perform contracts to provide services or supplies, or both. The director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services or supplies, or both.

Sec. 216. (1) On a quarterly basis, the department shall report to the senate and house appropriations committees, the subcommittees, and the senate and house fiscal agencies the following information:

- (a) The number of FTEs in pay status by type of staff and civil service classification.
 - (b) A comparison by line item of the number of FTEs authorized from funds appropriated in part 1 to the actual number of FTEs employed by the department at the end of the reporting period.
- (2) By March 1 of the current fiscal year, the department shall report to the senate and house appropriations committees, the subcommittees, and the senate and house fiscal agencies the following information:
- (a) Number of employees that were engaged in remote work in 2021.
 - (b) Number of employees authorized to work remotely and the actual number of those working remotely in the current reporting period.
 - (c) Estimated net cost savings achieved by remote work.
 - (d) Reduced use of office space associated with remote work.

Sec. 217. Appropriations in part 1 shall, to the extent possible by the department, not be expended until all existing work project authorization available for the same purposes is exhausted.

Sec. 218. If the state administrative board, acting under section 3 of 1921 PA 2, MCL 17.3, transfers funds from an amount appropriated under this article, the legislature may, by a concurrent resolution adopted by a majority of the members elected to and serving in each chamber, intertransfer funds within this article for the particular department, board, commission, officer, or institution.

Sec. 219. The department and agencies receiving appropriations in part 1 shall receive and retain copies of all reports funded from appropriations in part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The department may electronically retain copies of reports unless otherwise required by federal or state guidelines.

Sec. 220. The department shall report no later than April 1 on each specific policy change made to implement a public act affecting the department that was enacted and took effect during the prior calendar year to the senate and house appropriations committees, the subcommittees, the joint committee on administrative rules, and the senate and house fiscal agencies.

Sec. 221. (1) From the funds appropriated in part 1, the department shall do all of the following:

(a) Report to the house and senate appropriations committees, the house and senate fiscal agencies, the house and senate policy offices, and the state budget office any amounts of severance pay for a department director, deputy director, or other high-ranking department official not later than 14 days after a severance agreement with the director or official is signed. The name of the director or official and the amount of severance pay must be included in the report required by this subdivision.

(b) Maintain an internet site that posts any severance pay in excess of 6 weeks of wages, regardless of the position held by the former department employee receiving severance pay.

(c) By February 1, report 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 total amount of severance pay remitted to former department employees during the fiscal year ending September 30, 2021 and the total number of former department employees that were remitted severance pay during the fiscal year ending September 30, 2021.

(2) As used in this section, "severance pay" means compensation that is both payable or paid upon the termination of employment and in addition to either wages or benefits earned during the course of employment or generally applicable retirement benefits.

Sec. 222. (1) Any department, agency, board, commission, or public officer that receives funding under part 1 shall not do the following:

(a) Require as a condition of accessing any facility or receiving services that an individual provide proof that he or she has received a COVID-19 vaccine except as provided by federal law or as a condition of receiving federal Medicare or Medicaid funding.

(b) Produce, develop, issue, or require a COVID-19 vaccine passport.

(c) Develop a database or make any existing database publicly available to access an individual's COVID-19 vaccine status by any person, company, or governmental entity.

(d) Require as a condition of employment that an employee or official provide proof that he or she has received a COVID-19 vaccine. This subdivision does not apply to any hospital, congregate care facility, or other medical facility or any hospital, congregate care facility, or other medical facility operated by a local subdivision that receives federal Medicare or Medicaid funding.

(2) A department, agency, board, commission, or public officer may not subject any individual to any negative employment consequence, retaliation, or retribution because of that individual's COVID-19 vaccine status.

(3) Subsection (1) does not prohibit any person, department, agency, board, commission, or public officer from transmitting proof of an individual's COVID-19 vaccine status to any person, company, or governmental entity, so long as the individual provides affirmative consent.

(4) If a department, agency, board, commission, subdivision, or official or public officer is required to establish a vaccine policy due to a federal mandate it must provide exemptions to any COVID-19 vaccine policy to the following individuals:

(a) An individual for whom a physician certifies that a COVID-19 vaccine is or may be detrimental to the individual's health or is not appropriate.

(b) An individual who provides a written statement to the effect that the requirements of the COVID-19 vaccine policy cannot be met because of religious convictions or other consistently held objection to immunization.

(5) As used in this section, "public officer" means a person appointed by the governor or another executive department official or an elected or appointed official of this state or a political subdivision of this state.

Sec. 223. Based on the availability of federal funding and demonstrated need, as indicated by applications submitted to the state court administrative office, the department shall provide \$1,500,000.00 in Byrne justice assistance grant program funding to the judiciary by interdepartmental grant.

Sec. 224. The department shall provide biannual reports to the subcommittees, the senate and house fiscal agencies, and the state budget office that provide the following data:

(a) A list of major work projects, including the status of each project.

(b) The department's financial status, featuring a report of budgeted versus actual expenditures by part 1 line item including a year-end projection of budget requirements. If projected department budget requirements exceed the allocated budget, the report shall include a plan to reduce overall expenses while still satisfying specified service level requirements.

(c) A report on the performance metrics cited or information required to be reported in this part, reasons for nonachievement of metric targets, and proposed corrective actions.

Sec. 225. The department shall notify the subcommittees, the chairpersons of the senate and house appropriations committees, and the senate and house fiscal agencies not less than 90 days before recommending to close or consolidate any state police post. The notification shall include a local and state impact study of the proposed post closure or consolidation.

Sec. 226. At least 90 days before beginning any effort to privatize, the department shall submit a complete project plan to the subcommittees and the senate and house fiscal agencies. The plan shall include the criteria under which the privatization initiative will be evaluated. The evaluation shall be completed and submitted to the subcommittees and the senate and house fiscal agencies within 30 months.

Sec. 227. (1) When the department provides contractual services to a local unit of government, the department shall be reimbursed for all costs incurred in providing the services, including, but not limited to, retirement and overtime costs.

(2) The department shall define service cost models for those services requiring reimbursement.

(3) Contractual services provided to an entity other than a local unit of government may be provided by department personnel, but only on an overtime basis outside the normal work schedule of the personnel.

(4) This section does not apply to services provided to state agencies.

(5) Revenues received for contractual or reimbursed services in excess of the appropriation in part 1 are appropriated and may be received and expended by the department for the purposes for which funds are received.

(6) If additional authorization is approved in the statewide integrated governmental management application (SIGMA) by the state budget office under this section, the department shall notify the subcommittees and the senate and house fiscal agencies within 10 days after the approval. The notification shall include the amount and funding source of the additional authorization, the date of its approval, and the projected use of funds to be expended.

Sec. 228. The department shall serve as an active liaison between the DTMB and state, local, regional, and federal public safety agencies on matters pertaining to the Michigan public safety communications system and shall report user issues to the DTMB.

Sec. 229. The department may establish and collect fees for publications, videos, conferences, workshops, and related materials. Collected fees shall be used to offset expenditures for costs of the publications, videos, workshops, conferences, and related materials. The department shall not collect fees under this section that exceed the cost of the expenditures.

Sec. 230. (1) The department may accept monetary and nonmonetary gifts, bequests, donations, contributions, or grants from any private or public source to support, in whole or in part, a departmental function or program. The department shall expend or use such gifts, bequests, donations, contributions, or grants for the purposes designated by the private or public source, if the purpose is specified.

(2) Revenue collected by the department under this section that is unexpended and unencumbered shall not lapse to the general fund but shall be carried forward to the subsequent fiscal year.

Sec. 231. (1) Federal revenues authorized by and available from the federal government in excess of the appropriations in part 1 are appropriated and may be received and expended by the department for purposes authorized under state law and subject to federal requirements. The total amount of federal revenues that may be received and expended under this section and section 704(3) must not exceed \$45,000,000.00.

(2) The department shall notify the subcommittees and the senate and house fiscal agencies before expending federal revenues received and appropriated under subsection (1).

(3) If additional authorization is approved in the statewide integrated governmental management application (SIGMA) by the state budget office under this section, the department shall notify the subcommittees and the senate and house fiscal agencies within 10 days after the approval. The notification shall include the amount and funding source of the additional authorization, the date of its approval, and the projected use of funds to be expended.

Sec. 232. It is the intent of the legislature that the department shall take all steps necessary to protect the data and privacy of citizens who are not the focus of a departmental investigation and to protect personal information from unauthorized access or misuse. This includes, but is not limited to, requiring vendors or service providers to protect data shared with them, ensuring that when personal data is collected, but no longer utilized

by the department, that reasonable steps be taken to securely destroy records containing personal information when it is to be discarded so that the information is rendered indecipherable and is not sold for marketing or other purposes. In addition, the department shall provide written notification to any data subject whose sensitive personal information is accessed or acquired by an unauthorized person.

Sec. 233. A law enforcement officer or a motor carrier officer funded under part 1 shall not be required to issue a predetermined or specified number of citations for violations of the Michigan vehicle code, 1949 PA 300, MCL 257.1 to 257.923, or of local ordinances substantially corresponding to provisions of the Michigan vehicle code, 1949 PA 300, MCL 257.1 to 257.923, including parking or standing violations. A law enforcement officer's or motor carrier officer's performance evaluation system shall not require a predetermined or specified number of citations to be issued.

Sec. 234. The department shall report to the subcommittees and the senate and house fiscal agencies on tentative plans for the required payment of any court judgment against the department, as soon as those plans are developed. The report must include, but is not limited to, all of the following information:

- (a) A listing of all known court judgments that would result in a financial obligation for the department.
- (b) The amount of time in which each of those financial obligations must be met.
- (c) The proposed budget line items from which a payment for a court judgment of \$100,000.00 or more would be made.
- (d) The estimated impact of the loss of revenue on the programs funded by any line items from which payments would be made.

Sec. 235. In collaboration with the Michigan department of health and human services and the Michigan department of education, the department shall advise on 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.

Sec. 236. The appropriations in part 1 are for the core services, support services, and work projects of the department, including, but not limited to, the following core services:

- (a) State security operations.
- (b) Training.
- (c) MCOLES.
- (d) CJIS.
- (e) Forensic analysis and biometric identification.
- (f) Post operations and investigative services.
- (g) Special operations.
- (h) Intelligence operations.
- (i) Commercial vehicle regulation and enforcement.
- (j) Emergency management and homeland security.
- (k) Highway safety planning.
- (l) Secondary road patrol program.

LAW ENFORCEMENT SERVICES

Sec. 401. (1) The department shall develop and deliver professional, innovative, and quality training that supports the enforcement and public safety efforts of the criminal justice community.

(2) The department shall provide performance data, as provided under section 224, for days of training being conducted by the academy.

(3) The department shall submit a report to the subcommittees and the senate and house fiscal agencies within 60 days of the conclusion of any trooper, motor carrier, or state properties security recruit school. The report shall include the following:

- (a) The number of veterans and the number of MCOLES-certified police officers who were admitted to and the number who graduated from the recruit school.
- (b) The total number of recruits who were admitted to the school, the number of recruits who graduated from the school, and the location at which each of these recruits is assigned.
- (4) The department shall distribute and review course evaluations to ensure that quality training is provided.

Sec. 402. (1) In accordance with applicable state and federal laws and regulations, the department shall maintain and ensure compliance with CJIS databases and applications in the support of public safety and law enforcement communities.

(2) The department shall improve the accuracy, timeliness, and completeness of criminal history information by conducting a minimum of 30 outreach activities targeted to criminal justice agencies. The department shall report the number of these outreach activities conducted, as provided under section 224.

(3) The department shall provide for the compilation of crime statistics consistent with the uniform crime reporting (UCR) program and the national incident-based report system (NIBRS).

(4) The department shall provide for the compilation and evaluation of traffic crash reports and the maintenance of the state accident data collection system.

(5) The department shall make individual traffic crash reports available for a fee of \$10.00 per incident. The department may also sell an extract of electronic traffic crash data for a fee of \$0.25 per incident, provided that the name, address, and any other personal identifying information have been excluded.

(6) By March 1, the department shall submit a report to the subcommittees, the senate and house fiscal agencies, and the state budget director detailing the number of traffic crash reports provided, the amount of revenue collected, and all expenditures incurred for activities under subsection (5) in the preceding fiscal year. The report shall include an analysis of whether revenue from department activities under subsection (5) is sufficient to offset all costs incurred for those activities and shall provide information regarding any deficit or surplus of revenue.

(7) In accordance with applicable state and federal laws and regulations, the department shall provide for the maintenance and dissemination of criminal history records and juvenile records, including to the extent necessary to exchange criminal history records information with the Federal Bureau of Investigation and other states through the interstate identification index, the National Crime Information Center, and other federal CJIS databases and indices.

(8) In accordance with applicable state and federal laws, the department shall provide for the maintenance of records, including criminal history records regarding firearms licensure, as provided in 1927 PA 372, MCL 28.421 to 28.435.

(9) The department shall provide a report to the legislature on concealed pistol licensing not later than January 1 that includes all of the following:

(a) The department's actual revenue received from fees paid for concealed pistol license (CPL) applications for the prior fiscal year and the uses of that revenue.

(b) The department's prior fiscal year costs for administering its concealed pistol licensing responsibilities under 1927 PA 372, MCL 28.421 to 28.435, but not including costs related to the administration of other state statutes or requirements of federal law.

(10) The department shall provide information on the number of background checks processed through the internet criminal history access tool (ICHAT), as provided in section 224.

(11) The following unexpended and unencumbered revenues deposited into the criminal justice information center service fees shall not lapse to the general fund, but shall be carried forward into the subsequent fiscal year:

(a) Fees for fingerprinting and criminal record checks and name-based criminal record checks under 1935 PA 120, MCL 28.271 to 28.274.

(b) Fees for application and licensing for initial and renewal concealed pistol licenses under 1927 PA 372, MCL 28.421 to 28.435.

(c) Fees for searching, copying, and providing public records under the freedom of information act, 1976 PA 442, MCL 15.231 to 15.246.

(d) Revenue from other sources, including, but not limited to, investment and interest earnings.

(12) Unexpended and unencumbered revenue generated by state records management system fees shall not lapse to the general fund, but shall be carried forward into the subsequent fiscal year.

Sec. 403. (1) The department shall provide forensic testing and analysis/profiling of DNA evidence to aid in law enforcement investigations in this state.

(2) The department shall ensure its ability to maintain accreditation by a federally designated accrediting agency, as provided under 34 USC 12592.

(3) The department shall provide forensic science services with an average turnaround time of 55 days, assuming an annual caseload volume commensurate with the average annual caseload received by the forensic science division during the preceding 5 fiscal years, and shall work to achieve a goal of a 30-day average turnaround time across all forensic science disciplines.

(4) The department shall provide the following data as provided in section 224:

(a) The average turnaround time for processing forensic evidence across all disciplines.

(b) Forensic laboratory staffing levels, including scientists in training, and vacancies.

(c) The number of backlogged cases in each discipline.

Sec. 404. (1) The biometrics and identification division shall house and manage the automated biometric identification system, the statewide network of agency photographs, and combined offender DNA index system biometric databases.

(2) The department shall provide data on the number of 10-print and palm-print submissions to the database, as provided in section 224.

(3) The department shall maintain the staffing and resources necessary to have a 28-day average wait time for scheduling a polygraph examination, assuming an annual caseload received commensurate with the average annual caseload received during the preceding 5 fiscal years, with a goal of achieving a 15-day average wait time.

(4) If changes are made to the department's protocol for retaining and purging DNA analysis samples and records, the department shall post a copy of the protocol changes on the department's website.

Sec. 405. Not later than December 1, the department shall submit a report to the subcommittees and senate and house fiscal agencies that includes, but is not limited to, all of the following information:

(a) Sexual assault kit analysis backlog at the beginning of the prior fiscal year.

(b) The number of sexual assault kits collected or submitted for analysis during the prior fiscal year.

(c) The number of sexual assault kits analyzed and the number of associated DNA profiles created and uploaded during the prior fiscal year.

(d) Sexual assault kit analysis backlog at the end of the prior fiscal year.

(e) The average turnaround time to analyze sexual assault kits and to create and upload associated DNA profiles for the prior fiscal year.

Sec. 406. The department shall provide administrative support for the following grant and community service programs:

(a) The operations of the automobile theft prevention authority.

(b) Administration of the Edward Byrne memorial justice assistance program and other grant programs, as well as the department's community policing efforts.

(c) Administration of the office of school safety.

(d) Administration and outreach of the OK2SAY program.

Sec. 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.

MICHIGAN COMMISSION ON LAW ENFORCEMENT STANDARDS

Sec. 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. 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. 601. (1) Department enlisted personnel who are employed to enforce traffic laws as provided in section 629e of the Michigan vehicle code, 1949 PA 300, MCL 257.629e, are not prohibited from responding to crimes in progress or other emergency situations and are responsible for making every effort to protect all residents of this state.

(2) The department shall maintain the staffing and resources necessary to continually work to enhance traffic safety throughout this state and shall dedicate a minimum of 455,200 hours to statewide patrol, of which a minimum of 40,000 shall be committed to distressed cities in this state. The department shall work to improve public safety efforts within distressed cities by enhancing data analysis capabilities and identifying crime trends and areas with high occurrence of crime.

(3) The department shall report on the number of residence checks of registered sex offenders conducted, as provided under section 224.

(4) The department shall submit a report on or before April 15 to the subcommittees and senate and house fiscal agencies regarding the secure cities partnership during the prior calendar year.

Sec. 602. (1) The department shall identify and apprehend criminals through criminal investigations in this state.

(2) The department shall maintain the staffing and resources necessary to provide a comparable number of hours investigating crimes as those performed in fiscal year 2012-2013.

(3) The department shall maintain the staffing and resources necessary to annually meet or exceed a case clearance rate of 62%.

(4) The department shall provide training opportunities to local law enforcement partners with the goal of increasing their knowledge of gambling laws, legal issues, opioid-related investigations, and other emerging law enforcement issues.

(5) The department shall maintain the staffing and resources necessary to investigate the average annual number of opioid-related investigations conducted by multijurisdictional task forces and hometown security teams during the preceding 5 fiscal years. The department shall work to enhance investigative and drug interdiction efforts by enhancing data analysis capabilities and linking investigations among multijurisdictional task forces and hometown security teams.

Sec. 603. (1) The department shall provide protection to this state, its economy, welfare, and vital state-sponsored programs through the prevention and suppression of organized smuggling of untaxed tobacco products in this state, through enforcement of the tobacco products tax act, 1993 PA 327, MCL 205.421 to 205.436, and other laws pertaining to combating criminal activity in this state, and by maintaining a tobacco tax enforcement unit.

(2) The department shall submit an annual report on December 1 to the subcommittees, the senate and house appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget office that details expenditures and activities related to tobacco tax enforcement for the prior fiscal year.

(3) The marijuana and tobacco investigation section shall dedicate a minimum of 16,600 hours to tobacco tax enforcement.

Sec. 604. (1) The department shall provide fire investigation training and investigative assistance to public safety agencies in this state.

(2) The department shall maintain the staffing and resources necessary to maintain readiness to respond appropriately to at least the average annual number of requests for fire investigation services that occurred during the preceding 5 fiscal years and shall be available for call out statewide 100% of the time.

SPECIALIZED SERVICES

Sec. 701. (1) The department shall operate the Michigan intelligence operations center for homeland security as this state's primary federally designated fusion center to receive, analyze, gather, and disseminate threat-related information among federal, state, local, tribal, and private sector partners.

(2) The department shall ensure public safety by providing public and private sector partners with timely and accurate information regarding critical information key resource threats as reported to or discovered by the Michigan intelligence operations center for homeland security and shall increase public awareness on how to report suspicious activity through website or telephone communications.

(3) The department shall maintain the staffing and resources necessary to support the cyber section, including the Michigan cyber command center, the computer crimes unit, and the internet crimes against children task force. The department shall maintain the staffing and resources necessary to complete the average annual number of cases completed by the computer crimes unit during the preceding 5 fiscal years. The unit shall pursue process improvement initiatives to effectively utilize staff resources in providing investigatory assistance and evidentiary analysis for law enforcement and criminal justice agencies statewide. The department shall maintain the staffing and resources necessary to complete the average annual casework that the Michigan cyber command center completed during the preceding 5 fiscal years.

(4) The department shall maintain the staffing and resources necessary to provide digital forensic analysis services with a goal of decreasing backlogs of digital forensic analysis cases annually until the department maintains a 60-day turnaround time.

Sec. 702. (1) The department shall provide specialized services in support of, and to enhance, local, state, and federal law enforcement operations within this state in accordance with all applicable state and federal laws and regulations.

(2) The department shall maintain the staffing and resources necessary to provide training to maintain readiness to respond appropriately to at least the average annual number of requests for specialty services which occurred during the preceding 5 fiscal years.

(3) The canine unit shall be available for call out statewide 100% of the time.

(4) The bomb squad unit shall be available for call out statewide 100% of the time.

(5) The emergency support teams shall be available for call out statewide 100% of the time.

(6) The marine services team shall be available for call out statewide 100% of the time.

(7) Aviation services shall be available for call out statewide 100% of the time, unless prohibited by weather or unexpected mechanical breakdowns.

(8) The department shall maintain the staff and resources necessary to provide security services at the State Capitol Complex facilities, the State Secondary Complex, and other state-owned or leased properties, as provided under section 6c of 1935 PA 59, MCL 28.6c. The department shall also maintain the staff and resources necessary to respond to emergencies at the State Capitol Complex, State Secondary Complex, House Office Building, Binsfeld Office Building, Capitol parking lot, Townsend Parking Ramp, Roosevelt Parking Ramp, and other areas as directed. The department shall maintain a goal of annually conducting 35,000 property inspections of state owned and leased facilities.

Sec. 703. (1) The department shall maintain commercial vehicle regulation, school bus inspections, and enforcement activities, including enforcement of requirements concerning size, weight, and load restrictions; operating authority; registration; fuel taxes; transportation of hazardous materials; operations of new entrants; commercial driver licenses; and inspections pursuant to the federal motor carrier assistance program.

(2) The department shall maintain the staffing and resources necessary to meet inspection goals consistent with the department's federal motor carrier assistance program activities.

(3) Revenue collected under the motor carrier act, 1933 PA 254, MCL 475.1 to 479.42, shall be expended in accordance with that act. Unexpended and unencumbered revenues shall not lapse to the general fund but shall be carried forward into the subsequent fiscal year.

Sec. 704. (1) The department shall coordinate the mitigation, preparation, response, and recovery activities of municipal, county, state, and federal governments, and other governmental entities, for all hazards, disasters, and emergencies.

(2) The state director of emergency management may expend money appropriated under part 1 to call upon any agency or department of the state or any resource of the state to protect life or property or to provide for the health or safety of the population in any area of this state in which the governor proclaims a state of emergency or state of disaster under the emergency management act, 1976 PA 390, MCL 30.401 to 30.421. The state director of emergency management may expend the amounts the director considers necessary to accomplish these purposes. The director shall submit to the state budget director, as soon as possible, a complete report of all actions taken under the authority of this section. The report shall contain, as a separate item, a statement of all money expended that is not reimbursable from federal funding. The state budget director shall review the expenditures and submit recommendations to the legislature in regard to any possible need for a supplemental appropriation.

(3) In addition to the funds appropriated in part 1, the department may receive and expend money from local, private, federal, or state sources for the purpose of providing emergency management training to local or private interests and for the purpose of supporting emergency preparedness, response, recovery, and mitigation activity. If additional expenditure authorization in the statewide integrated governmental management application (SIGMA) is approved by the state budget office under this section, the department and the state budget office shall notify the subcommittees and the senate and house fiscal agencies within 10 days after the approval. The notification shall include the amount and source of the additional authorization, the date of its approval, and the projected use of funds to be expended under the authorization. The total amount of federal revenues that may be received and expended under this section and section 231 must not exceed \$45,000,000.00. The total amount of state restricted revenues that may be received and expended under this subsection and subsection (7) must not exceed \$15,000,000.00.

(4) The department shall foster, promote, and maintain partnerships to protect this state and homeland from all hazards.

- (5) The department shall maintain the staffing and resources necessary to do all of the following:
 - (a) Serve approximately 105 local emergency management preparedness programs and 88 local emergency planning committees in this state.
 - (b) Operate and maintain the state's emergency operations center and provide command and control in support of emergency response services.
 - (c) Maintain readiness, including training and equipment to respond to civil disorders and natural disasters commensurate with the capabilities of fiscal year 2010-2011.
 - (d) Perform hazardous materials response training.
- (6) The department shall conduct a minimum of 3 training sessions to enhance safe response in the event of natural or manmade incidents, emergencies, or disasters.
- (7) In addition to the funds appropriated in part 1, there is appropriated from the disaster and emergency contingency fund an amount necessary to cover costs related to any disaster or emergency as defined in the emergency management act, 1976 PA 390, MCL 30.401 to 30.421. However, funds appropriated under this subsection and state restricted funds received and expended under subsection (3) must not exceed \$15,000,000.00. Funds shall be expended as provided under sections 18 and 19 of the emergency management act, 1976 PA 390, MCL 30.418 and 30.419, and R 30.51 to R 30.61 of the Michigan Administrative Code.
- (8) Funds in the disaster and emergency contingency fund shall not be expended unless the state budget director approves the expenditure and the department and the state budget office notify the senate and house appropriations committees. If expenditures are made from the disaster and emergency contingency fund during a month, the department shall submit monthly reports to the senate and house fiscal agencies detailing the purpose of the expenditures. These monthly reports shall be submitted within 30 days after the end of the month during which funds from the disaster and emergency contingency fund were expended.
- (9) Upon the declaration of a state of emergency or disaster by the governor under section 3 of the emergency management act, 1976 PA 390, MCL 30.403, approval of the state budget director, and notification of the subcommittees and senate and house fiscal agencies, the director may expend funds appropriated from any source to any line item within part 1 for the purpose of paying the necessary and reasonable expenses incurred by the department in responding to or mitigating the effects of any emergency or disaster as those terms are defined in section 2 of the emergency management act, 1976 PA 390, MCL 30.402.
- (10) The department shall track and report on a biannual basis, as provided in section 224 of this part, the status of the department's assessment of critical infrastructure vulnerabilities, including the protection status of critical infrastructure items identified by the assessment. The department is not required to report any information that could compromise the security of any critical infrastructure.

Sec. 705. The department shall provide for the planning, administration, and implementation of highway traffic safety programs to save lives and reduce injuries on roads in this state, in partnership with other public and private organizations.

Sec. 706. (1) Funds appropriated in part 1 for the secondary road patrol program shall be used to provide grants to sheriffs under the secondary road patrol program described under section 76 of 1846 RS 14, MCL 51.76.

(2) Not later than April 30, the office of highway safety planning shall work with the state court administrative office, as necessary, to issue a report to the department and the subcommittees on the following data from the previous calendar year:

- (a) The total number of traffic civil infractions written under both state and local ordinances for which the \$40.00 justice system assessment is to be assessed.
- (b) Of the total number reported under subdivision (a), the number of traffic civil infractions written under both state and local ordinances that the court assessed and ordered payment of the justice system assessment.
- (c) Of the number reported under subdivision (b), the number of traffic civil infractions for which the justice system assessment was collected and distributed to the justice system fund created in section 181 of the revised judicature act of 1961, 1961 PA 236, MCL 600.181.
- (d) The number of citations, misdemeanors, and felonies written under both state and local ordinances corresponding to a law of this state for a violation of each of the following:
 - (i) Section 617a of the Michigan vehicle code, 1949 PA 300, MCL 257.617a.
 - (ii) Section 618 of the Michigan vehicle code, 1949 PA 300, MCL 257.618.
 - (iii) Section 625(1) of the Michigan vehicle code, 1949 PA 300, MCL 257.625.
 - (iv) Section 625(8) of the Michigan vehicle code, 1949 PA 300, MCL 257.625.
 - (v) Section 626 of the Michigan vehicle code, 1949 PA 300, MCL 257.626.
 - (vi) Section 676b of the Michigan vehicle code, 1949 PA 300, MCL 257.676b.
 - (vii) Section 904 of the Michigan vehicle code, 1949 PA 300, MCL 257.904.

(3) The sheriffs' duties under the secondary road patrol program, as outlined in section 76(2) of 1846 RS 14, MCL 51.76, are to patrol and monitor traffic violations; to enforce the criminal laws of this state, violations of which are observed by or brought to the attention of the sheriff's department while patrolling and monitoring secondary roads; to investigate accidents involving motor vehicles; and to provide emergency assistance to persons on or near a highway or road the sheriff is patrolling and monitoring.

ONE-TIME APPROPRIATIONS

Sec. 801. In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$300,000,000.00 of federal authorization. This authorization is only available for emergency and disaster response and mitigation. These funds are not available for expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 802. One-time appropriations in part 1 for secondary road patrol program - supplemental support shall be distributed to counties proportionately according to the existing distribution formula to compensate for lost revenue due to the COVID-19 pandemic.

Sec. 803. From the one-time appropriations in part 1 for contracts and services, \$300,000.00 shall be allocated for providing traffic control support for the Michigan International Speedway.

ARTICLE 13

STATE TRANSPORTATION DEPARTMENT

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the state transportation department for the fiscal year ending September 30, 2022, from the following funds:

DEPARTMENT OF TRANSPORTATION

APPROPRIATION SUMMARY		
Full-time equated unclassified positions	6.0	
Full-time equated classified positions	2,936.3	
GROSS APPROPRIATION	\$	5,236,619,200
IDG for accounting service center user charges		4,044,800
Total interdepartmental grants and intradepartmental transfers		4,044,800
ADJUSTED GROSS APPROPRIATIONS	\$	5,232,574,400
Federal revenues:		
Total federal revenues		1,448,519,000
Special revenue funds:		
Total local revenues		80,782,000
Total private revenues		900,000
Total other state restricted revenues		3,702,373,400
State general fund/general purpose	\$	0
Sec. 102. DEBT SERVICE		
State trunkline	\$	218,679,300
Economic development		11,485,600
Local bridge fund		2,330,400
Blue Water Bridge fund		6,809,800
Airport safety and protection plan		3,438,700
Comprehensive transportation		10,899,800

For Fiscal Year
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2022

GROSS APPROPRIATION	\$	253,643,600
Appropriated from:		
Federal aid - transportation programs		50,582,100
Total federal revenues		50,582,100
Blue Water Bridge fund		6,809,800
Comprehensive transportation fund		10,899,800
Economic development fund		11,485,600
Local bridge fund		2,330,400
State aeronautics fund		3,438,700
State trunkline fund		168,097,200
Total other state restricted revenues		203,061,500
State general fund/general purpose	\$	0
Sec. 103. INTERDEPARTMENTAL GRANTS		
CTF grant to civil service commission	\$	250,000
CTF grant to department of attorney general		107,600
CTF grant to department of technology, management, and budget		34,500
CTF grant to department of treasury		46,900
CTF grant to legislative auditor general		43,200
MTF grant to department of environment, Great Lakes, and energy		1,491,400
MTF grant to department of state for collection of revenue and fees		20,000,000
MTF grant to department of treasury		3,011,900
MTF grant to legislative auditor general		350,200
SAF grant to civil service commission		150,000
SAF grant to department of attorney general		188,200
SAF grant to department of technology, management, and budget		28,000
SAF grant to department of treasury		84,100
SAF grant to legislative auditor general		33,800
STF grant to civil service commission		6,321,000
STF grant to department of attorney general		2,123,200
STF grant to department of state police		12,154,500
STF grant to department of technology, management, and budget		1,177,900
STF grant to department of treasury		148,800
STF grant to legislative auditor general		813,500
GROSS APPROPRIATION	\$	48,558,700
Appropriated from:		
Comprehensive transportation fund		482,200
Michigan transportation fund		24,853,500
State aeronautics fund		484,100
State trunkline fund		22,738,900
Total other state restricted revenues		48,558,700
State general fund/general purpose	\$	0
Sec. 104. DEPARTMENTAL ADMINISTRATION AND SUPPORT		
Full-time equated unclassified positions	6.0	
Full-time equated classified positions	251.3	
Unclassified salaries—FTE positions	6.0	\$ 853,400
Asset management council		1,876,400
Business support services—FTEs	41.0	6,727,800
Commission audit and support services—FTEs	29.3	3,553,000
Economic development and enhancement programs—FTEs	10.0	1,723,300
Finance, contracts, and support services—FTEs	171.0	22,352,900
Property management		6,957,400
Worker's compensation		1,721,800
GROSS APPROPRIATION	\$	45,766,000

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2022

Appropriated from:			
IDG for accounting service center user charges			4,044,800
Total interdepartmental grants and intradepartmental transfers			4,044,800
Comprehensive transportation fund			1,630,200
Economic development fund			402,100
Michigan transportation fund			4,386,900
State aeronautics fund			756,100
State trunkline fund			34,545,900
Total other state restricted revenues			41,721,200
State general fund/general purpose		\$	0
Sec. 105. INFORMATION TECHNOLOGY			
Information technology services and projects		\$	39,512,400
GROSS APPROPRIATION		\$	39,512,400
Appropriated from:			
Federal aid - transportation programs			520,500
Total federal revenues			520,500
Blue Water Bridge fund			56,900
Comprehensive transportation fund			231,700
Economic development fund			38,400
Michigan transportation fund			302,800
State aeronautics fund			180,700
State trunkline fund			38,181,400
Total other state restricted revenues			38,991,900
State general fund/general purpose		\$	0
Sec. 106. TRANSPORTATION PLANNING			
Full-time equated classified positions	136.0		
Planning services—FTEs	136.0	\$	41,656,400
Grants to regional planning councils			488,800
GROSS APPROPRIATION		\$	42,145,200
Appropriated from:			
Federal aid - transportation programs			24,000,000
Total federal revenues			24,000,000
Comprehensive transportation fund			622,000
Michigan transportation fund			9,816,400
State aeronautics fund			15,700
State trunkline fund			7,691,100
Total other state restricted revenues			18,145,200
State general fund/general purpose		\$	0
Sec. 107. DESIGN AND ENGINEERING SERVICES			
Full-time equated classified positions	1,506.3		
Program development and delivery—FTEs	1,012.3	\$	96,634,600
System operations management—FTEs	337.0		56,892,400
Business services—FTEs	157.0		23,551,900
GROSS APPROPRIATION		\$	177,078,900
Appropriated from:			
Federal aid - transportation programs			23,529,800
Total federal revenues			23,529,800
Comprehensive transportation fund			187,100
Michigan transportation fund			15,621,100
State aeronautics fund			160,300
State trunkline fund			137,580,600
Total other state restricted revenues			153,549,100
State general fund/general purpose		\$	0

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2022

Sec. 108. HIGHWAY MAINTENANCE			
Full-time equated classified positions	880.7		
State trunkline operations—FTEs	880.7	\$	425,881,200
GROSS APPROPRIATION		\$	425,881,200
Appropriated from:			
State trunkline fund			425,881,200
Total other state restricted revenues			425,881,200
State general fund/general purpose		\$	0
Sec. 109. ROAD AND BRIDGE PROGRAMS			
Cities and villages		\$	652,686,200
County road commissioners			1,170,643,500
Grants to local programs			33,000,000
Local agency wetland mitigation bank fund			2,000,000
Local bridge program			27,812,600
Local federal aid and road and bridge construction			290,587,800
Movable bridge fund			5,553,000
Rail grade crossing			3,000,000
Rail grade crossing-surface improvements			3,000,000
State trunkline federal aid and road and bridge construction			1,328,645,000
GROSS APPROPRIATION		\$	3,516,928,100
Appropriated from:			
Federal aid - transportation programs			1,141,836,600
Total federal revenues			1,141,836,600
Local funds			30,003,500
Total local revenues			30,003,500
Blue Water Bridge fund			4,079,500
Local bridge fund			27,812,600
Michigan transportation fund			1,869,882,700
State trunkline fund			443,313,200
Total other state restricted revenues			2,345,088,000
State general fund/general purpose		\$	0
Sec. 111. BLUE WATER BRIDGE			
Full-time equated classified positions	41.0		
Blue Water Bridge operations—FTEs	41.0	\$	6,714,700
GROSS APPROPRIATION		\$	6,714,700
Appropriated from:			
Blue Water Bridge fund			6,714,700
Total other state restricted revenues			6,714,700
State general fund/general purpose		\$	0
Sec. 112. TRANSPORTATION ECONOMIC DEVELOPMENT			
Community service infrastructure fund		\$	3,000,000
Forest roads			5,000,000
Rural county primary			7,650,500
Rural county urban system			2,500,000
Targeted industries/economic development			15,800,900
Urban county congestion			7,650,500
GROSS APPROPRIATION		\$	41,601,900
Appropriated from:			
Economic development fund			41,601,900
Total other state restricted revenues			41,601,900
State general fund/general purpose		\$	0
Sec. 113. AERONAUTICS SERVICES			
Full-time equated classified positions	46.0		

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Air fleet operations and maintenance—FTEs	8.0	\$	1,000,000
Air service program			50,000
Aviation services—FTEs	38.0		6,077,700
GROSS APPROPRIATION		\$	7,127,700
Appropriated from:			
State aeronautics fund			7,127,700
Total other state restricted revenues			7,127,700
State general fund/general purpose		\$	0
Sec. 114. PUBLIC TRANSPORTATION SERVICES			
Full-time equated classified positions	36.0		
Passenger transportation services—FTEs	36.0	\$	6,040,200
GROSS APPROPRIATION		\$	6,040,200
Appropriated from:			
Federal aid - transportation programs			972,100
Total federal revenues			972,100
Comprehensive transportation fund			5,068,100
Total other state restricted revenues			5,068,100
State general fund/general purpose		\$	0
Sec. 115. LOCAL BUS TRANSIT			
Local bus operating		\$	196,750,000
Nonurban operation/capital			30,027,900
GROSS APPROPRIATION		\$	226,777,900
Appropriated from:			
Federal aid - transportation programs			28,027,900
Total federal revenues			28,027,900
Local funds			2,000,000
Total local revenues			2,000,000
Comprehensive transportation fund			196,750,000
Total other state restricted revenues			196,750,000
State general fund/general purpose		\$	0
Sec. 116. INTERCITY PASSENGER			
Full-time equated classified positions	39.0		
Detroit/Wayne County Port Authority		\$	500,000
Freight property management			1,000,000
Intercity services			8,060,000
Marine passenger service			1,012,000
Office of rail—FTEs	39.0		6,752,500
Rail operations and infrastructure			104,356,200
GROSS APPROPRIATION		\$	121,680,700
Appropriated from:			
Federal aid – Federal Railroad Administration			20,000,000
Federal aid – Federal Transit Administration			4,500,000
Total federal revenues			24,500,000
Local funds			760,000
Total local revenues			760,000
Private funds			900,000
Total private revenues			900,000
Comprehensive transportation fund			86,035,000
Intercity bus equipment fund			600,000
Michigan transportation fund			2,116,400
Rail freight fund			6,000,000
State trunkline fund			769,300
Total other state restricted revenues			95,520,700

For Fiscal Year
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State general fund/general purpose	\$	0
Sec. 117. PUBLIC TRANSPORTATION DEVELOPMENT		
Municipal credit program	\$	2,000,000
Service initiatives		11,304,400
Specialized services		18,438,900
Transit capital		109,070,700
Transportation to work		3,875,000
Van pooling		195,000
GROSS APPROPRIATION	\$	144,884,000
Appropriated from:		
Federal aid - transportation programs		48,550,000
Total federal revenues		48,550,000
Local funds		35,510,000
Total local revenues		35,510,000
Comprehensive transportation fund		60,824,000
Total other state restricted revenues		60,824,000
State general fund/general purpose	\$	0
Sec. 118. CAPITAL OUTLAY		
(1) BUILDINGS AND FACILITIES		
Salt storage buildings and containment control	\$	2,500,000
Special maintenance, remodeling, and additions		3,001,500
GROSS APPROPRIATION	\$	5,501,500
Appropriated from:		
State trunkline fund		5,501,500
Total other state restricted revenues		5,501,500
State general fund/general purpose	\$	0
(2) AIRPORT IMPROVEMENT PROGRAMS		
Airport safety, protection and improvement program	\$	121,576,500
Detroit Metropolitan Wayne County Airport		5,200,000
GROSS APPROPRIATION	\$	126,776,500
Appropriated from:		
Federal aid - transportation programs		106,000,000
Total federal revenues		106,000,000
Local funds		12,508,500
Total local revenues		12,508,500
Qualified airport fund		5,200,000
State aeronautics fund		3,068,000
Total other state restricted revenues		8,268,000
State general fund/general purpose	\$	0
Sec. 119. ONE-TIME BASIS ONLY		
GROSS APPROPRIATION	\$	0
Appropriated from:		
State general fund/general purpose	\$	0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS FOR FISCAL YEAR 2021-2022

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2021-2022 is \$3,702,373,400.00 and state spending from state sources to be

paid to local units of government for fiscal year 2021-2022 is \$2,196,214,200.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

STATE TRANSPORTATION DEPARTMENT		
Grants to regional planning councils	\$	488,800
Cities and villages		652,686,200
County road commissions		1,170,643,500
Grants to local programs		33,000,000
Local bridge program		27,812,600
Local agency wetland mitigation		2,000,000
Movable bridge		2,776,500
Rail grade crossing		1,500,000
Rail grade surface crossing improvements		3,000,000
Transportation economic development		35,597,600
Air service program		50,000
Local bus operating		196,750,000
Detroit/Wayne County Port Authority		500,000
Marine passenger service		512,000
Municipal credit program		2,000,000
Service initiatives		9,329,400
Specialized services		4,353,900
Transit capital		41,070,700
Transportation to work		3,875,000
Airport safety, protection, and improvement program		3,068,000
Detroit Metropolitan Wayne County Airport		5,200,000
Total payments to local units of government	\$	2,196,214,200

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

Sec. 203. As used in this part and part 1:

(a) "CRRSSA" means the coronavirus response and relief supplemental appropriations act, 2021, division M of Public Law 116-260.

(b) "CTF" means comprehensive transportation fund.

(c) "Department" means the state transportation department.

(d) "Director" means the director of the department.

(e) "DOT" means the United States Department of Transportation.

(f) "DOT-FHWA" means DOT, Federal Highway Administration.

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

(h) "IDG" means interdepartmental grant.

(i) "MTF" means Michigan transportation fund.

(j) "SAF" means state aeronautics fund.

(k) "STF" means state trunkline fund.

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

Sec. 205. To the extent permissible under section 261 of the management and budget act, 1984 PA 431, MCL 18.1261, all of the following apply to funds appropriated in part 1:

(a) The funds 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.

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

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

Sec. 206. The director shall take all reasonable steps to ensure businesses in deprived and depressed communities compete for and perform contracts to provide services or supplies, or both. Each director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

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

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

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

Sec. 209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house of representatives standing committees on appropriations and the senate and house fiscal agencies.

Sec. 210. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$40,000,000.00 for federal contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 pursuant to 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 \$5,000,000.00 for state restricted contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 pursuant to 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 \$1,000,000.00 for local contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 pursuant to 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 \$1,000,000.00 for private contingency authorization. These funds are not available for expenditure until they have been transferred to another line item in part 1 pursuant to section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 211. The department shall cooperate with the department of technology, management, and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following:

- (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. 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 chairpersons of the senate and house appropriations subcommittees on transportation, 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, 2021 and September 30, 2022.

Sec. 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. 214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2022 are \$66,849,900.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at \$37,452,900.00. Total agency appropriations for retiree health care legacy costs are estimated at \$29,397,000.00.

Sec. 215. A department shall not take disciplinary action against an employee of the department or departmental agency in the state classified civil service because the employee communicates with a member of the senate or house of representatives or a member's staff, unless the communication is prohibited by law and the department or agency taking disciplinary action is exercising its authority as provided by law.

Sec. 216. (1) On a quarterly basis, the department shall report to the senate and house appropriations committees, the senate and house appropriations subcommittees on transportation, and the senate and house fiscal agencies the following information:

(a) The number of FTEs in pay status by type of staff and civil service classification.

(b) A comparison by line item of the number of FTEs authorized from funds appropriated in part 1 to the actual number of FTEs employed by the department at the end of the reporting period.

(2) By March 1 of the current fiscal year, the department shall report to the senate and house appropriations committees, the senate and house appropriations subcommittees on transportation, and the senate and house fiscal agencies the following information:

(a) Number of employees that were engaged in remote work in 2021.

(b) Number of employees authorized to work remotely and the actual number of those working remotely in the current reporting period.

(c) Estimated net cost savings achieved by remote work.

(d) Reduced use of office space associated with remote work.

Sec. 217. Appropriations in part 1 shall, to the extent possible by the department, not be expended until all existing work project authorization available for the same purposes is exhausted.

Sec. 218. If the state administrative board, acting under section 3 of 1921 PA 2, MCL 17.3, transfers funds from an amount appropriated under this article, the legislature may, by a concurrent resolution adopted by a majority of the members elected to and serving in each house, intertransfer funds within this article for the particular department, board, commission, officer, or institution.

Sec. 219. The departments and agencies receiving appropriations in part 1 shall receive and retain copies of all reports funded from appropriations in part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The department may electronically retain copies of reports unless otherwise required by federal and state guidelines.

Sec. 220. The department shall report no later than April 1 on each specific policy change made to implement a public act affecting the department that took effect during the prior calendar year to the senate and house appropriations committees, the senate and house subcommittees on transportation, the joint committee on administrative rules, and the senate and house fiscal agencies.

Sec. 221. (1) From the funds appropriated in part 1, the department shall do all of the following:

(a) Report to the house and senate appropriations committees, the house and senate fiscal agencies, the house and senate policy offices, and the state budget office any amount of severance pay for a department director, deputy director, or other high-ranking department official not later than 14 days after a severance agreement with the director or official is signed. The name of the director or official and the amount of severance pay must be included in the report required by this subdivision.

(b) Maintain an internet site that posts any severance pay in excess of 6 weeks of wages, regardless of the position held by the former department employee receiving severance pay.

(c) By February 1, report to the house and senate appropriations subcommittees on transportation, the house and senate fiscal agencies, the house and senate policy offices, and the state budget office on the total amount of severance pay remitted to former department employees during the fiscal year ending September 30, 2021 and the total number of former department employees that were remitted severance pay during the fiscal year ending September 30, 2021.

(2) As used in this section, “severance pay” means compensation that is both payable or paid upon the termination of employment and in addition to either wages or benefits earned during the course of employment or generally applicable retirement benefits.

Sec. 222. (1) Any department, agency, board, commission, or public officer that receives funding under part 1 shall not:

(a) Require as a condition of accessing any facility or receiving services that an individual provide proof that he or she has received a COVID-19 vaccine except as provided by federal law or as a condition of receiving federal Medicare or Medicaid funding.

(b) Produce, develop, issue, or require a COVID-19 vaccine passport.

(c) Develop a database or make any existing database publicly available to access an individual’s COVID-19 vaccine status by any person, company, or governmental entity.

(d) Require as a condition of employment that an employee or official provide proof that he or she has received a COVID-19 vaccine. This subdivision does not apply to any hospital, congregate care facility, or other medical facility or any hospital, congregate care facility, or other medical facility operated by a local subdivision that receives federal Medicare or Medicaid funding.

(2) A department, agency, board, commission, or public officer may not subject any individual to any negative employment consequence, retaliation, or retribution because of that individual’s COVID-19 vaccine status.

(3) Subsection (1) does not prohibit any person, department, agency, board, commission, or public officer from transmitting proof of an individual’s COVID-19 vaccine status to any person, company, or governmental entity, so long as the individual provides affirmative consent.

(4) If a department, agency, board, commission, subdivision, or official or public officer is required to establish a vaccine policy due to a federal mandate, it must provide exemptions to any COVID-19 vaccine policy to the following individuals:

(a) An individual for whom a physician certifies that a COVID-19 vaccine is or may be detrimental to the individual’s health or is not appropriate.

(b) An individual who provides a written statement to the effect that the requirements of the COVID-19 vaccine policy cannot be met because of religious convictions or other consistently held objection to immunization.

(5) As used in this section, “public officer” means a person appointed by the governor or another executive department official or an elected or appointed official of this state or a political subdivision of this state.

Sec. 223. To the extent possible, the department shall provide notice to the speaker of the house, the house minority leader, the senate majority leader, the senate minority leader, the house and senate standing committees on transportation, the appropriate house and senate appropriations subcommittees on transportation, and the house and senate fiscal agencies on proposed federal rule changes related to the department that would require amendments to the laws of this state. The notice shall be given within 30 business days of the proposed federal rule being posted to the Federal Register and shall include a description of the proposed federal rule, the publication date, the date when public comment closes, the document citation, and a description of the statutory changes needed when the rule is finalized.

Sec. 270. In order to reduce costs and maintain quality, it is the intent of the legislature that, excluding the fleet of motor vehicles for the department of state police, the department will prioritize the utilization of remanufactured parts as the primary means of maintenance and repair for the state of Michigan’s fleet of motor vehicles.

DEPARTMENTAL ADMINISTRATION AND SUPPORT

Sec. 301. The department may establish a fee schedule and collect fees sufficient to cover the costs to issue the permits that the department is authorized by law to issue upon request, unless otherwise stipulated by law. All permit fees are nonrefundable application fees and shall be credited to the appropriate fund to recover the direct and indirect costs of receiving, reviewing, and processing the requests.

Sec. 302. (1) Total authorized annual state trunkline fund debt service limits identified in section 18b of 1951 PA 51, MCL 247.668b, from constitutionally restricted revenue sources identified in section 9 of article IX of the state constitution of 1963 are as follows:

(a) At 25% of the constitutionally restricted revenue sources set aside for the state trunkline fund, the debt service limit for the fiscal year ending September 30, 2022 for the state trunkline fund is \$242,180,850.00.

(b) At 50% of the constitutionally restricted revenue sources set aside for the state trunkline fund, the debt service limit for the fiscal year ending September 30, 2022 for the state trunkline fund is \$484,361,700.00.

(2) The department shall report no later than February 1, 2022 on the state trunkline fund debt service limit. The report must include an accounting of the previous fiscal year's trunkline fund debt service limit, the total amount of debt service paid for that fiscal year, and the remaining portion of the debt service cap that was not applied. The report must include a projection for the fiscal year ending September 30, 2022 that also includes the fiscal year debt service limit, the total amount of debt service planned for the fiscal year ending September 30, 2022, and the remaining portion of the debt service cap that could be applied. The report must include all planned bonding for the fiscal year ending September 30, 2022.

Sec. 303. When the department places signs identifying trunkline construction projects as bond-financed, the signs shall identify the total cost of the project and the estimated borrowing costs associated with the bonds used to finance the project. Text and numeric figures identifying estimated borrowing costs associated with bonds used to finance projects shall be the same font and font size as the text and numeric figures identifying trunkline construction projects as bond-financed.

Sec. 304. If, as a requirement of bidding on a highway project, the department requires a contractor to submit financial or proprietary documentation as to how the bid was calculated, that bid documentation shall be kept confidential and shall not be disclosed other than to a department representative without the contractor's written consent. The department may disclose the bid documentation if necessary to address or defend a claim by a contractor.

Sec. 305. The department may permit space on public passenger transportation properties to be occupied by public or private tenants. The department shall require that revenue from the tenants be placed in an account to be used to pay the costs to maintain and improve the property.

Sec. 306. (1) The amounts appropriated in part 1 to support tax and fee collection, law enforcement, and other program services provided to the department and to transportation funds by other state departments shall be expended from transportation funds pursuant to annual contracts between the department and those other state departments. The contracts shall be executed prior to the expenditure or obligation of those funds. The contracts shall provide, but are not limited to, the following data applicable to each state department:

(a) Estimated costs to be recovered from transportation funds.

(b) Description of services provided to the department and/or transportation funds and financed with transportation funds.

(c) Detailed cost allocation methods appropriate to the type of services being provided and the activities financed with transportation funds.

(2) Not later than 2 months after publication of the state of Michigan comprehensive annual financial report, each state department receiving funding pursuant to an interdepartment contract with the department shall submit a written report to the department, the state budget director, the house and senate fiscal agencies, and the auditor general stating by spending authorization account the amount of estimated funds contracted with the department, the amount of funds expended, the amount of funds returned to the transportation funds, and any unreimbursed transportation-related costs incurred but not billed to transportation funds.

Sec. 307. Before March 1 of each year, the department will provide to the legislature, the state budget director, and the house and senate fiscal agencies its rolling 5-year plan listing by county or by county road commission all highway construction projects for the fiscal year and all expected projects for the ensuing fiscal years.

Sec. 308. From the funds appropriated in part 1 for highway maintenance, the department shall initiate a winter maintenance program in accordance with section 11a of 1951 PA 51, MCL 247.661a.

Sec. 310. The department shall provide in a timely manner copies of the agenda, approved minutes, and audio recording of monthly transportation commission meetings to the members of the house and senate appropriations subcommittees on transportation, the house and senate fiscal agencies, and the state budget director.

Sec. 311. Not later than March 30, 2022, the department shall provide a progress report on the CRRSSA - highway infrastructure program - local bridge bundling initiative to the senate and house transportation appropriations subcommittees, the state budget director, and the senate and house fiscal agencies.

Sec. 313. (1) From funds appropriated in part 1, the department may increase a state infrastructure bank program and grant or loan funds in accordance with regulations of the state infrastructure bank program of the United States Department of Transportation. The state infrastructure bank is to be administered by the department for the purpose of providing a revolving, self-sustaining resource for financing transportation infrastructure projects.

(2) In addition to funds provided in subsection (1), money received by the state as federal grants, repayment of state infrastructure bank loans, or other reimbursement or revenue received by the state as a result of projects funded by the program and interest earned on that money shall be deposited in the revolving state infrastructure bank fund and shall be available for transportation infrastructure projects. At the close of the fiscal year, any unencumbered funds remaining in the state infrastructure bank fund shall remain in the fund and be carried forward into the succeeding fiscal year.

(3) The department shall submit a report to the state budget director, the house and senate appropriations subcommittees on transportation, and the house and senate fiscal agencies on the status of the state infrastructure bank. The report shall be submitted on or before December 1, 2021. The report shall include all of the following:

(a) The balance in the state infrastructure bank at September 30, 2020, including a breakdown of the balance by cash and cash equivalents, outstanding loans, and balance available for loan to local agencies.

(b) A breakdown of the state infrastructure loan balance by amounts designated as originating from federal sources and the amounts originating from nonfederal sources.

(c) A list of outstanding loans by agency, original loan amount, project description, loan term, and amount outstanding.

Sec. 319. The department shall post signs at each rest area to identify the agency or contractor responsible for maintenance of the rest area. The signs shall include a department telephone number and shall indicate that unsafe or unclean conditions at the rest area may be reported to that telephone number.

Sec. 353. The department shall review its contractor payment process and ensure that all prime contractors are paid promptly. The department shall ensure that prime contractors are in compliance with special provision 109.10 regarding the prompt payment of subcontractors.

Sec. 357. When presented with complete local federal aid project submittals, the department shall complete all necessary reviews and inspections required to let local federal aid projects within 120 days of receipt. The department shall implement a system for monitoring the local federal aid project review process.

Sec. 375. The department is prohibited from reimbursing contractors or consultants for costs associated with groundbreaking ceremonies, receptions, open houses, or press conferences related to transportation projects funded, in whole or in part, by revenue appropriated in part 1.

Sec. 376. The department shall not spend funds appropriated in part 1 for the purpose of examining the potential association between commercial signs, outdoor advertising signs, billboards, digital billboards, or commercial electronic variable message signs and motor vehicle activity or motor vehicle driver behavior.

Sec. 382. In administering a contract with a county road commission, city, or village that allocates costs of construction or reconstruction of highways, roads, and streets as provided in section 18d of 1951 PA 51, MCL 247.668d, the department shall submit the final cost-sharing bill to the county road commission, city, or village not later than 2 years after the date of the final contract payment to the construction contractor.

Sec. 383. (1) The department shall prepare a report on use of department-owned aircraft during the fiscal year ending September 30, 2021. With respect to each department-owned aircraft, the report shall include all of the following:

(a) Total hours of usage.

(b) Description of specific flights including dates of travel, names of passengers including state agency, university, or local government affiliation, travel origin and destination, and total estimated costs associated with the air travel.

(2) The report shall be submitted to the senate and house appropriations subcommittees on transportation, state budget director, and the house and senate fiscal agencies no later than February 1, 2022.

(3) The department shall maintain a system for recovering the cost of operating department-owned aircraft through charges to aircraft users.

Sec. 384. (1) Except as otherwise provided in subsection (2), the department shall not obligate the state to expend any state transportation revenue for construction planning or construction of the Gordie Howe International Crossing or a renamed successor. In addition, except as provided in subsection (2), the department shall not commit the state to any new contract related to the construction planning or construction of the Gordie

Howe International Crossing or a renamed successor that would obligate the state to expend any state transportation revenue. An expenditure for staff resources used in connection with project activities, which expenditure is subject to full and prompt reimbursement from Canada, shall not be considered an expenditure of state transportation revenue.

(2) If the legislature enacts specific enabling legislation for the construction of the Gordie Howe International Crossing or a renamed successor, subsection (1) does not apply once the enabling legislation goes into effect.

Sec. 385. (1) The department shall submit monthly reports to the state budget director, the speaker of the house of representatives, the house of representatives minority leader, the senate majority leader, the senate minority leader, the house and senate appropriations subcommittees on transportation, and the house and senate fiscal agencies on all of the following:

- (a) All expenditures made by the state related to the Gordie Howe Bridge.
- (b) All reimbursements made by Canada under section 384(1) of this part to the state for expenditures for staff resources used in connection with project activities.
- (c) All eminent domain and condemnation powers used, the related real estate involved in any governmental taking, the price paid for those properties, and the beneficiary's name or associated corporation.
- (2) The initial report required under subsection (1) shall be submitted on or before December 1, 2021. The initial report shall cover the fiscal year ending September 30, 2021.

Sec. 386. On or before May 1 of each year, the department shall submit a report to the state budget director, the house and senate appropriations subcommittees on transportation, and the house and senate fiscal agencies on its toll credit program. The report shall include the following information:

- (a) The amount of toll credits earned and certified by the DOT-FHWA in the prior fiscal year.
- (b) The value of toll credits used by programs and projects in the previous fiscal year.
- (c) The balance of available toll credits at the end of the prior fiscal year.
- (d) A discussion of the department's strategy for using toll credits.

Sec. 387. (1) Within 90 days of completion of any formal traffic study, formal traffic control study, or formal traffic mitigation study, the department shall post the results of the study on the department's website.

(2) As used in this section, the terms "traffic study", "traffic control study", and "traffic mitigation study" include, but are not limited to, investigations into the need for traffic lights, reviews of traffic speeds and related recommendations regarding speed limits, and ways to improve traffic flow during peak travel times.

Sec. 389. Within 30 days of entering into a long-term agreement with a private contractor, a public agency, or a partnership between 1 or more private contractors or public agencies, the department shall notify the state budget director, the house and senate appropriations subcommittees on transportation, and the house and senate fiscal agencies of the agreement, including the subject of the agreement, the term of the agreement, and financial obligations under the agreement. As used in this section, "long-term agreement" means an agreement that obligates the department for a period of 5 years or more and that actually or contingently obligates the department to make payments over the contract period of \$5,000,000.00 or more.

Sec. 393. The department shall promote best practices for public transportation services in this state, including, but not limited to, the following:

- (a) Transit vehicle rehabilitation to reduce life-cycle cost of public transportation through midlife rehabilitation of transit buses.
- (b) Cooperation between entities using transit, including school districts, cities, townships, and counties with a view to promoting cost savings through joint purchasing of fuel and other procurements.
- (c) Coordination of transportation dollars among state departments that provide transit-related services, including the department of health and human services. Priority should be given to use of public transportation services where available.
- (d) Promotion of intelligent transportation services for buses that incorporate computer and navigation technology to make transit systems more efficient, including stoplight coordinating, vehicle tracking, data tracking, and computerized scheduling.

Sec. 394. The department and local road agencies shall make the preservation of their existing road networks a funding priority.

Sec. 398. The department shall continue to work to eliminate fatalities and serious injuries on Michigan's trunkline network and shall maintain the Toward Zero Deaths statewide safety campaign.

Sec. 399. In developing its state trunkline road and bridge construction program, the department shall prioritize spending on capital preventative maintenance.

FEDERAL

Sec. 402. A portion of the federal DOT-FHWA highway research, planning, and construction funds made available to this state shall be allocated to transportation programs administered by local jurisdictions in accordance with section 10o of 1951 PA 51, MCL 247.660o. A local road agency, with respect to a project approved for federal aid funding in a state transportation improvement program, may enter into a voluntary buyout agreement with the department or with another local road agency to exchange the federal aid with state restricted transportation funds as agreed to by the respective parties. The state restricted transportation funds received in exchange for federal aid funds shall be used for the same purpose as the federal aid funds were originally intended.

MICHIGAN TRANSPORTATION FUND

Sec. 501. The money received under the motor carrier act, 1933 PA 254, MCL 475.1 to 479.42, and not appropriated to the department of licensing and regulatory affairs or the department of state police is deposited in the Michigan transportation fund.

Sec. 503. (1) At the close of the fiscal year, funds appropriated in part 1 for the transportation economic development program shall lapse to the transportation economic development fund.

(2) At the close of the fiscal year, funds appropriated in part 1 for the local bridge program shall lapse to the local bridge fund.

(3) Interest earned in the department of transportation economic development fund and local bridge fund shall remain in the respective funds and shall be allocated to the 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. 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. 601. (1) The department shall maintain documentation to support initial acceptance of warrantied projects, interim and final inspections, and notifications to contractors that the warranty period had expired. The department also shall review and evaluate consultant evaluation requirements or recommendations and update existing policies and procedures accordingly.

(2) The department shall review its warranty administration processes, procedures, and associated manuals to ensure that all of the following occur:

(a) Initial notifications of needed corrective action are sent prior to warranty expiration.

(b) Consistent and timely second notifications of needed corrective action are sent if contractors do not respond within 30 days of an initial notification.

(c) The department has an effective process to establish time frames for corrective action completion.

(d) Daily inspector reports on all warranty segments are completed consistently.

(3) The department shall report on the review described in subsection (2) and changes resulting from the review. The department shall submit the report to the state budget director, the house and senate appropriations subcommittees on transportation, and the house and senate fiscal agencies no later than March 31, 2022.

Sec. 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.

Sec. 612. The department shall establish guidelines governing incentives and disincentives provided under contracts for state trunkline projects. The guidelines shall include specific financial information concerning incentives and disincentives.

Sec. 660. (1) The legislature encourages the department to examine the use of alternative road surface materials and develop criteria and specifications for their use in both department-managed and contracted projects.

(2) From funds appropriated in part 1, the department shall establish the Michigan state transportation innovation council to review innovative road materials and innovative road and bridge design and construction specifications. The Michigan state transportation innovation council shall include, but is not limited to, a representative of the DOT-FHWA, an appointee chosen by the speaker of the house of representatives, and an appointee chosen by the senate majority leader.

(3) The department shall report on efforts taken to implement this section. The report shall include descriptions of specific field or laboratory tests. The department shall complete and submit the report to the state budget director, the house and senate appropriations subcommittees on transportation, and the house and senate fiscal agencies on or before March 1 of each year.

TRANSIT AND RAIL RELATED FUNDS

Sec. 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 fund for the repair of intercity bus equipment, as appropriated. Money received by the department from lease payments for state-owned intercity bus equipment, and facility maintenance charges under terms of leases of state-owned intercity facilities, shall be credited to the intercity bus equipment and facility fund for the purchase and repair of intercity bus equipment or for the maintenance and rehabilitation of state-owned intercity facilities, as appropriated. At the close of the fiscal year, any funds remaining in the intercity bus equipment and facility fund shall remain in the fund and be carried forward into the succeeding fiscal year.

Sec. 702. Money that is received by this state as repayment for loans made for rail or water freight capital projects, and as a result of the sale of property or equipment used or projected to be used for rail or water freight projects shall be deposited in the rail freight fund created by section 17 of the state transportation preservation act of 1976, 1976 PA 295, MCL 474.67. At the close of the fiscal year, any funds remaining in the rail freight fund shall remain in the fund and be carried forward into the succeeding fiscal year.

Sec. 703. After receiving notification from a railroad company pursuant to section 8 of the state transportation preservation act of 1976, 1976 PA 295, MCL 474.58, the department shall immediately notify the house of representatives and senate appropriations subcommittees on transportation and the state budget office that the railroad company has filed with the appropriate governmental agencies for abandonment of a line.

Sec. 704. From the funds appropriated in part 1, the department shall prepare and transmit a report that provides detail regarding the department's obligations for programs funded under the appropriation in part 1 for rail operations and infrastructure. The report shall include a breakdown of the appropriation by program, year-to-date obligations under each program itemized by project, and an estimate of future obligations under each program itemized by project for the remainder of the fiscal year. The initial report shall be submitted to the senate and house appropriations subcommittees on transportation, the state budget director, and the senate and house fiscal agencies, on or before February 1, 2022. The department also shall update and resubmit the final report on or before November 1, 2022.

Sec. 706. The Detroit/Wayne County Port Authority shall issue a complete operations assessment and a financial disclosure statement. The operations assessment shall include operational goals for the next 5 years and recommendations to improve land acquisition and development efficiency. The report shall be completed and submitted to the house of representatives and senate appropriations subcommittees on transportation, the state budget director, and the house and senate fiscal agencies by June 30 of each fiscal year for the prior fiscal year.

Sec. 707. (1) Before March 1 of each year, the department will provide to the legislature, the state budget office, and the house and senate fiscal agencies its rail strategic plan. The strategic plan shall include, but is not limited to, a rolling 5-year rail plan and summary of the department's obligations for programs funded under the appropriation in part 1 for rail operations and infrastructure.

(2) The rolling 5-year rail plan shall include, but is not limited to, all the following:

(a) A listing by county of all rail infrastructure projects on rail lines within the state utilizing state funds, and the estimated cost of each project.

(b) The actual or projected state expenditures for operation of passenger rail service.

(c) The actual or projected state expenditures for maintenance of passenger service rail lines.

(3) The period of the rolling 5-year rail plan includes the current fiscal year and the 4 fiscal years immediately following the current fiscal year.

(4) The summary of the department's obligations for programs funded under the appropriation in part 1 for rail operations and infrastructure shall include a breakdown of the appropriation by program, year-to-year obligations under each program itemized by project, and an estimate of future obligations under each program itemized by project for the remainder of the fiscal year.

Sec. 720. It is the intent of the legislature that all transit agencies in Michigan should strive to achieve a farebox recovery rate of not less than 6%.

Sec. 735. For the fiscal year ending September 30, 2022, the appropriation to a street railway pursuant to section 10e(22) of 1951 PA 51, MCL 247.660e, is \$0.

Sec. 736. No funds from the appropriations in part 1 may be used for a rail freight development project to support the cessation of energy pipeline operations across the Straits of Mackinac.

Sec. 752. The legislature encourages the department to meet with representatives of a rail industry trade association to provide information on the availability of rail infrastructure loan and grant funding programs and freight economic development project opportunities.

Sec. 753. From the funds appropriated in part 1 for marine passenger service, 60% must be spent on eligible entities servicing multiple destinations. The remaining funds must be spent on eligible entities servicing a single destination.

AERONAUTICS FUND

Sec. 801. Except as otherwise provided in section 903 of this part for capital outlay, at the close of the fiscal year, any unobligated and unexpended balance in the state aeronautics fund created in the aeronautics code of the state of Michigan, 1945 PA 327, MCL 259.1 to 259.208, shall lapse to the state aeronautics fund and be appropriated by the legislature in the immediately succeeding fiscal year.

CAPITAL OUTLAY

Sec. 901. (1) From federal-state-local project appropriations contained in part 1 for the purpose of assisting political entities and subdivisions of this state in the construction and improvement of publicly used airports and landing fields within this state, the state transportation department may permit the award of contracts on behalf of units of local government for the authorized locations not to exceed the indicated amounts, of which the state allocated portion shall not exceed the amount appropriated in part 1.

(2) Political entities and subdivisions shall provide not less than 5% of the cost of any project under this section, unless a total nonfederal share less than 10% is otherwise specified in federal law. State money shall not be allocated until local money is allocated. State money for any 1 project shall not exceed 1/3 of the total appropriation in part 1 from state funds for airport improvement programs.

(3) The Michigan aeronautics commission may take those steps necessary to match federal money available for airport construction and improvement within this state and to meet the matching requirements of the federal government. Whether acting alone or jointly with another political subdivision or public agency or with this state, a political subdivision or public agency of this state shall not submit to any agency of the federal government a project application for airport planning or development unless it is authorized in this part and part 1 and the project application is approved by the governing body of each political subdivision or public agency making the application and by the Michigan aeronautics commission.

Sec. 903. 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.

ARTICLE 14
SUPPLEMENTAL APPROPRIATIONS
PART 1
LINE-ITEM APPROPRIATIONS
FOR FISCAL YEAR 2020-2021

Sec. 101. There is appropriated for various state departments and agencies to supplement appropriations for the fiscal year ending September 30, 2021, from the following funds:

APPROPRIATION SUMMARY		
Full-time equated classified positions	18.0	
GROSS APPROPRIATION	\$	2,046,093,000
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		45,000
ADJUSTED GROSS APPROPRIATION	\$	2,046,048,000
Federal revenues:		
Total federal revenues		2,621,760,100
Special revenue funds:		
Total local revenues		(2,466,700)
Total private revenues		14,847,800
Total other state restricted revenues		21,006,300
State general fund/general purpose	\$	(609,099,500)

Sec. 102. DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

(1) APPROPRIATION SUMMARY		
GROSS APPROPRIATION	\$	3,100,000
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		0
ADJUSTED GROSS APPROPRIATION	\$	3,100,000
Federal revenues:		
Total federal revenues		3,100,000
Special revenue funds:		
Total local revenues		0
Total private revenues		0
Total other state restricted revenues		0
State general fund/general purpose	\$	0

(2) ONE-TIME APPROPRIATIONS

CRRSAA - farm stress program	\$	500,000
CRRSAA - specialty crop block grant program		2,600,000
GROSS APPROPRIATION	\$	3,100,000
Appropriated from:		
Federal revenues:		
USDA, multiple grants		3,100,000
State general fund/general purpose	\$	0

Sec. 103. DEPARTMENT OF ATTORNEY GENERAL

(1) APPROPRIATION SUMMARY		
GROSS APPROPRIATION	\$	150,000
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		0

For Fiscal Year
Ending Sept. 30,
2021

ADJUSTED GROSS APPROPRIATION	\$	150,000
Federal revenues:		
Total other federal revenues		0
Special revenue funds:		
Total local revenues		0
Total private revenues		0
Total other state restricted revenues		0
State general fund/general purpose	\$	150,000
(2) ATTORNEY GENERAL OPERATIONS		
Operations	\$	150,000
GROSS APPROPRIATION	\$	150,000
Appropriated from:		
State general fund/general purpose	\$	150,000
Sec. 104. DEPARTMENT OF CORRECTIONS		
(1) APPROPRIATION SUMMARY		
GROSS APPROPRIATION	\$	0
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		0
ADJUSTED GROSS APPROPRIATION	\$	0
Federal revenues:		
Total other federal revenues		0
Special revenue funds:		
Total local revenues		0
Total private revenues		0
Total other state restricted revenues		0
State general fund/general purpose	\$	0
(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT		
County jail reimbursement program	\$	(3,500,000)
Prosecutorial and detainer expenses		(1,000,000)
GROSS APPROPRIATION	\$	(4,500,000)
Appropriated from:		
State general fund/general purpose	\$	(4,500,000)
(3) OFFENDER SUCCESS ADMINISTRATION		
Community corrections comprehensive plans and services	\$	(13,198,100)
Community corrections comprehensive plans and services		12,198,100
Offender success programming		(2,000,000)
Offender success services		(1,000,000)
Residential probation diversions		(16,575,000)
Residential probation diversions		15,075,000
GROSS APPROPRIATION	\$	(5,500,000)
Appropriated from:		
State general fund/general purpose	\$	(5,500,000)
(4) CORRECTIONAL FACILITIES ADMINISTRATION		
Prison food service	\$	(4,000,000)
GROSS APPROPRIATION	\$	(4,000,000)
Appropriated from:		
State general fund/general purpose	\$	(4,000,000)
(5) HEALTH CARE		
Clinical complexes	\$	(2,900,000)
Prisoner health care services		(4,000,000)
GROSS APPROPRIATION	\$	(6,900,000)
Appropriated from:		
State general fund/general purpose	\$	(6,900,000)

For Fiscal Year
Ending Sept. 30,
2021

(6) ONE-TIME APPROPRIATIONS		
MDOC - corrections training facility	\$	20,900,000
GROSS APPROPRIATION	\$	20,900,000
Appropriated from:		
State general fund/general purpose	\$	20,900,000
Sec. 105. DEPARTMENT OF EDUCATION		
(1) APPROPRIATION SUMMARY		
GROSS APPROPRIATION	\$	4,171,600
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		0
ADJUSTED GROSS APPROPRIATION	\$	4,171,600
Federal revenues:		
Total federal revenues		4,171,600
Special revenue funds:		
Total local revenues		0
Total private revenues		0
Total other state restricted revenues		0
State general fund/general purpose	\$	0
(2) ONE-TIME APPROPRIATIONS		
Library technology services	\$	4,171,600
GROSS APPROPRIATION	\$	4,171,600
Appropriated from:		
Federal revenues:		
Federal funds		4,171,600
State general fund/general purpose	\$	0
Sec. 106. DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY		
(1) APPROPRIATION SUMMARY		
GROSS APPROPRIATION	\$	173,000,000
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		0
ADJUSTED GROSS APPROPRIATION	\$	173,000,000
Federal revenues:		
Total federal revenues		140,000,000
Special revenue funds:		
Total local revenues		0
Total private revenues		0
Total other state restricted revenues		33,000,000
State general fund/general purpose	\$	0
(2) WATER INFRASTRUCTURE		
Water state revolving funds	\$	168,000,000
GROSS APPROPRIATION	\$	168,000,000
Appropriated from:		
Federal revenues:		
Federal funds		140,000,000
Special revenue funds:		
Revolving loan revenue bonds		28,000,000
State general fund/general purpose	\$	0
(3) ONE-TIME APPROPRIATIONS		
Premcor remediation activities	\$	5,000,000
GROSS APPROPRIATION	\$	5,000,000
Appropriated from:		
Special revenue funds:		
Environmental response fund		5,000,000

For Fiscal Year
Ending Sept. 30,
2021

State general fund/general purpose	\$	0
Sec. 107. DEPARTMENT OF HEALTH AND HUMAN SERVICES		
(1) APPROPRIATION SUMMARY		
Full-time equated classified positions	18.0	
GROSS APPROPRIATION	\$	1,096,339,700
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		0
ADJUSTED GROSS APPROPRIATION	\$	1,096,339,700
Federal revenues:		
Capped federal revenues		313,561,400
Social security act, temporary assistance for needy families		(16,227,100)
Total other federal revenues		1,437,971,600
Special revenue funds:		
Total local revenues		(2,466,700)
Total private revenues		13,097,800
Total other state restricted revenues		(31,043,700)
State general fund/general purpose	\$	(618,553,600)
(2) CHILD SUPPORT ENFORCEMENT		
Child support enforcement operations	\$	250,000
State disbursement unit		(250,000)
GROSS APPROPRIATION	\$	0
Appropriated from:		
Federal revenues:		
Total other federal revenues		0
State general fund/general purpose	\$	0
(3) CHILDREN'S SERVICES AGENCY - CHILD WELFARE		
Adoption subsidies	\$	(1,914,500)
Child care fund		(3,851,500)
Children's trust fund administration		55,000
Children's trust fund grants		495,000
Family preservation programs		15,622,000
Foster care payments		(26,358,900)
Guardianship assistance program		(129,700)
Settlement monitor		110,000
GROSS APPROPRIATION	\$	(15,972,600)
Appropriated from:		
Federal revenues:		
Social security act, temporary assistance for needy families		(7,418,200)
Capped federal revenues		15,404,400
Total other federal revenues		3,142,100
Special revenue funds:		
Local funds - county chargeback		(6,070,100)
Private - collections		(7,400)
State general fund/general purpose	\$	(21,023,400)
(4) PUBLIC ASSISTANCE		
Family independence program	\$	(43,421,600)
State disability assistance payments		(4,083,500)
State supplementation		(2,149,000)
GROSS APPROPRIATION	\$	(49,654,100)
Appropriated from:		
Federal revenues:		
Social security act, temporary assistance for needy families		(7,816,800)

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Special revenue funds:	
Supplemental security income recoveries	\$ (927,000)
State general fund/general purpose	\$ (40,910,300)
(5) FIELD OPERATIONS AND SUPPORT SERVICES	
Food assistance reinvestment	\$ 5,192,100
GROSS APPROPRIATION	\$ 5,192,100
Appropriated from:	
State general fund/general purpose	\$ 5,192,100
(6) BEHAVIORAL HEALTH PROGRAM ADMINISTRATION AND SPECIAL PROJECTS	
Family support subsidy	\$ (992,100)
GROSS APPROPRIATION	\$ (992,100)
Appropriated from:	
Federal revenues:	
Social security act, temporary assistance for needy families	(992,100)
State general fund/general purpose	\$ 0
(7) BEHAVIORAL HEALTH SERVICES	
Autism services	\$ 36,233,500
Community substance use disorder prevention, education, and treatment	36,500,600
Healthy Michigan plan - behavioral health	(4,656,600)
Medicaid mental health services	98,541,600
Medicaid substance use disorder services	(8,238,900)
GROSS APPROPRIATION	\$ 158,380,200
Appropriated from:	
Federal revenues:	
Total other federal revenues	270,226,500
Special revenue funds:	
Total other state restricted revenues	8,348,100
State general fund/general purpose	\$ (120,194,400)
(8) STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL HEALTH SERVICES	
Caro Regional Mental Health Center - psychiatric hospital - adult	\$ (2,000,000)
Center for forensic psychiatry	(3,000,000)
Hawthorn Center - psychiatric hospital - children and adolescents	3,500,000
Kalamazoo Psychiatric Hospital - adult	0
Walter P. Reuther Psychiatric Hospital - adult	1,500,000
GROSS APPROPRIATION	\$ 0
Appropriated from:	
Federal revenues:	
Total other federal revenues	3,534,300
Special revenue funds:	
Total local revenues	(2,000,000)
Total other state restricted revenues	1,000,000
State general fund/general purpose	\$ (2,534,300)
(9) EPIDEMIOLOGY, EMERGENCY MEDICAL SERVICES, AND LABORATORY	
Emergency medical services program	\$ 300,000
Healthy homes program	0
Laboratory services	715,000
GROSS APPROPRIATION	\$ 1,015,000
Appropriated from:	
Federal revenues:	
Total other federal revenues	1,763,000

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Special revenue funds:		
Total other state restricted revenues	\$	300,000
State general fund/general purpose	\$	(1,048,000)
(10) LOCAL HEALTH AND ADMINISTRATIVE SERVICES		
Full-time equated classified positions	18.0	
AIDS prevention, testing, and care programs—FTE positions	18.0	\$ 9,414,500
Violence prevention		2,370,000
GROSS APPROPRIATION	\$	11,784,500
Appropriated from:		
Federal revenues:		
Total other federal revenues		2,370,000
Special revenue funds:		
Total private revenues		9,414,500
State general fund/general purpose	\$	0
(11) FAMILY HEALTH SERVICES		
Child and adolescent health care and centers	\$	4,900,000
Women, infants, and children program administration and special projects		1,040,700
GROSS APPROPRIATION	\$	5,940,700
Appropriated from:		
Special revenue funds:		
Total local revenues		4,900,000
Total private revenues		1,040,700
State general fund/general purpose	\$	0
(12) CHILDREN'S SPECIAL HEALTH CARE SERVICES		
Medical care and treatment	\$	10,370,800
GROSS APPROPRIATION	\$	10,370,800
Appropriated from:		
Federal revenues:		
Total other federal revenues		17,445,500
State general fund/general purpose	\$	(7,074,700)
(13) AGING AND ADULT SERVICES AGENCY		
Community services	\$	1,000,000
Nutrition services		3,500,000
GROSS APPROPRIATION	\$	4,500,000
Appropriated from:		
Federal revenues:		
Total other federal revenues		4,500,000
State general fund/general purpose	\$	0
(14) MEDICAL SERVICES ADMINISTRATION		
Healthy Michigan plan administration	\$	(3,000,000)
Medical services administration		4,500,000
GROSS APPROPRIATION	\$	1,500,000
Appropriated from:		
Federal revenues:		
Total other federal revenues		1,350,000
Special revenue funds:		
Total private revenues		150,000
State general fund/general purpose	\$	0
(15) MEDICAL SERVICES		
Adult home help services	\$	24,403,500
Ambulance services		(552,300)
Auxiliary medical services		(930,800)
Dental services		(15,246,400)

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Federal Medicare pharmaceutical program	\$	(25,719,000)
Health plan services		184,460,400
Healthy Michigan plan		479,373,600
Home health services		(1,423,900)
Hospice services		(35,016,700)
Hospital disproportionate share payments		0
Hospital services and therapy		(10,361,500)
Integrated care organizations		18,598,600
Long-term care services		(221,672,200)
Maternal and child health		(103,100)
Medicaid home- and community-based services waiver		1,859,400
Medicare premium payments		16,020,600
Personal care services		(859,400)
Pharmaceutical services		84,591,200
Physician services		(36,395,300)
Program of all-inclusive care for the elderly		23,197,100
School-based services		8,860,000
Special Medicaid reimbursement		14,102,400
Transportation		1,553,600
GROSS APPROPRIATION	\$	508,739,800
Appropriated from:		
Federal revenues:		
Total other federal revenues		977,088,900
Special revenue funds:		
Total local revenues		703,400
Total private revenues		2,500,000
Total other state restricted revenues		(39,764,800)
State general fund/general purpose	\$	(431,787,700)
(16) INFORMATION TECHNOLOGY		
Information technology services and projects	\$	581,700
GROSS APPROPRIATION	\$	581,700
Appropriated from:		
Federal revenues:		
Total other federal revenues		139,600
State general fund/general purpose	\$	442,100
(17) ONE-TIME APPROPRIATIONS		
ARP - child abuse state grants	\$	2,889,000
ARP - community-based child abuse prevention		7,188,400
ARP - family caregivers		4,477,400
ARP - long-term care ombudsman		315,700
ARP - low-income home energy assistance program		238,219,300
ARP - low-income household water assistance program		36,278,400
ARP - preventive services		1,389,100
ARP - supportive services		14,471,700
COVID-19 Chafee education and training vouchers grant		1,366,900
COVID-19 Chafee foster care program for transition to adulthood		10,220,000
COVID-19 expanding senior access to vaccines		1,578,500
COVID-19 federal no wrong door grant		886,900
COVID-19 initiatives to address health disparities		31,809,400
COVID-19 mental health block grant		31,979,300
COVID-19 Michigan emergency grant for SMI/SUD		2,860,000
COVID-19 promoting safe and stable families grant		1,995,000
COVID-19 substance abuse prevention and treatment block grant		34,828,000

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Dental oral assessment database	\$	385,000
Federal congregate and home-delivered meals funding		27,694,300
Federal COVID immunization and vaccine grant		4,121,400
GROSS APPROPRIATION	\$	454,953,700
Appropriated from:		
Federal revenues:		
Capped federal revenues		298,157,000
Total other federal revenues		156,411,700
State general fund/general purpose	\$	385,000
Sec. 108. JUDICIARY		
(1) APPROPRIATION SUMMARY		
GROSS APPROPRIATION	\$	305,000
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		45,000
ADJUSTED GROSS APPROPRIATION	\$	260,000
Federal revenues:		
Total federal revenues		260,000
Special revenue funds:		
Total local revenues		0
Total private revenues		0
Total other state restricted revenues		0
State general fund/general purpose	\$	0
(2) SUPREME COURT		
Judicial institute	\$	45,000
GROSS APPROPRIATION	\$	45,000
Appropriated from:		
IDG from department of state police, Michigan justice training fund		45,000
State general fund/general purpose	\$	0
(3) ONE-TIME APPROPRIATIONS		
State court administrative office federal COVID-19	\$	260,000
GROSS APPROPRIATION	\$	260,000
Appropriated from:		
Federal revenues:		
HHS, court improvement project		260,000
State general fund/general purpose	\$	0
Sec. 109. DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY		
(1) APPROPRIATION SUMMARY		
GROSS APPROPRIATION	\$	322,464,600
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		0
ADJUSTED GROSS APPROPRIATION	\$	322,464,600
Federal revenues:		
Total federal revenues		322,406,200
Special revenue funds:		
Total local revenues		0
Total private revenues		0
Total other state restricted revenues		0
State general fund/general purpose	\$	58,400
(2) ONE-TIME APPROPRIATIONS		
ARP - homeowner assistance fund	\$	121,406,200
ARP - national community services - Americorps		11,000,000
ARP - unemployment compensation fund deposit		150,000,000
Disaster relief		58,400

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Unemployment insurance agency	\$	40,000,000
GROSS APPROPRIATION	\$	322,464,600
Appropriated from:		
Federal revenues:		
Coronavirus state fiscal recovery fund		150,000,000
DOL-ETA unemployment insurance		40,000,000
Federal funds		132,406,200
State general fund/general purpose	\$	58,400
Sec. 110. DEPARTMENT OF MILITARY AND VETERANS AFFAIRS		
(1) APPROPRIATION SUMMARY		
GROSS APPROPRIATION	\$	25,827,300
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		0
ADJUSTED GROSS APPROPRIATION	\$	25,827,300
Federal revenues:		
Total other federal revenues		25,777,300
Special revenue funds:		
Total local revenues		0
Total private revenues		0
Total other state restricted revenues		50,000
State general fund/general purpose	\$	0
(2) MILITARY		
Military training sites and support facilities	\$	50,000
GROSS APPROPRIATION	\$	50,000
Appropriated from:		
Special revenue funds:		
Morale, welfare, and recreation fund		50,000
State general fund/general purpose	\$	0
(3) CAPITAL OUTLAY		
Special maintenance - National Guard	\$	20,000,000
GROSS APPROPRIATION	\$	20,000,000
Appropriated from:		
Federal revenues:		
DOD-DOA-NGB		20,000,000
State general fund/general purpose	\$	0
(4) ONE-TIME APPROPRIATIONS		
Coronavirus response activities - MVFA	\$	27,300
COVID-19 special maintenance veterans homes		650,000
COVID-19 state veterans homes operating grants		5,100,000
GROSS APPROPRIATION	\$	5,777,300
Appropriated from:		
Federal revenues:		
Federal funds		27,300
USDVA-VHA		5,750,000
Special revenue funds:		
State general fund/general purpose	\$	0
Sec. 111. DEPARTMENT OF STATE POLICE		
(1) APPROPRIATION SUMMARY		
GROSS APPROPRIATION	\$	25,706,000
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		0
ADJUSTED GROSS APPROPRIATION	\$	25,706,000

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2021

Federal revenues:		
Total federal revenues	\$	(144,000)
Special revenue funds:		
Total local revenues		0
Total private revenues		1,750,000
Total other state restricted revenues		19,000,000
State general fund/general purpose	\$	5,100,000
(2) SPECIALIZED SERVICES		
Intelligence operations	\$	1,750,000
Secondary road patrol program		0
GROSS APPROPRIATION	\$	1,750,000
Appropriated from:		
Federal revenues:		
Coronavirus state fiscal recovery fund		(2,700,000)
Special revenue funds:		
Private funds		1,750,000
State general fund/general purpose	\$	2,700,000
(3) ONE-TIME APPROPRIATIONS		
Clean slate for Michigan	\$	19,000,000
Contracts and services		2,400,000
COVID-19 emergency management performance grants		2,556,000
GROSS APPROPRIATION	\$	23,956,000
Appropriated from:		
Federal revenues:		
Total federal revenues		2,556,000
Special revenue funds:		
Michigan set aside fund		19,000,000
State general fund/general purpose	\$	2,400,000
Sec. 112. DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND BUDGET		
(1) APPROPRIATION SUMMARY		
GROSS APPROPRIATION	\$	3,645,700
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		0
ADJUSTED GROSS APPROPRIATION	\$	3,645,700
Federal revenues:		
Total federal revenues		0
Special revenue funds:		
Total local revenues		0
Total private revenues		0
Total other state restricted revenues		0
State general fund/general purpose	\$	3,645,700
(2) SPECIAL PROGRAMS		
Office of children's ombudsman	\$	100,000
GROSS APPROPRIATION	\$	100,000
Appropriated from:		
State general fund/general purpose	\$	100,000
(3) ONE-TIME APPROPRIATIONS		
Interdepartmental grant from user fees account	\$	3,545,700
GROSS APPROPRIATION	\$	3,545,700
Appropriated from:		
State general fund/general purpose	\$	3,545,700
Sec. 113. STATE DEPARTMENT OF TRANSPORTATION		
(1) APPROPRIATION SUMMARY		

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GROSS APPROPRIATION	\$	390,883,100
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		0
ADJUSTED GROSS APPROPRIATION	\$	390,883,100
Federal revenues:		
Total other federal revenues		390,883,100
Special revenue funds:		
Total local revenues		0
Total private revenues		0
Total other state restricted revenues		0
State general fund/general purpose	\$	0
(2) ONE-TIME APPROPRIATIONS		
ARP - intercity bus program	\$	3,344,200
CRRSAA - airport coronavirus response grant program - general aviation		2,000,000
CRRSAA - airport coronavirus response grant program - primary airports		68,000,000
CRRSAA - enhanced mobility of seniors and individuals with disabilities apportionments		803,900
CRRSAA – highway infrastructure program - local allocation		65,327,200
CRRSAA – highway infrastructure program - local bridge bundling initiative		195,981,600
CRRSAA - rural area apportionments		55,426,200
GROSS APPROPRIATION	\$	390,883,100
Appropriated from:		
Federal revenues:		
Federal aid, transportation programs, aero, FAA		70,000,000
Federal aid, transportation programs, CTF, FTA		59,574,300
Federal aid, transportation programs, STF, FHWA		261,308,800
State general fund/general purpose	\$	0
Sec. 114. DEPARTMENT OF TREASURY		
(1) APPROPRIATION SUMMARY		
GROSS APPROPRIATION	\$	500,000
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		0
ADJUSTED GROSS APPROPRIATION	\$	500,000
Federal revenues:		
Total federal revenues		0
Special revenue funds:		
Total local revenues		0
Total private revenues		0
Total other state restricted revenues		0
State general fund/general purpose	\$	500,000
(2) FINANCIAL PROGRAMS		
Dual enrollment payments	\$	400,000
GROSS APPROPRIATION	\$	400,000
Appropriated from:		
State general fund/general purpose	\$	400,000
(3) ONE-TIME APPROPRIATIONS		
Presidential primary	\$	100,000
GROSS APPROPRIATION	\$	100,000
Appropriated from:		
State general fund/general purpose	\$	100,000

PART 2
PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2020-2021

GENERAL SECTIONS

Sec. 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 ending September 30, 2021 is \$(588,093,200.00) and total state spending from state sources to be paid to local units of government is \$(108,732,200.00). The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF HEALTH AND HUMAN SERVICES

Child care fund	\$ 414,100
Autism services	(3,663,500)
Healthy Michigan plan - behavioral health	(431,400)
Medicaid mental health services	(101,812,000)
Medicaid substance use disorder services	(5,939,400)

DEPARTMENT OF STATE POLICE

Secondary road patrol program	2,700,000
TOTAL PAYMENTS TO LOCAL UNITS OF GOVERNMENT	\$ (108,732,200)

Sec. 202. The appropriations made and expenditures authorized under this part and part 1 and the departments, commissions, boards, offices, and programs for which appropriations are made under this part and part 1, are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 203. If the state administrative board, acting under section 3 of 1921 PA 2, MCL 17.3, transfers funds from an amount appropriated under this article, the legislature may, by a concurrent resolution adopted by a majority of the members elected to and serving in each house, inter-transfer funds within this article for the particular department, board, commission, office, or institution.

Sec. 204. Funds appropriated in part 1 are subject to applicable federal audit and reporting requirements. Prompt action shall be taken if instances of noncompliance are identified, including noncompliance identified in an audit finding. If any instance of noncompliance is identified, including noncompliance identified in an audit finding, the state budget director shall take necessary and immediate action to rectify it. The state budget director shall notify the senate and house appropriations committees and the senate and house fiscal agencies when an instance of noncompliance is identified.

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

Sec. 301. The unexpended funds appropriated in part 1 for CRRSAA - farm stress 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 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 a stress assistance program for individuals in farming or other agriculture related occupations.

(b) The project will be accomplished by utilizing state employees, contracts with a vendor, or local partners.

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

(d) The tentative completion date is September 30, 2025.

Sec. 302. The unexpended funds appropriated in part 1 for CRRSAA - specialty crop block grant 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 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 support projects that enhance the competitiveness of Michigan specialty crops.

(b) The project will be accomplished by utilizing state employees and through a competitive grant process.

(c) The total estimated cost of the project is \$2,600,000.00.

(d) The tentative completion date is September 30, 2025.

DEPARTMENT OF ATTORNEY GENERAL

Sec. 401. The unexpended funds appropriated in part 1 for attorney general operations 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 document management services for the clergy abuse cases.
- (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 \$150,000.00.
- (d) The tentative completion date is September 30, 2022.

DEPARTMENT OF CORRECTIONS

Sec. 451. (1) The funds included in part 1 for community corrections comprehensive plans and services are to encourage the development through technical assistance grants, implementation, and operation of community corrections programs that enhance offender success and that also may serve as an alternative to incarceration in a state facility or jail. The community corrections comprehensive plans shall include an explanation of how the public safety will be maintained, the goals for the local jurisdiction, offender target populations intended to be affected, offender eligibility criteria for purposes outlined in the plan, and how the plans will meet the following objectives, consistent with section 8(4) of the community corrections act, 1988 PA 511, MCL 791.408:

(a) Reduce admissions to prison of offenders who would likely be sentenced to imprisonment, including probation violators.

(b) Improve the appropriate utilization of jail facilities, the first priority of which is to open jail beds intended to house otherwise prison-bound felons, and the second priority being to appropriately utilize jail beds so that jail crowding does not occur.

(c) Open jail beds through the increase of pretrial release options.

(d) Reduce the readmission to prison of parole violators.

(e) Reduce the admission or readmission to prison of offenders, including probation violators and parole violators, for substance abuse violations.

(f) Contribute to offender success.

(2) The award of community corrections comprehensive plans and residential services funds shall be based on criteria that include, but are not limited to, the prison commitment rate by category of offenders, trends in prison commitment rates and jail utilization, historical trends in community corrections program capacity and program utilization, and the projected impact and outcome of annual policies and procedures of programs on offender success, prison commitment rates, and jail utilization.

(3) Funds awarded for residential services in part 1 shall provide for a per diem reimbursement of not more than \$111.00, retroactive to October 1, 2020.

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

(5) The unexpended funds appropriated in part 1 for residential probation diversions 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 encourage the use of community-based probation residential services beds and programs as an alternative to incarceration in a state facility or jail under this section.

(b) The projects will be accomplished by grants to contractors approved by the department of corrections.

(c) The total estimated cost of all projects is \$15,075,000.00.

(d) The tentative completion date is September 30, 2025.

Sec. 452. The appropriations in part 1 for MDOC - corrections training facility shall be carried forward at the end of the fiscal year consistent with section 248 of the management and budget act, 1984 PA 431, MCL 18.1248.

DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY

Sec. 502. The unexpended funds appropriated in part 1 for Premcor remediation activities 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 \$5,000,000.00.
- (d) The tentative completion date is September 30, 2024.

Sec. 503. (1) The department may expend amounts remaining from the current and prior fiscal year appropriations to meet funding needs of legislatively approved sites for the environmental cleanup and redevelopment program, the refined petroleum product cleanup program, brownfield grants and loans, waterfront grants, and the environmental bond site reclamation program.

(2) Unexpended and unencumbered amounts remaining from appropriations from the environmental protection bond fund contained in 2003 PA 173, 2005 PA 109, 2006 PA 343, 2011 PA 63, and 2012 PA 236 are appropriated for expenditure.

(3) Unexpended and unencumbered amounts remaining from appropriations from the clean Michigan initiative fund - response activities contained in 2000 PA 52, 2004 PA 309, 2005 PA 11, 2006 PA 343, 2007 PA 121, 2011 PA 63, 2013 PA 59, 2014 PA 252, 2015 PA 84, 2016 PA 268, and 2017 PA 107 are appropriated for expenditure.

(4) Unexpended and unencumbered amounts remaining from appropriations from the refined petroleum fund activities contained in 2007 PA 121, 2008 PA 247, 2009 PA 118, 2010 PA 189, 2011 PA 63, 2012 PA 200, 2013 PA 59, 2014 PA 252, 2015 PA 84, 2016 PA 268, 2017 PA 107, 2018 PA 207, 2019 PA 57, and 2020 PA 166 are appropriated for expenditure.

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

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

Sec. 504. The unexpended funds appropriated in part 1 for water state revolving funds 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 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 make loans needed to support local water pollution control facilities.
- (b) The project will be accomplished by utilizing state employees, contracts with a vendor, or local partners.
- (c) The estimated cost of the project is \$168,000,000.00.
- (d) The tentative completion date is September 30, 2025.

DEPARTMENT OF HEALTH AND HUMAN SERVICES

Sec. 601. The unexpended funds appropriated in part 1 for ARP - child abuse state grants 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 support the prevention, assessment, investigation, prosecution, and treatment of child abuse and neglect.
- (b) The project will be accomplished by utilizing state employees or contracts.
- (c) The total estimated cost of the project is \$2,889,000.00.
- (d) The tentative completion date is September 30, 2025.

Sec. 602. The unexpended funds appropriated in part 1 for ARP - community-based child abuse prevention 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 support the prevention, assessment, investigation, prosecution, and treatment of child abuse and neglect.
- (b) The project will be accomplished by utilizing state employees or contracts.

- (c) The total estimated cost of the project is \$7,188,400.00.
- (d) The tentative completion date is September 30, 2025.

Sec. 603. The unexpended funds appropriated in part 1 for ARP - low-income household water assistance 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 assist low-income households with water and wastewater bills.
- (b) The project will be accomplished by utilizing state employees or contracts.
- (c) The total estimated cost of the project is \$36,278,400.00.
- (d) The tentative completion date is September 30, 2025.

Sec. 604. The unexpended funds appropriated in part 1 for COVID-19 Chafee education and training vouchers grant 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 financial resources available to meet the postsecondary education and training needs of youth aging out of foster care.
- (b) The project will be accomplished by utilizing state employees or contracts.
- (c) The total estimated cost of the project is \$1,366,900.00.
- (d) The tentative completion date is September 30, 2025.

Sec. 605. The unexpended funds appropriated in part 1 for COVID-19 substance abuse prevention and treatment block grant 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 support prevention activities, treatment, and recovery support services to individuals and communities impacted by substance abuse.
- (b) The project will be accomplished by utilizing state employees or contracts.
- (c) The total estimated cost of the project is \$34,828,000.00.
- (d) The tentative completion date is September 30, 2025.

Sec. 606. The unexpended funds appropriated in part 1 for COVID-19 federal no wrong door grant 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 support access to long-term care services and supports for elderly and disabled residents.
- (b) The project will be accomplished by utilizing state employees or contracts.
- (c) The total estimated cost of the project is \$886,900.00.
- (d) The tentative completion date is September 30, 2025.

Sec. 607. The unexpended funds appropriated in part 1 for COVID-19 initiatives to address health disparities 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 enhance the state's capacity and support strategies to reduce COVID-19 related health disparities and to improve and increase testing capabilities and contact tracing among populations at high risk and that are underserved, including racial and ethnic minority groups and people living in rural communities.
- (b) The project will be accomplished by utilizing state employees or contracts.
- (c) The total estimated cost of the project is \$31,809,400.00.
- (d) The tentative completion date is September 30, 2023.

Sec. 608. The unexpended funds appropriated in part 1 for ARP - preventive services 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 expand and strengthen preventive services and health promotion systems administered by the Area Agencies on Aging.

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

(c) The total estimated cost of the project is \$1,389,100.00.

(d) The tentative completion date is September 30, 2025.

Sec. 609. The unexpended funds appropriated in part 1 for COVID-19 expanding senior access to vaccines 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 increase access to the COVID-19 vaccine for seniors.

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

(c) The total estimated cost of the project is \$1,578,500.00.

(d) The tentative completion date is September 30, 2025.

Sec. 610. The unexpended funds appropriated in part 1 for ARP - supportive services 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 enhance supportive services provided by Area Agencies on Aging to enable older residents to remain in their homes and communities.

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

(c) The total estimated cost of the project is \$14,471,700.00.

(d) The tentative completion date is September 30, 2025.

Sec. 611. The unexpended funds appropriated in part 1 for ARP - long-term care ombudsman 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 support long-term care ombudsman programs in response to the COVID-19 pandemic.

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

(c) The total estimated cost of the project is \$315,700.00.

(d) The tentative completion date is September 30, 2025.

Sec. 612. The unexpended funds appropriated in part 1 for federal congregate and home-delivered meals funding 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 meals for seniors in congregate care settings and meal deliveries for seniors living at their homes.

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

(c) The total estimated cost of the project is \$27,694,300.00.

(d) The tentative completion date is September 30, 2025.

Sec. 613. The unexpended funds appropriated in part 1 for ARP - family caregivers 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 support family caregivers by providing caregiver training specific to caregiving duties, individual counseling, temporary respite care, and supplemental care.

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

(c) The total estimated cost of the project is \$4,477,400.00.

(d) The tentative completion date is September 30, 2025.

Sec. 614. The unexpended funds appropriated in part 1 for COVID-19 mental health block grant 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 mental health treatment to adults with serious mental illness and children with serious emotional disturbance.
- (b) The project will be accomplished by utilizing state employees or contracts.
- (c) The total estimated cost of the project is \$31,979,300.00.
- (d) The tentative completion date is September 30, 2025.

Sec. 615. The unexpended funds appropriated in part 1 for federal COVID immunization and vaccine grant 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(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

- (a) The purpose of the project is to increase COVID-19 vaccination capacity, facilitate safe administration and equitable distribution of COVID-19 vaccines, increase vaccine confidence through education, outreach, and partnerships, and implement community engagement strategies to promote COVID-19 vaccination efforts.
- (b) The project will be funded in accordance with this section and implemented according to guidance outlined by the federal government.
- (c) The estimated cost of this project is \$4,121,400.00.
- (d) The tentative completion date for the work project is September 30, 2025.

Sec. 616. The unexpended funds appropriated in part 1 for ARP – low-income home energy assistance 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 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 energy assistance to low-income families, including energy bill assistance, weatherization, and energy-related minor home repairs.
- (b) The project will be accomplished by utilizing state employees, contracts with a vendor, or local partners.
- (c) The estimated cost of the project is \$238,219,300.00.
- (d) The tentative completion date is September 30, 2025.

Sec. 617. The unexpended funds appropriated in part 1 for COVID-19 Chafee foster care program for transition to adulthood 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 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 aid current and former foster care youth ages 14 to 21 transition to adulthood.
- (b) The project will be accomplished by utilizing state employees, contracts with a vendor, or local partners.
- (c) The estimated cost of the project is \$10,220,000.00.
- (d) The tentative completion date is September 30, 2025.

Sec. 618. The unexpended funds appropriated in part 1 for COVID-19 Michigan emergency grant for SMI/SUD 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 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 mental health and substance use disorder services, treatment, and recovery support for individuals impacted by the COVID-19 pandemic.
- (b) The project will be accomplished by utilizing state employees, contracts with a vendor, or local partners.
- (c) The estimated cost of the project is \$2,860,000.00.
- (d) The tentative completion date is September 30, 2025.

Sec. 619. The unexpended funds appropriated in part 1 for COVID-19 promoting safe and stable families grant 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 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 fund initiatives to improve the safety, well-being, and permanence of children in foster care.
- (b) The project will be accomplished by utilizing state employees, contracts with a vendor, or local partners.
- (c) The estimated cost of the project is \$1,995,000.00.
- (d) The tentative completion date is September 30, 2025.

Sec. 620. The unexpended funds appropriated in part 1 for dental oral assessment database 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 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 fund staffing and services needed to help implement the dental oral assessment program enacted in part 93 of the public health code, 1978 PA 368, MCL 333.9301 to 333.9329.
- (b) The project will be accomplished by utilizing state employees, contracts with a vendor, or local partners.
- (c) The estimated cost of the project is \$385,000.00.
- (d) The tentative completion date is September 30, 2025.

JUDICIARY

Sec. 651. The unexpended funds appropriated in part 1 for the judicial institute 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 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 training to court personnel.
- (b) The project will be accomplished by utilizing state employees, contracts with a vendor, or local partners.
- (c) The estimated cost of the project is \$45,000.00.
- (d) The tentative completion date is September 30, 2023.

Sec. 652. The unexpended funds appropriated in part 1 for state court administrative office federal COVID-19 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 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 address needs concerning child welfare cases.
- (b) The project will be accomplished by utilizing state employees, contracts with a vendor, or local partners.
- (c) The estimated cost of the project is \$260,000.00.
- (d) The tentative completion date is September 30, 2023.

DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY

Sec. 701. (1) Funds appropriated in part 1 for ARP - homeowner assistance fund will be directed to the department of labor and economic opportunity, to be administered by the terms set forth in section 3206 of the American Rescue Plan Act of 2021 (the ARP), Public Law 117-2, authorizing the United States Department of Treasury to make payments to certain recipients to be used to mitigate financial hardships associated with the coronavirus pandemic by providing funds to eligible entities for the purpose of preventing homeowner mortgage delinquencies, defaults, foreclosures, loss of utilities or home energy services, and displacements of homeowners experiencing financial hardship after January 21, 2020.

(2) The department of labor and economic opportunity shall collaborate with the Michigan State Housing Development Authority (MSHDA) acting as the eligible entity. Further collaboration will be completed with financial institutions across the state, and nonprofits approved by MSHDA and the United States Department of Housing and Urban Development. As used in this section, "eligible entity" means any of the following:

- (a) A state.
- (b) The Department of Hawaiian Home Lands.
- (c) Each Indian tribe, and any Indian tribe that opted out of receiving a grant allocation under the Native American Housing Block Grants program formula in fiscal year 2019-2020.

(3) The homeowner assistance fund program will operate in accordance with rules and guidance published by the United States Department of Treasury to serve mortgage delinquent households with reinstatement funds, funding for delinquent property taxes, and the payment of funds to remedy a utility delinquency to preserve their housing and avoid foreclosure.

(4) The unexpended funds appropriated in part 1 for ARP - homeowner assistance fund 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 work project is to create an emergency foreclosure assistance program, which includes payment of any mortgage delinquency, payment of delinquent property taxes and assistance with past due utility expenses to include electric, gas, water, and broadband/internet services for households impacted by COVID-19 as well as associated administrative expenses.

(b) The projects will be accomplished by utilizing state employees or by contracts.

(c) The total estimated cost of the work project is \$121,406,200.00.

(d) The tentative completion date is September 30, 2025.

Sec. 702. The unexpended funds appropriated in part 1 for ARP - national community services - Americorps 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 work project is to increase the number of service participants and to make targeted investments in COVID-19 response and recovery strategies.

(b) The projects will be accomplished by utilizing state employees or by contracts.

(c) The total estimated cost of the work project is \$11,000,000.00.

(d) The tentative completion date is September 30, 2025.

Sec. 703. The unexpended funds appropriated in part 1 for unemployment insurance agency 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 work project is to support ongoing administration of the unemployment insurance agency.

(b) The projects will be accomplished by utilizing state employees or by contracts.

(c) The total estimated cost of the work project is \$40,000,000.00.

(d) The tentative completion date is September 30, 2025.

Sec. 704. The Michigan State Housing Development Authority may increase capacity by a total of 58.0 FTE positions (limited term) to administer the housing programs authorized in the federal American Rescue Plan Act of 2021, Public Law 117-2, for the following programs:

(a) The Homeowner Assistance Fund.

(b) Emergency Rental Assistance.

(c) Homeless Assistance Funds.

Sec. 705. (1) From the funds appropriated in part 1 for disaster relief, \$56,000.00 shall be awarded to a city with a population between 3,000 and 4,000 located in a county with a population between 63,800 and 64,000 according to the 2010 federal decennial census to cover the costs from disaster flooding that occurred in 2019 that have not been reimbursed from other sources.

(2) From the funds appropriated in part 1 for disaster relief, \$2,400.00 shall be awarded to a city with a population between 5,000 and 6,000 located in a county with a population between 63,800 and 64,000 according to the 2010 federal decennial census to cover the costs from disaster flooding that occurred in 2019 that have not been reimbursed from other sources.

(3) The unexpended funds appropriated in part 1 for disaster relief 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 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 cover costs to local units of government for disaster flooding that occurred in 2019 that have not been reimbursed from other sources.

(b) The project will be accomplished by utilizing state employees, contracts with a vendor, or local partners.

(c) The estimated cost of the project is \$58,400.00.

(d) The tentative completion date is September 30, 2025.

Sec. 706. From the funds appropriated in part 1 for ARP - unemployment compensation fund deposit, \$150,000,000.00 shall be deposited into the unemployment compensation fund established under section 26 of the Michigan employment security act, 1936 (Ex Sess) PA 1, MCL 421.26, for the purpose of offsetting expected exposure to state fraud and improper payment during the COVID-19 crisis.

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

Sec. 801. The unexpended funds appropriated in part 1 for COVID-19 state veterans homes operating grants 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 support operating costs of the state's veterans homes.
- (b) The project will be accomplished by utilizing state employees or contracts with service providers, or both.
- (c) The estimated cost of all projects is \$5,100,000.00.
- (d) The tentative completion date is September 30, 2022.

Sec. 802. The morale, welfare, and recreation fund is created within the state treasury. The state treasurer may receive money or other assets from any source for deposit into the fund. The state treasurer shall direct the investment of the fund. The state treasurer shall credit to the fund interest and earnings from fund investments. The department of military and veterans affairs 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. Appropriations will be made from the account for the support of program operations. Money remaining in the fund at the end of the year shall not lapse, but shall be carried forward to the subsequent fiscal year.

Sec. 803. The appropriations in part 1 for special maintenance - National Guard and COVID-19 special maintenance veterans homes shall be carried forward at the end of the fiscal year consistent with section 248 of the management and budget act, 1984 PA 431, MCL 18.1248.

DEPARTMENT OF NATURAL RESOURCES

Sec. 851. (1) In addition to the money appropriated in 2020 PA 166, 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	\$	586,600
Michigan state waterways fund		136,500
Park improvement fund		225,700
Forest development fund		297,800

(2) In addition to the money appropriated in 2020 PA 166, there is appropriated from the following state restricted funds up to the following amounts to the attorney general:

Game and fish protection fund	\$	659,300
Michigan state waterways fund		147,000

(3) In addition to the money appropriated in 2020 PA 166, there is appropriated from the following state restricted funds up to the following amounts to the legislative auditor general:

Game and fish protection fund	\$	34,300
Michigan state waterways fund		12,400

(4) In addition to the money appropriated in 2020 PA 166, there is appropriated from the following state restricted funds up to the following amounts to the department of treasury:

Game and fish protection fund	\$	3,157,800
Michigan state waterways fund		381,000

Michigan natural resources trust fund 2,374,500

(5) In addition to the money appropriated in 2020 PA 166, there is appropriated from the following state restricted funds to the civil service commission the amount calculated for each fund pursuant to section 5 of article XI of the state constitution of 1963:

- (a) Game and fish protection fund.
- (b) Michigan state waterways fund.

- (c) Park improvement fund.
- (d) Forest development fund.
- (e) Michigan natural resources trust fund.
- (f) Michigan state parks endowment fund.
- (g) Nongame wildlife fund.

DEPARTMENT OF STATE POLICE

Sec. 901. (1) Funds appropriated in part 1 for COVID-19 emergency management performance grants must be used to support state and local coordination, communication, and logistical support in response to the COVID-19 pandemic.

(2) The unexpended funds appropriated in part 1 for the COVID-19 emergency management performance grants 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 support state and local coordination, communication, and logistical support in response to the COVID-19 pandemic.
- (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 \$2,556,000.00.
- (d) The estimated completion date is September 30, 2025.

Sec. 902. (1) Funds appropriated in part 1 for clean slate for Michigan must be used to support the development and maintenance of various automated criminal record expungement systems in accordance with 1965 PA 213, MCL 780.621 to 780.624.

(2) The unexpended funds appropriated in part 1 for the clean slate for Michigan 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(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

- (a) The purpose of the project is to support the development and maintenance of various automated criminal record expungement systems in accordance with 1965 PA 213, MCL 780.621 to 780.624.
- (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 \$19,000,000.00.
- (d) The estimated completion date is September 30, 2025.

Sec. 903. The unexpended funds appropriated in part 1 for contracts and services 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 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 support for programs and projects in the department of state police.
- (b) The project will be accomplished by utilizing state employees, contracts with a vendor, or local partners.
- (c) The estimated cost of the project is \$2,400,000.00.
- (d) The tentative completion date is September 30, 2025.

Sec. 904. The unexpended funds appropriated in part 1 for intelligence operations 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 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 support a private donation in support of Operation Vigilance.
- (b) The project will be accomplished by utilizing state employees, contracts with a vendor, or local partners.
- (c) The estimated cost of the project is \$1,750,000.00.
- (d) The tentative completion date is September 30, 2025.

DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND BUDGET

Sec. 1001. (1) The funds appropriated in part 1 for interdepartmental grant from user fees account represent the amount of user fees previously collected by the department for capital outlay and special maintenance project

oversight services provided to other principal executive departments or state agencies, the legislative branch, the judicial branch, universities, community colleges, or private tenants which lapsed to the general fund/general purpose at the end of fiscal year 2019-2020. Funds deposited into the interdepartmental grant from user fees account are appropriated for design and construction project oversight activities provided by the department.

(2) Fee revenue collected by the department from user fees for design and construction services shall be carried forward and shall not lapse to the state general fund/general purpose at the close of the fiscal year.

Sec. 1002. There is appropriated from general fund/general purpose revenue, for the fiscal year ending September 30, 2021, beyond any amounts previously deposited, the sum of \$500,000,000.00 for deposit into the countercyclical budget and economic stabilization fund created in section 351 of the management and budget act, 1984 PA 431, MCL 18.1351.

Sec. 1003. The cost to construct the Ferris State University Center for Virtual Learning project, initially authorized for construction in 2020 PA 257, is hereby increased by \$2,500,000.00 to a new total project cost of \$32,000,000.00 (total state building authority share \$22,124,800.00; Ferris State University share \$9,875,000.00; state general fund/general purpose share \$200.00).

Sec. 1004. The scope of the Glen Oaks Community College - campus renovation project, initially authorized for construction in 2020 PA 257, is hereby adjusted to remove all renovations, upgrades, and academic programmatic elements for the steel building structure known as Unit E from the project. All other elements originally authorized as part of the project remain in the project scope. The total project cost remains \$7,300,000.00 (total state building authority share \$3,474,800.00; Glen Oaks Community College share \$3,825,000.00; state general fund/general purpose share \$200.00).

Sec. 1005. The cost to construct the Henry Ford College - Entrepreneur and Innovation Institute/Technology Building renovation and addition project, initially authorized for construction in 2020 PA 257, is hereby increased by \$3,250,000.00 to a new total project cost of \$18,850,000.00 (total state building authority share \$6,699,800.00; Henry Ford College share \$12,150,000.00; state general fund/general purpose share \$200.00).

Sec. 1006. The scope of the Oakland University - South Foundation Hall renovation and expansion project, initially authorized for construction in 2020 PA 257, is hereby adjusted to remove approximately 6,000 square feet of space from the new addition portion of the project. All other elements originally authorized as part of the project remain in the project scope. The total project cost remains \$40,000,000.00 (total state building authority share \$29,999,800.00; Oakland University share \$10,000,000.00; state general fund/general purpose share \$200.00).

STATE TRANSPORTATION DEPARTMENT

Sec. 1101. (1) The one-time funds appropriated in part 1 for CRRSAA - highway infrastructure program - local bridge bundling initiative shall be expended by the department to support a statewide program for the rehabilitation or replacement of bridges owned by local road agencies. The department shall coordinate the local bridge bundling initiative and issue contracts necessary for planning, design, and construction work related to bridges selected for the program. Bridges shall be selected for inclusion in the program subject to available funding and according to the following order of priority:

- (a) Locally owned vehicle bridges currently closed to traffic.
- (b) Locally owned vehicle bridges currently posted or restricted from Michigan legal loads.
- (c) Locally owned vehicle bridges in need of rehabilitation or replacement as rated by Regional Bridge Councils to ensure citizen safety or unimpeded commercial traffic.

(2) The unexpended funds appropriated in part 1 for CRRSAA - highway infrastructure program - local bridge bundling initiative 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(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to support a statewide program for the rehabilitation or replacement of bridges owned by local road agencies.

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

(c) The estimated cost of this project is \$195,981,600.00.

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

Sec. 1102. The funds appropriated in part 1 for CRRSAA - airport coronavirus response grant program - primary airports 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 project is to provide emergency operating assistance to Michigan primary airports pursuant to the Coronavirus Response and Relief Supplemental Appropriations Act (CRRSAA) of 2021.
- (b) The project will be accomplished by contract.
- (c) The total estimated cost of the project is \$68,000,000.00.
- (d) The tentative completion date is September 30, 2025.

Sec. 1103. The funds appropriated in part 1 for CRRSAA - airport coronavirus response grant program - general aviation 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 project is to provide emergency operating assistance to Michigan general aviation airports pursuant to the Coronavirus Response and Relief Supplemental Appropriations Act (CRRSAA) of 2021.
- (b) The project will be accomplished by contract.
- (c) The total estimated cost of the project is \$2,000,000.00.
- (d) The tentative completion date is September 30, 2025.

Sec. 1104. The funds appropriated in part 1 for CRRSAA - enhanced mobility of seniors and individuals with disabilities apportionments 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 project is to provide local emergency assistance in support of transportation services for seniors and persons with disabilities pursuant to the Coronavirus Response and Relief Supplemental Appropriations Act (CRRSAA) of 2021.
- (b) The project will be accomplished by contract.
- (c) The total estimated cost of the project is \$803,900.00.
- (d) The tentative completion date is September 30, 2025.

Sec. 1105. The funds appropriated in part 1 for CRRSAA - highway infrastructure program - local allocation 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 project is to provide emergency operating and capital support for local road agencies in Michigan pursuant to the Coronavirus Response and Relief Supplemental Appropriations Act (CRRSAA) of 2021.
- (b) The project will be accomplished by contract.
- (c) The total estimated cost of the project is \$65,327,200.00.
- (d) The tentative completion date is September 30, 2025.

Sec. 1106. The funds appropriated in part 1 for CRRSAA - rural area apportionments 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 project is to provide emergency operating and capital assistance to rural local transit agencies pursuant to the Coronavirus Response and Relief Supplemental Appropriations Act (CRRSAA) of 2021.
- (b) The project will be accomplished by contract.
- (c) The total estimated cost of the project is \$55,426,200.00.
- (d) The tentative completion date is September 30, 2025.

Sec. 1107. The funds appropriated in part 1 for ARP – intercity bus 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 project is to provide emergency operating assistance to Michigan intercity bus carriers pursuant to the American Rescue Plan (ARP) Act of 2021.

- (b) The project will be accomplished by contract.
- (c) The total estimated cost of the project is \$3,344,200.00.
- (d) The tentative completion date is September 30, 2025.

DEPARTMENT OF TREASURY

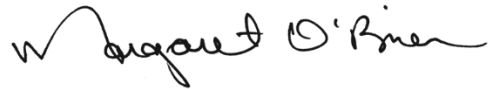
Sec. 1151. Revenue from the Michigan Regulation and Taxation of Marihuana Act, 2018 IL 1, MCL 333.27951 to 333.27967, is appropriated and distributed pursuant to the Michigan Regulation and Taxation of Marihuana Act, 2018 IL 1, MCL 333.27951 to 333.27967.

REPEALER

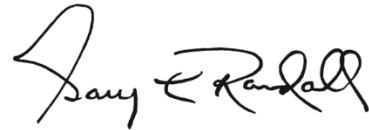
Sec. 1201. Section 410 of article 2 of 2020 PA 166 is repealed.

Sec. 1202. Section 223 of article 4 of 2020 PA 166 is repealed.

This act is ordered to take immediate effect.



Secretary of the Senate



Clerk of the House of Representatives

Approved _____

Governor